

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA

(REGISTRATION NUMBER MM 0021/01/04)

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015**

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

INDEX

The reports and statements set out below comprise the annual financial statements presented to the General Assembly:

	PAGE
Financial Committee's Responsibilities and Approval	2
Independent Auditors' Report	3 - 4
Statement of Financial Position	5
Statement of Comprehensive Income	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Accounting Policies	9 - 11
Notes to the Annual Financial Statements	12 - 17
The following supplementary information does not form part of the annual financial statements:	
Detailed Statement of Comprehensive Income	18 - 19

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

FINANCIAL COMMITTEE'S RESPONSIBILITIES AND APPROVAL

The finance committee is required to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the church as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The finance committee acknowledges that it is ultimately responsible for the system of internal financial control established by the church and place considerable importance on maintaining a strong control environment. To enable the finance committee to meet these responsibilities, the finance committee sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the church and all employees are required to maintain the highest ethical standards in ensuring the church's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the church is on identifying, assessing, managing and monitoring all known forms of risk across the church. While operating risk cannot be fully eliminated, the church endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The finance committee is of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The finance committee has reviewed the church's cash flow forecast for the year to 30 June 2016 and, in the light of this review and the current financial position, they are satisfied that the church has or had access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the church's financial statements. The financial statements have been examined by the church's external auditors and their report is presented on pages 3 to 4.

The annual financial statements set out on pages 5 to 17, which have been prepared on the going concern basis, were approved by the finance committee, and were signed on its behalf by:



Convener of the Finance Committee

2015/12/21

Date



Chief Financial Officer

2015/12/21

Date

RSM South Africa

Executive City
Cross Street & Charmaine Ave
President Ridge, Randburg 2194
PO Box 1734, Randburg 2125
Docex 51, Randburg
T +27 11 329 6000
F +27 11 329 6100
www.rsmza.co.za

INDEPENDENT AUDITOR'S REPORT**To the General Assembly of The Uniting Presbyterian Church in Southern Africa**

We have audited the financial statements of The Uniting Presbyterian Church in Southern Africa, as set out on pages 5 to 17, which comprise the statement of financial position as at 30 June 2015, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Finance Committee's Responsibility for the Annual Financial Statements

The finance committee is responsible for the preparation and fair presentation of these annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and presentation of annual financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the church's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the church's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

Partners C D Betty, B Acc, CA(SA), A Blignaut-de Waal, B Com, B Compt (Hons), M Com (FORP), CA(SA), M G Q de Farla, B Bus Sc, CA(SA), B J Eaton, B Acc, H Dip Tax Law, CA(SA), A C Galloway, B Sc Mech Eng, CA(SA), E Gerber, B Acc (Hons), CA(SA), H Heymans, B Compt (Hons), M Com, FCCA, CA(SA), N C Hughes, B Compt (Hons), PG Cert Adv Tax, CA(SA), J Jones, B Com, B Acc, H Dip Tax Law, H Dip Int Tax Law, CA(SA), J Kitching, B Compt (Hons), CA(SA), B Kooi, B Compt (Hons), M Com (GFA), CA(SA), L Quintal, B Com (Hons), CA(SA), R Rawoot, B Compt (Hons), CA(SA), P D Schulze, B Acc Sc (Hons), PG Dip Tax Law, CA(SA), M Steenkamp, B Compt (Hons), CA(SA), L M van der Merwe, B Com (Hons), CA(SA), A D Young, B Compt (Hons), CA(SA)

RSM South Africa, Practice No. 900435 is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practises in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

Basis for Qualified Opinion

In common with similar organisations, it is not feasible for the organisation to institute accounting controls over cash receipts from donations, bequests and assessment income prior to the initial entry of the receipts in the accounting records. Due to the inherent limitations, it was impractical for us to extend the examinations beyond receipts actually recorded.

