

RICHMOND HILL SRA NPC
(REGISTRATION NUMBER 2014/257578/08)
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

Clinton William Mullins
Chartered Accountants (S.A.)
Registered Auditors

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

Issued 14 November 2016

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

GENERAL INFORMATION

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Community-Based Private Urban Management
Directors	KS Slattery RO Norton SM Rollo
Registered office	15 Stanley Street Richmond Hill Port Elizabeth 6001
Business address	15 Stanley Street Richmond Hill Port Elizabeth 6001
Postal address	PO Box 34937 Newton Park Port Elizabeth 6055
Bankers	Standard Bank of South Africa Ltd
Auditor's	Clinton William Mullins Chartered Accountants (S.A.) Registered Auditors IRBA Practice No. : 975035/0000
Tax reference number	9133691197

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

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

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Level of assurance

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

Published

14 November 2016

Independent Auditors' Report to the Directors of Richmond Hill SRA NPC

We have audited the annual financial statements of Richmond Hill SRA NPC, as set out on pages 6 to 12, which comprise the statement of financial position as at 30 June 2016, 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.

Directors' Responsibility for the Annual Financial Statements

The company's directors' are responsible for the preparation and fair presentation of these annual financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and requirements of the Companies Act 71 of 2008, and for such internal control as the directors' determine is necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these annual 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 annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the annual 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 company'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 annual financial statements.

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

Opinion

In our opinion, the annual financial statements of Richmond Hill SRA NPC for the year then ended 30 June 2016 are prepared, in all material respects, in accordance with the basis of accounting described in notes to the annual financial statements, and the requirements of the Companies Act 71 of 2008.



Clinton William Mullins
Registered Auditor

14 November 2016

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

Directors' Responsibilities and Approval

The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are 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 company 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 auditor's is 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 directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board 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 company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

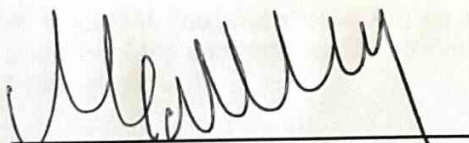
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial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

The directors have reviewed the company's cash flow forecast for the year to 30 June 2017 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

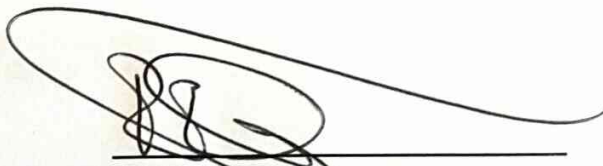
The external auditor's are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditor's and their report is presented on page 4.

The annual financial statements set out on pages 4 to 12, which have been prepared on the going concern basis, were approved by the board on 14 November 2016 and were signed on its behalf by:

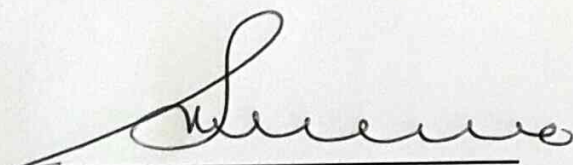
Approval of financial statements



KS Slattery



RO Norton



SM Rollo

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

DIRECTORS' REPORT

The directors have pleasure in submitting their report on the annual financial statements of Richmond Hill SRA NPC and its associates for the year ended 30 June 2016.

1. Incorporation

The company was incorporated on 20 November 2014 and obtained its certificate to commence business on the same day.

2. Nature of business

Richmond Hill SRA NPC was incorporated in South Africa with interests in the Non-profit industry. The company operates as a Community-Based Urban Management organisation.

3. Review of financial results and activities

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these annual financial statements.

4. Directors

The directors in office at the date of this report are as follows:

Directors	Office	Designation	Nationality
KS Slattery	Chairperson	Non-executive Independent	
RO Norton	Chairperson	Executive	
SM Rollo	Chief Operating Officer	Non-executive Independent	

5. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

6. Auditors

Clinton William Mullins continued in office as auditors for the company for 2016.

At the AGM, the shareholder will be requested to reappoint Clinton William Mullins as the independent external auditors of the company and to confirm Mr Clinton William Mullins as the designated lead audit partner for the 2017 financial year.