The church was unable to provide Title Deeds and supporting documentation relating to certain properties occupied by the church. Furthermore, deed searches noted properties in the name of the church which are not recorded in the financial statements and the values are unknown. Consequently, we were unable to obtain sufficient appropriate audit evidence to satisfy ourselves as to the completeness, existence, valuation and classification of the property disclosed in the financial statements.

In common with similar organisations, the implementation of the accounting controls over the obtaining of supporting documentation in respect of grants and allowances is not entirely utilised. As a result it was impractical for us to extend the examination of supporting documentation for such expenditure beyond that of the approval by the finance committee and in accordance with approved budget allocations.

Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the annual financial statements present fairly, in all material respects, the financial position of The Uniting Presbyterian Church in Southern Africa as at 30 June 2015, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

Supplementary Information

Without qualifying our opinion, we draw attention to the fact that the supplementary information set out on pages 18 to 19 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.

RSM SOUTH AFRICA

**RSM South Africa
Registered Auditors**

**Per: Louis Quintal CA (SA) RA
Partner**

**Date: 15/01/2016
Randburg**

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

Figures in Rand	Note	2015	2014
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	2	4 106 121	4 078 105
Loans receivable	3	75 977	21 130
Investments	4	33 583 013	32 096 983
		37 765 111	36 196 218
CURRENT ASSETS			
Inventories	5	358 205	233 335
Trade and other receivables	6	851 764	521 217
Cash and cash equivalents	7	2 814 178	5 197 619
		4 024 147	5 952 171
Total Assets		41 789 258	42 148 389
EQUITY AND LIABILITIES			
EQUITY			
Reserves		16 267 783	15 609 164
Accumulated loss		(1 527 972)	(1 237 008)
		14 739 811	14 372 156
LIABILITIES			
NON-CURRENT LIABILITIES			
Restricted purpose funds	8	22 937 648	23 727 528
CURRENT LIABILITIES			
Trade and other payables	9	4 111 799	4 048 705
Total Liabilities		27 049 447	27 776 233
Total Equity and Liabilities		41 789 258	42 148 389

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

STATEMENT OF COMPREHENSIVE INCOME

Figures in Rand	Note	2015	2014
Revenue	12	10 801 229	10 246 742
Other income		-	26 000
Operating expenses		(11 098 753)	(10 314 402)
Operating deficit	13	(297 524)	(41 660)
Investment revenue	14	7 077	60 047
Finance costs		(517)	-
(Deficit)/Surplus for the year		(290 964)	18 387
Other comprehensive income:			
Available-for-sale financial assets adjustments	17	658 619	2 409 217
Total comprehensive income for the year		367 655	2 427 604

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

STATEMENT OF CHANGES IN EQUITY

Figures in Rand	Available for sale reserve on investments	Revaluation reserve on land and buildings	Total reserves	Accumulated loss	Total equity
Balance at 01 July 2013	12 728 789	471 158	13 199 947	(1 255 395)	11 944 552
Surplus for the year	-	-	-	18 387	18 387
Other comprehensive income	2 409 217	-	2 409 217	-	2 409 217
Total comprehensive income for the year	2 409 217	-	2 409 217	18 387	2 427 604
Balance at 01 July 2014	15 138 006	471 158	15 609 164	(1 237 008)	14 372 156
Deficit for the year	-	-	-	(290 964)	(290 964)
Other comprehensive income	658 619	-	658 619	-	658 619
Total comprehensive loss for the year	658 619	-	658 619	(290 964)	367 655
Balance at 30 June 2015	15 796 625	471 158	16 267 783	(1 527 972)	14 739 811

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

STATEMENT OF CASH FLOWS

Figures in Rand	Note	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) generated from operations	15	(502 393)	1 257 814
Interest income		7 077	60 047
Finance costs		(517)	-
Net cash from operating activities		(495 833)	1 317 861
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment	2	(316 048)	(116 750)
Sale of property and equipment	2	100 578	10 000
Net movements in investments		(827 411)	(624 593)
Net cash from investing activities		(1 042 881)	(731 343)
CASH FLOWS FROM FINANCING ACTIVITIES			
Movement in restricted purpose funds		(789 880)	1 731 650
Movements in loans receivable		(54 847)	8 210
Net cash from financing activities		(844 727)	1 739 860
Total cash movement for the year		(2 383 441)	2 326 378
Cash at the beginning of the year		5 197 619	2 871 241
Total cash at end of the year	7	2 814 178	5 197 619

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

ACCOUNTING POLICIES

1. PRESENTATION OF ANNUAL FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. The financial statements have been prepared on the historical cost basis, except for certain financial instruments at fair value, and incorporate the principal accounting policies set out below.

These accounting policies are consistent with those of the previous period.

1.1 PROPERTY AND EQUIPMENT

The cost of an item of property and equipment is recognised as an asset when:

- It is probable that future economic benefits associated with the item will flow to the church; and
- the cost of the item can be measured reliably.

Property, plant and equipment are initially measured at cost.

Costs include costs incurred initially to acquire or construct an item of property and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property and equipment, the carrying amount of the replaced part is derecognised.

Property and equipment are carried at cost less accumulated depreciation and any impairment losses.

Land is stated at cost and is not depreciated as it is deemed to have an indefinite life.

Depreciation is provided using the straight-line basis over the expected useful lives of the assets to their estimated residual values.

The useful lives of items of property and equipment, have been assessed as follows:

Item	Average useful life
Buildings	50 years
Furniture and fixtures	5 years
Motor vehicles	6 years
IT equipment	3 years

The residual value, useful life and depreciation method of each asset are reviewed at the end of each reporting period. If the expectations differ from previous estimates, the change is accounted for as a change in accounting estimate.

The gain and loss arising from the derecognition of an item of property and equipment is included in profit or loss when the item is derecognised. The gain and loss arising from derecognition of an item of property and equipment is determined between the net disposal proceeds, if any, and the carrying amount of the item.

1.2 TAXATION

Current tax assets and liabilities

The organisation has tax exemption as a public benefit organisation under Section 30 of the Income Tax Act.

1.3 INVENTORIES

Inventories are measured at the lower of cost and estimated selling price less costs to complete and sell, on the first-in, first-out (FIFO) basis.

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

ACCOUNTING POLICIES

1.4 IMPAIRMENT OF ASSETS

The church assesses at each balance sheet date whether there is any indication that an asset may be impaired.

If there is any indication that an asset is impaired, the recoverable amount is estimated for the individual asset. If it is not possible to estimate the recoverable amount of the individual asset, the recoverable amount of the cash generating unit to which the asset belongs is determined.

If the recoverable amount of an asset is less than the carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is an impairment loss.

An impairment loss of assets carried at cost less any accumulated depreciation or amortisation is recognised immediately in profit and loss. Any impairment loss of a revalued asset is treated as a revaluation decrease.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.5 EMPLOYEE BENEFITS

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as leave pay and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

The expected cost of compensated absences is recognised as an expense as the employees render services that increase their entitlement or, in the case of non-accumulated absences, when the absence occurs.

Defined contribution plans

Payments to defined contribution retirement benefit plans are charged as an expense as they fall due.

1.6 PROVISIONS AND CONTINGENCIES

Provisions are recognised when:

- the church has a present obligation as a result of a past event;
- it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- a reliable estimate can be made of the obligation.

The amount of a provision is the present value of the expenditure expected to be required to settle the obligation.

Where some or all of the expenditure required to settle a provision is expected to be settled by another party, the reimbursement shall be recognised when, and only when, it is virtually certain that reimbursement will be received if the entity settles the obligation. The reimbursement shall be treated as a separate asset. The amount recognised for the reimbursement shall not exceed the amount of the provision.

Provisions are not recognised for future operating losses.

If the church has a contract that is onerous, the present obligation under the contract shall be recognised and measured as a provision.

Contingent assets and contingent liabilities are not recognised.

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

ACCOUNTING POLICIES

1.7 REVENUE

Revenue comprises of the following: donation income, assessment fees, interest and dividends. Only assessments on income of congregations for the current period which are received before year end are accounted for.