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2016

Figures in Rand	Note(s)	2016	2015
Assets			
Non-Current Assets			
Property, plant and equipment	2	157,766	95,000
Current Assets			
Trade and other receivables	3	74,879	133,000
Cash and cash equivalents	4	404,892	402,117
		479,771	535,117
Total Assets		637,537	630,117
Equity and Liabilities			
Equity			
Retained income		629,445	621,856
Liabilities			
Current Liabilities			
Trade and other payables	5	8,092	8,261
Total Equity and Liabilities		637,537	630,117

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

STATEMENT OF COMPREHENSIVE INCOME

Figures in Rand	Note(s)	2016	2015
Revenue	6	823,676	840,000
Other income	7	4,500	2,018
Operating expenses		(833,736)	(220,762)
Operating (loss) profit		(5,560)	621,256
Investment revenue	8	13,149	600
Profit for the year		7,589	621,856
Other comprehensive income		-	-
Total comprehensive income for the year		7,589	621,856

STATEMENT OF CHANGES IN EQUITY

Figures in Rand	Retained income	Total equity
Profit for the year	621,856	621,856
Other comprehensive income	-	-
Total comprehensive income for the year	621,856	621,856
Balance at 01 July 2015	621,856	621,856
Profit for the year	7,589	7,589
Other comprehensive income	-	-
Total comprehensive income for the year	7,589	7,589
Balance at 30 June 2016	629,445	629,445

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

STATEMENT OF CASH FLOWS

Figures in Rand	Note(s)	2016	2015
Cash flows from operating activities			
Cash generated from operations	10	93,421	501,517
Interest income		13,149	600
Net cash from operating activities		106,570	502,117
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(103,795)	(100,000)
Total cash movement for the year		2,775	402,117
Cash at the beginning of the year		402,117	-
Total cash at end of the year	4	404,892	402,117

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

ACCOUNTING POLICIES

1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost include costs incurred initially to acquire or construct an item of property, plant 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, plant and equipment, the carrying amount of the replaced part is derecognised.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment as follows:

Item	Depreciation method	Average useful life
Motor vehicles	Straight line	5.0 years
Equipment - Environmental Activities	Straight line	4.0 years

The residual value, depreciation method and useful life of each asset are reviewed only where there is an indication that there has been a significant change from the previous estimate.

1.2 Financial instruments

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

1.3 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

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.

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

ACCOUNTING POLICIES

1.4 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

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

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2016			2015		
2. Property, plant and equipment						
	2016			2015		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Motor vehicles	198,400	(44,680)	153,720	100,000	(5,000)	95,000
Equipment - Environmental Activities	5,395	(1,349)	4,046	-	-	-
Total	203,795	(46,029)	157,766	100,000	(5,000)	95,000
Reconciliation of property, plant and equipment - 2016						
	Opening balance	Additions	Depreciation	Total		
Motor vehicles	95,000	98,400	(39,680)	153,720		
Equipment - Environmental Activities	-	5,395	(1,349)	4,046		
	95,000	103,795	(41,029)	157,766		
Reconciliation of property, plant and equipment - 2015						
	Opening balance	Additions	Depreciation	Total		
Motor vehicles	-	100,000	(5,000)	95,000		
3. Trade and other receivables						
Trade receivables			74,879	133,000		
4. Cash and cash equivalents						
Cash and cash equivalents consist of:						
Cash on hand			3,587	2,391		
Current Account - Standard Bank			37,556	249,126		
Money Market Account - Standard Bank			363,749	150,600		
			404,892	402,117		
5. Trade and other payables						
Accrued audit fees			6,800	6,000		
Other payables - PAYE and UIF			1,292	2,261		
			8,092	8,261		
6. Revenue						
Special rates from Nelson Mandela Bay Metropolitan Municipality			823,676	840,000		
7. Other income						
Donations			4,500	2,018		

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in Rand	2016	2015
8. Investment revenue		
Interest revenue		
Bank	13,149	600
9. Taxation		
No provision has been made for 2016 tax as the entity is registered as a non-profit company with SARS.		
10. Cash generated from operations		
Profit before taxation	7,589	621,856
Adjustments for:		
Depreciation and amortisation	41,029	5,000
Interest received	(13,149)	(600)
Changes in working capital:		
Trade and other receivables	58,120	(133,000)
Trade and other payables	(168)	8,261
	93,421	501,517

RICHMOND HILL SRA NPC

(Registration number 2014/257578/08)

Annual Financial Statements for the year ended 30 June 2016

DETAILED INCOME STATEMENT

Figures in Rand	Note(s)	2016	2015
Revenue			
Sale of goods		823,676	840,000
Other income			
Other income		4,500	2,018
Interest received	8	13,149	600
		17,649	2,618
Operating expenses			
Advertising		1,003	2,850
Auditors remuneration		9,901	6,000
Bank charges		2,677	866
Cleaning		-	1,615
Computer expenses		11,019	6,737
Depreciation, amortisation and impairments		41,029	5,000
Employee costs		444,278	4,908
Environment core activities		88,485	96,767
Insurance		14,954	2,377
Lease rentals on operating lease		21,900	7,900
Levies		-	42,000
Medical expenses		-	861
Motor vehicle expenses		155,247	21,951
Printing and stationery		1,042	-
Repairs and maintenance		3,519	1,242
Security		-	3,170
Staff welfare		27,222	9,720
Subscriptions		126	120
Telephone and fax		11,334	2,945
Training		-	1,800
Travel - local		-	1,933
		833,736	220,762
Profit for the year		7,589	621,856



Clinton Mullins
Chartered Accountant / Registered Auditor

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11 Westbourne Road, Richmond Hill,
Port Elizabeth, 6001

The Directors
Richmond Hill SRA NPC
15 Stanley Street
Richmond Hill
Port Elizabeth
6001

12 November 2016

Dear Sirs

You have requested that we audit the financial statements of Richmond Hill SRA NPC which comprise the statement of financial position as at 30 June 2016, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information. We are pleased to confirm our acceptance and our understanding of this audit engagement by means of this letter. Our audit will be conducted with the objective of our expressing an opinion on the financial statements.

We will conduct our audit in accordance with International Standards on Auditing (ISAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. 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. Because of the inherent limitations of an audit, together with the inherent limitations of internal control, there is an unavoidable risk that some material misstatements may not be detected, even though the audit is properly planned and performed in accordance with ISAs.

In making our risk assessments, we consider internal control relevant to the entity's preparation 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 entity's internal control. However, we will communicate to you in writing concerning any significant deficiencies in internal control relevant to the audit of the financial statements that we have identified during the audit.

However, should you at any time require a specific investigation for the purpose of providing affirmation with regard to the operation of any aspect of your internal control structure, or for any other purpose, this would be undertaken at your request as a separate engagement.

Our audit will be conducted on the basis that management acknowledge and understand that they have responsibility:

1. For the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standard for Small and

- Medium-sized Entities, and in the manner required by the Company's Constitution.;
2. For such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
 3. To provide us with:
 - a. Access to all information of which management is aware that is relevant to the preparation of the financial statements such as records, documentation and other matters;
 - b. Additional information that we may request from management for the purpose of the audit; and
 - c. Unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence.

Representations by management

As part of our audit process, we will request from management written confirmation concerning representations made to us in connection with the audit.

We look forward to full cooperation from your staff during our audit.

Reportable Irregularities

We draw your attention to the Auditing Profession Act, which requires the communication of Reportable Irregularities. This Act requires the auditor to report to the Independent Regulatory Board for Auditors (IRBA) immediately they become aware of an irregularity, and only report to management within three days thereafter. The auditor must then discuss the matter with management within 30 days before sending another report to the IRBA. Furthermore, S52 makes it a criminal offence for the auditor not to report such an irregularity and provides for the imposition of a fine and/or imprisonment of up to ten years.

Reporting

We expect our report on the financial statements to be as follows:

"INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF RICHMOND HILL SRA NPC

We have audited the financial statements of Richmond Hill SRA NPC set out on pages 6 to 12 which comprise the statement of financial position as at 30 June 2016, 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

Director's Responsibility for the Financial Statements

The Company's Directors are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Company's Constitution of South Africa, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's 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 about 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 auditor's 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 auditor considers internal control relevant to the entity'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 entity'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.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Richmond Hill SRA NPC at 30 June 2016, 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 and the requirements of the Company's Constitution.