Interest is recognised, in profit or loss, using the effective interest rate method.

1.8 BORROWING COSTS

Borrowing costs are recognised as an expense in the period in which they are incurred.

1.9 STATEMENT OF FINANCIAL POSITION

The statement of financial position does not reflect the assets and liabilities of congregations, presbyteries, schools and missions, even where assets and liabilities of those entities may be registered in the name of The Uniting Presbyterian Church in Southern Africa.

1.10 RESTRICTED PURPOSE GRANTS AND DONATIONS

Donations and grants received to be utilised for specific purposes are recognised as non-current liabilities on the date of receipt.

Any interest income earned on the unspent fund is credited to the restricted purpose fund balance and is not recognised as finance income in the organisation's income statement.

An expense incurred on the specific project is deducted from the restricted purpose fund and is not reflected as expenditure on the income statement.

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in Rand **2015** **2014**

2. PROPERTY AND EQUIPMENT

	2015			2014		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Land and buildings	4 236 820	(402 689)	3 834 131	4 006 119	(337 179)	3 668 940
Furniture and fixtures	70 015	(64 078)	5 937	70 015	(58 140)	11 875
Motor vehicles	414 594	(256 886)	157 708	749 504	(427 336)	322 168
IT equipment	205 032	(96 687)	108 345	119 685	(44 563)	75 122
Total	4 926 461	(820 340)	4 106 121	4 945 323	(867 218)	4 078 105

Reconciliation of property and equipment - 2015

	Opening balance	Additions	Disposals	Depreciation	Total
Land and buildings	3 668 940	230 701	-	(65 510)	3 834 131
Furniture and fixtures	11 875	-	-	(5 937)	5 938
Motor vehicles	322 168	-	(142 660)	(21 800)	157 708
IT equipment	75 122	85 347	-	(52 124)	108 345
	4 078 105	316 048	(142 660)	(145 371)	4 106 122

Details of properties

PARKTOWN PROPERTY

Parktown Erf 257, Parktown

- Purchase price: 2009	3 104 880	3 104 880
- Additions since purchase or valuation	295 046	81 845
	3 399 926	3 186 725

BLAIRGOWRIE PROPERTY

Blairgowrie Manse, Erf 1686, Blairgowrie

- Purchase price: 2002	162 126	162 126
- Additions since purchase up until valuation	16 716	16 716
- Valuation 2003	471 158	471 158
- Improvements 2010	41 099	41 099
- Improvements 2014	116 750	116 750
- Improvements 2015	17 500	-
	825 349	807 849

KLIPSPRUIT PROPERTY

Klipspruit Manse, Erf 1401, Pimville Zone 1

- Purchase price	11 545	11 545
------------------	--------	--------

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in Rand	2015	2014
-----------------	------	------

3. LOANS RECEIVABLE

LOANS RECEIVABLE BALANCES CONSIST OF THE FOLLOWING:

Ministers' loans	366 404	393 773
Impairment of loans	(290 427)	(372 643)
	75 977	21 130

The loans are unsecured and interest free with no fixed terms of repayment. In the absence of contractually agreed repayment terms, the fair value of these loans are deemed to be equal to the carrying value. Long outstanding loans where repayments are not deemed likely are identified at each balance sheet date and assessed for impairment.

4. INVESTMENTS

AVAILABLE FOR SALE FINANCIAL INSTRUMENTS AT FAIR VALUE

Unit trusts - Oikocredit	404 397	346 531
Unit trusts - Allan Gray Stable Fund	33 178 616	31 750 452
	33 583 013	32 096 983

Fair values are determined annually at balance sheet date based on open market value.