Other reports required by the Company's Constitution

As part of our audit of the financial statements for the year ended 30 June 2016, we have read the Directors' Report for the purpose of identifying whether there are material inconsistencies between this report and the audited financial statements. The Directors' Report is the responsibility of the Directors. Based on reading the Directors' Report we have not identified material inconsistencies between this report and the audited financial statements. However, we have not audited the Directors' Report and accordingly do not express an opinion thereon.

Supplementary information

Without qualifying our opinion, we draw attention to the fact that the supplementary schedule set out on page A does not form part of the financial statements and is presented as additional information. We have not audited this schedule and accordingly we do not express an opinion on them."

Documents issued with the financial statements

To assist us with our audit of your financial statements, we shall request sight of all documents or statements, including the chairman's statement and management's reports that are to be issued with the financial statements.

Confidentiality

We undertake to ensure that information gathered during the audit will be treated as confidential by our partners and staff, and that this confidentiality will be maintained and accessibility controlled during subsequent storage of engagement documentation.

Preparation of annual financial statements

We shall prepare annual financial statements of the Company from information presented to us by the Directors. However, the Directors' statutory responsibility, noted above, for ensuring that the financial statements give a fair presentation of the state of affairs and results of the Company, will continue.

Fees

Our fees are based on the time spent on your affairs by our partners and staff, and on the levels of skill and responsibility involved. Our fees, plus expenses, will be billed at appropriate intervals during the course of the year and settlement is due within 30 days of invoice.

Agreement of terms

Once it has been agreed, this letter will remain effective until it is replaced. We shall be grateful if you will confirm your agreement to the terms of this letter and our respective responsibilities by signing and returning the enclosed copy, or let us know if the terms of our engagement are not in accordance with your understanding.

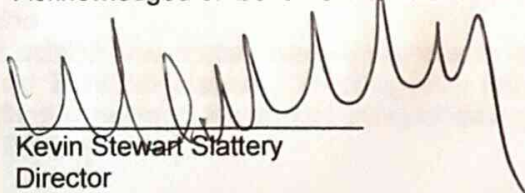
Yours faithfully



Clinton William Mullins

Chartered Accountant (SA)
Registered Auditor

Acknowledged on behalf of Richmond Hill SRA NPC by:



Kevin Stewart Slattery
Director

12 November 2016



Clinton Mullins
Chartered Accountant / Registered Auditor

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11 Westbourne Road, Richmond Hill, Port
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Independent Auditors' Report to the Directors of Richmond Hill SRA NPC

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

Opinion

In our opinion, the annual financial statements of Richmond Hill SRA NPC for the year then ended 30 June 2016 are prepared, in all material respects, in accordance with the basis of accounting described in notes to the annual financial statements, and the requirements of the Companies Act 71 of 2008.

CW Mullins

Clinton William Mullins
Registered Auditor

14 November 2016

Sole Proprietor: Clinton William Mullins - BCom, BCom (Hons) (UPE), CA (SA), RA

IRBA Practice Nr. 975 035/0000



Clinton Mullins
Chartered Accountant / Registered Auditor

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Auditors' Responsibility

Our responsibility is to express an opinion on these annual 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 annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the annual 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 company'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 annual financial statements.

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

Opinion

In our opinion, the annual financial statements of Richmond Hill SRA NPC for the year then ended 30 June 2016 are prepared, in all material respects, in accordance with the basis of accounting described in notes to the annual financial statements, and the requirements of the Companies Act 71 of 2008.

CW Mullins

Clinton William Mullins
Registered Auditor

14 November 2016

Sole Proprietor: Clinton William Mullins - BCom, BCom (Hons) (UPE), CA (SA), RA

IRBA Practice Nr: 975 035/0000



Tax Clearance Certificate Number:

0700/2/2016/A000545453

Tax Clearance Certificate - Good Standing

Enquiries

0800 00 SARS (7277)

Approved Date

2016-11-16

Expiry Date

2017-11-07

Company registration number 2014/257578/08

Income Tax 9133691197
THE RICHMOND HILL SRA NPC

PAYE 7760791345
THE RICHMOND HILL SRA NPC

Trading Name THE RICHMOND HILL SRA NPC

It is hereby confirmed that, on the basis of the information at the disposal of the South African Revenue Service (SARS), the above-mentioned taxpayer has complied with the requirements as set out in the Tax Administration Act.