5. INVENTORIES

Church resources	379 878	255 310
Inventories (write-downs)	(21 673)	(21 975)
	358 205	233 335

6. TRADE AND OTHER RECEIVABLES

Prepayments	655 319	427 615
Deposits	6 298	6 298
Other receivables	190 147	87 304
	851 764	521 217

7. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of:

Cash on hand	16 797	19 191
Bank balances	2 797 381	5 178 428
	2 814 178	5 197 619

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in Rand	2015	2014
8. RESTRICTED PURPOSE FUNDS		
Restricted purpose funds comprise donations and bequests which are to be used for specific purposes only. Donations and bequests received for restricted purposes are not recognised as income but are recognised as a liability. Similarly disbursements made from these funds are not recognised as expenditure in the income statement but are offset against the liability.		
Reserve exchange	40 344	39 935
Justice and Social Development Funds	796 712	849 628
Church Growth Funds	322 465	314 596
CWM Mission Program Support Fund *	1 218 521	1 673 200
EE Coutts Funds	5 780 146	5 540 261
David Watson Fund	-	(3 238)
PAYTS Studies	-	(261)
Presbyterian education/ bursary funds	2 118 626	1 346 423
Andrew Smith Bursary Trust	488 997	477 064
Century Thanks Giving Fund	838 559	843 069
Robert Niven Trust	24 988	10 151
Alexander and Mary Robertson Kerr Memorial Fund	1 695 017	1 830 878
External Mission Fund	63 518	61 968
Fedsem Educational Fund	526 360	513 515
J A Swan Will Trust	720 125	673 714
Mission Priorities	2 079 279	1 985 274
Irene Cuthill Fund	-	94
R B Haggart Medical Help Fund	210 514	242 617
Minister car loans	1 916 743	1 869 967
Guild Cottage Trust Fund	808 522	1 133 282
Sunday Schools Trust Fund	8 084	7 887
Ministry Funds	786 986	1 863 552
K M C Duncan Legacy Will Trust	1 445 418	1 410 144
Merge of old Funds	839 956	824 526
HHK Currie Fund	207 768	219 282
	22 937 648	23 727 528

Below details a reconciliation of the CWM Mission Program Support Fund:

Reconciliation:		
Opening balance	1 673 200	65 852
Income received	-	1 899 732
Interest	37 675	342 842
Consultation Grants	163 766	-
Expenditure	(656 120)	(635 226)
	1 218 521	1 673 200

9. TRADE AND OTHER PAYABLES

Non trade payables and accrued expenses	788 657	876 915
Long leave fund	2 238 595	2 302 763
Other payables	560 454	424 327
Unallocated deposits	524 093	444 700
	4 111 799	4 048 705

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in Rand	2015	2014
9. TRADE AND OTHER PAYABLES (continued)		
Unallocated deposits relate to amounts received by the church for which not sufficient information is available to apply such amounts.		
10. AVAILABLE FOR SALE RESERVE		
Balance at beginning of the year	15 138 006	12 728 789
Total comprehensive income	658 619	2 409 217
	15 796 625	15 138 006
11. REVALUATION RESERVE		
Revaluation reserve arising from the revaluation of land and buildings:		
Balance at beginning of the year	471 158	471 158
	471 158	471 158
12. REVENUE		
Assessment fees	10 575 266	10 111 480
Book sales	162 263	106 176
Donations and bequests	2 100	536
Rental income	61 600	28 550
	10 801 229	10 246 742
13. OPERATING DEFICIT		
Operating deficit for the year is stated after accounting for the following:		
(Loss)/profit on sale of assets	(42 082)	10 000
Profit on exchange differences	-	27 672
Depreciation on property, plant and equipment	145 371	115 102
Employee costs - Central office own expense	2 764 574	2 302 103
Employee costs - Other UPCSA expense	1 133 635	1 432 653
14. INVESTMENT REVENUE		
Interest revenue		
Loans	7 077	60 047

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in Rand	2015	2014
15. CASH (USED IN) GENERATED FROM OPERATIONS		
(Deficit)/surplus before taxation	(290 964)	18 387
Adjustments for:		
Depreciation and amortisation	145 371	115 102
Loss/(profit) on sale of assets	42 082	(10 000)
Interest received	(7 077)	(60 047)
Finance costs	517	-
Changes in working capital:		
Inventories	(124 870)	35 541
Trade and other receivables	(330 546)	1 325 462
Trade and other payables	63 094	(166 631)
	(502 393)	1 257 814

16. CONTINGENCIES

Reverend G F Tyani is currently in the process of suing The Uniting Presbyterian Church and Mr. S G Matiso for R1 000 000 for defamation of character. Management and their advisors cannot determine if the law suit will be successful, and are unable to reliably determine the amount of penalties and damages that may be payable.