This certificate is valid until the expiry date reflected above, subject to the taxpayer's continued tax compliance. To verify the validity of this certificate, contact SARS through any of the following channels:

- via eFiling
- by calling the SARS Contact Centre
- at your nearest SARS branch

This certificate is issued in respect of the taxpayer's tax compliance status only, and does not address any other aspect of the taxpayer's affairs.

This certificate is issued free of charge by SARS

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Richmond Hill SRA NPC
15 Slattery Street
Richmond Hill
Port Elizabeth
6001

Clinton William Mullins
Registered Auditor
11 Westbourne Road
Port Elizabeth
6001

14 November 2016

Dear Sir

We confirm that, to the best of our knowledge and belief, and having made such enquiries as we considered necessary for the purpose of appropriately informing ourselves, the following:

1. Financial statements

We have fulfilled our responsibilities, as set out in the terms of the engagement letter dated 12 November 2016, for the preparation of the financial statements, and confirm that the financial statements fairly present, in all material respects, the state of affairs, results of the operations and cash flows of Richmond Hill SRA NPC in accordance with and the manner required by the Companies Act, Nr 71 Of 2008.

2. Information provided

We have provided you with:

- (a) Access to all information of which we are aware that is relevant to the preparation of the financial statements such as records, documentation and other matters;
- (b) Additional information that you have requested from us for the purpose of the audit; and
- (c) Unrestricted access to persons within the entity from whom you determined it necessary to obtain evidence.

All transactions have been recorded in the accounting records and are reflected in the financial statements.

3. Accounting estimates and fair value measurements

We confirm that the following representations made to you or implied by us during the course of the audit are, to the best of our knowledge and belief accurate:

- (a) That the assumptions and models used in determining the accounting estimates are appropriate in the context of the and applied consistently throughout the process;
- (b) Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable;
- (c) That the assumptions appropriately reflect management's intent;
- (d) That disclosures related to accounting estimates are complete and appropriate under the circumstances; and
- (e) That no subsequent event requires adjustment to the accounting estimates and disclosures included in the financial statements.

4. Laws and regulations

We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing financial statements.

5. Litigations and claims

The estimated effect of pending or threatened litigation and claims against Richmond Hill SRA NPC, have been properly recorded or disclosed in the financial statements.

Except as disclosed in the notes to the financial statements, we are not aware of any additional claims that have been or are expected to be received.

6. Related parties

We have disclosed to you the identity of all related parties to Richmond Hill SRA NPC and all related party relationships and transactions of which we are aware.

We have appropriately accounted for and disclosed the identity of, and balances and transactions with, related parties in accordance with the requirements of the relevant IAS.

7. Going concern

We have disclosed to you all information relevant to preparation of the financial statements in accordance with the going concern assumption.

8. Subsequent events

All events subsequent to the date of the financial statements and for which require adjustment or disclosure have been adjusted for or disclosed in the financial statements and notes thereto.

9. Fraud

We understand that the term 'fraud' includes misstatements resulting from fraudulent financial reporting and misstatements resulting from misappropriation of assets. Misstatements resulting from fraudulent financial reporting involve intentional misstatements including omissions of amounts or disclosures in the financial statements to deceive financial statement users. Misstatements resulting from misappropriation of assets involve theft of an entity's assets, often accompanied by false or misleading records or documents to conceal the fact that the assets are missing or have been pledged without proper authorisation.

We acknowledge responsibility for the design, implementation and operation of internal controls to prevent and detect fraud and error.

There have been no instances of fraud or suspected fraud that we are aware of and that affects the company and involves:

- (a) Management;
- (b) Employees who have significant roles in internal control; or
- (c) Others where the fraud could have a material effect on the financial statements.

There have been no allegations of fraud, or suspected fraud, affecting Richmond Hill SRA NPC financial statements communicated by employees, former employees, analysts, regulators or others.

We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

10. Uncorrected misstatements

The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole.

11. Comparatives

There are no significant matters that have arisen that would require a restatement of the comparatives.

12. Current assets

Current assets have a value, on realisation in the normal course of business or an expected cost benefit, at least equal to the amounts at which they are stated in the statement of financial position.

Receivables reported in the financial statements represent valid claims against debtors for sales or other charges arising on or before year-end date and appropriate provisions have been made for any impairment losses that may be sustained.

13. Property, plant and equipment

The carrying values at which property, plant and equipment are stated in the balance sheet were arrived at after:

- (a) Taking into account, as additions, all expenditure (excluding expenditure of a revenue nature) during the year, which represented capital outlay on these assets.
- (b) Writing off of all amounts relating to items which have been sold and scrapped by year-end date.
- (c) Providing for depreciation / amortisation on a scale to cover obsolescence as well as wear and tear and thus reduce the net book value of the assets to their estimated residual values over the economically useful lives thereof.

14. Impairment

We have reviewed the carrying amount of assets whenever events or changes in the circumstances have indicated that the carrying amount of assets may not be recoverable and have appropriately recorded any impairment adjustment.

15. Financial instruments

We confirm that we have reviewed all financial assets and liabilities outstanding as at 30 June 2016 and have correctly classified them as required by IFRS for SMEs.

Financial assets and financial liabilities were offset and the net amount reported in the balance sheet only where the entity had a legal enforceable right to offset the recognised amounts; and the entity intends to settle on a net basis, or to realise the asset and settle the liability simultaneously.

The necessary information about financial instruments with off-balance-sheet risk and those financial instruments with credit risk and / or interest rate risk have been properly disclosed in the financial statements as required by IFRS for SMEs.

16. Income tax

The deferred tax valuation, if applicable, has been determined pursuant to the provisions of including the company's estimation of future taxable income. The deferred tax valuation has been recognised for all deductible temporary differences as required by the relevant IAS.

17. Contractual agreements

The company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. All contractual arrangements entered into by the company have been properly reflected in the accounting records and where material or potentially material to the financial statements have been disclosed.

18. Encumbrances

The company has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets, except those disclosed in the notes to the financial statements.

19. Commitments

At year-end date, there were no material commitments under contracts concluded for capital expenditure, forward contracts of purchase and sale of foreign exchange or amounts of capital expenditure authorised by the trustee which had not been contracted for, other than those provided for or disclosed in the financial statements.

20. Financial statement disclosure

The following have been properly recorded and when APPROPRIATE and APPLICABLE, adequately disclosed in the financial statements:

- (a) Losses arising from sale and purchase commitments;
- (b) Agreement and options to buy back assets previously sold;
- (c) Assets pledged as collateral;
- (d) Off-balance-sheet activities, including transactions with special purpose entities, non-consolidation and revenue recognition;
- (e) Significant common ownership or management control relationships;
- (f) Changes in accounting principles affecting consistency; and
- (g) Share repurchase options and agreements and share reserved for options, warrants, conversions and other requirements.
- (h) Post-balance sheet events
- (i) Related party balances and transactions

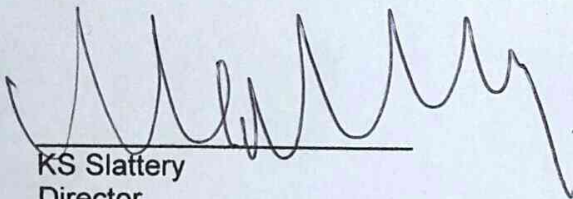
Except as disclosed in the financial statements or notes thereto, there are no:

- (a) Other gain or loss contingencies or other liabilities that are recognised or disclosed in the financial statements, including liabilities or contingencies arising from environmental matters resulting from illegal or possible illegal acts, or possible violations of human rights; or
- (b) Other environmental matters that may have a material impact on the financial statements.

21. Journal Entries

Although guided by the auditors on certain aspects relating hereto, we take full responsibility for the passing of and ultimate effect of all journal entries made for the year.

Signed on behalf of Richmond Hill SRA NPC,



KS Slattery
Director

14 November 2016