17. OTHER COMPREHENSIVE INCOME

Components of other comprehensive income - 2015

	Gross	Tax	Net
Available-for-sale financial assets adjustments			
Investments held	658 619	-	658 619

Components of other comprehensive income - 2014

	Gross	Tax	Net
Available for sale financial assets adjustments			
Investments held	2 409 217	-	2 409 217

18. GRANTS

Grants include specific allocations made by the Ministry for training, accommodation, subsistence, university fees, student allowances against specific fund accounts shown as liabilities in the balance sheet, and allocations made from the centenary and thanks giving funds for various denomination projects, and supplementary pension and medical aid subsidies (i.e EE Coutts, various bursary allocations to be drawn on as when required, ministerial training, ministerial formation, The FEDSEM educational fund, centenary and thanks giving funds).

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
 (Registration number MM 0021/01/04)
 Annual Financial Statements for the year ended 30 June 2015

DETAILED STATEMENT OF COMPREHENSIVE INCOME

Figures in Rand	Note	2015	2014
Revenue			
Assessment fees		10 575 266	10 111 480
Book sales		162 263	106 176
Donations and bequests		2 100	536
Rental Income		61 600	28 550
	12	10 801 229	10 246 742
		-	-
Other income			
Recoveries		-	16 000
Interest received	14	7 077	60 047
Gains on disposal of assets		-	10 000
		7 077	86 047
Expenses (Refer to page 19)		(11 098 755)	(10 314 402)
Surplus/(deficit) for the year	13	(290 449)	18 387
Finance costs		(517)	-
Surplus/(deficit) for the year		(290 966)	18 387

THE UNITING PRESBYTERIAN CHURCH IN SOUTHERN AFRICA
(Registration number MM 0021/01/04)
Annual Financial Statements for the year ended 30 June 2015

DETAILED STATEMENT OF COMPREHENSIVE INCOME

Figures in Rand	Note	2015	2014
Operating expenses			
Administration and management fees		(261 354)	(100 701)
Assembly		(28 822)	(8 338)
Auditors' remuneration	20	(169 267)	(360 001)
Bad debts		46 904	-
Bank charges		(77 104)	(78 271)
Bursaries		(1 059 811)	(1 278 012)
Committee expenses - including travel		(1 552 782)	(1 082 822)
Computer expenses		(1 259)	(4 636)
Conference costs		(28 848)	(255 373)
Consultative Committee		(3 461)	(10 000)
Depreciation		(145 371)	(115 102)
Donations		477	32 965
Employee costs - Central office own expense		(2 764 574)	(2 302 103)
Employee costs - Other UPCSAs expense		(1 133 635)	(1 432 653)
Grants		(1 656 090)	(1 160 930)
IT expenses		(108 056)	(108 833)
Insurance		(46 930)	(98 743)
Legal expenses		(340 304)	(78 084)
Moderator costs		(179 903)	(306 385)
Motor vehicle expenses		(167 868)	(194 681)
Other expenses		(51 051)	(27 101)
Printing and stationery		(182 192)	(157 856)
Profit and loss on exchange differences		-	(27 672)
Profit and loss on sale of assets		(42 082)	-
Repairs and maintenance		(257 278)	(356 802)
Resource purchases		(106 874)	(8 327)
Subscriptions		(80 918)	(53 015)
Sundry expenses - ministry and committees		(520 824)	(585 453)
Telephone and fax		(150 128)	(155 473)
Transport and freight		(29 350)	-
		(11 098 755)	(10 314 402)

