

**Wine Lands Cycling Club**  
**(Registration number 154-808 NPO)**  
**Annual Financial Statements**  
**for the year ended 31 December 2023**

# **Wine Lands Cycling Club**

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## **General Information**

---

<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Recreational sports club
<b>Management committee members</b>	P. de Klerk (Chairperson) A. Marsh (Vice-chairperson) T. Wittenberg (Treasurer) P. de Klerk (Acting secretary)
<b>Registered office</b>	40 Dianthus Street Heldervue Somerset West 7130
<b>Postal address</b>	Wine Lands Cycling Club C/O Mr. Paul de Klerk 26 Vergenoegd Street, Steynsrust Somerset West 7130
<b>Level of assurance</b>	These annual financial statements have not been audited or independently reviewed.
<b>Preparer</b>	The annual financial statements were independently compiled by: DNCl Consulting (Pty) Ltd Chartered Accountant SA

# **Wine Lands Cycling Club**

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## **Index**

---

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

	<b>Page</b>
Management Committee's Responsibilities and Approval	3
Management Committee's Report	4
Practitioner's Compilation Report	5
Statement of Financial Position	6
Statement of Comprehensive Income	7
Statement of Changes in Reserves	8
Statement of Cash Flows	9
Accounting Policies	10 - 11
Notes to the Annual Financial Statements	12 - 13

# Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## Management Committee's Responsibilities and Approval

---

The management committee members 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 association 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 basis of accounting as set out in Note 1 to the financial statements.

The annual financial statements are prepared in accordance with the basis of accounting described in Note 1 and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The members 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 members have reviewed the associations's cash flow forecast for the year to 31 December 2024 and, in the light of this review and the current financial position, they are satisfied that the association has or has access to adequate resources to continue in operational existence for the foreseeable future.

The annual financial statements set out on pages 6 to 13, which have been prepared on the going concern basis, were approved by the management committee members on 19 February 2024 and were signed on its behalf by:

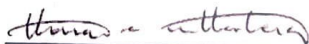
### Approval of annual financial statements



P. de Klerk (Chairperson)



A. Marsh (Vice-chairperson)



T. Wittenberg (Treasurer)



# Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021  
(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## Management Committee's Report

---

The management committee members have pleasure in submitting their report on the annual financial statements of Wine Lands Cycling Club for the year ended 31 December 2023.

### 1. Nature of business

Wine Lands Cycling Club was incorporated in South Africa with interests in the non-profit sector. The association operates in South Africa.

The association is engaged as a recreational sports club in the winelands and surrounding communities.

There have been no material changes to the nature of the association's business from the prior year.

### 2. Review of financial results and activities

The annual financial statements have been prepared in accordance with Entity specific basis of accounting and the requirements of the Non-profit organisations Act. 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 association are set out in these annual financial statements.

### 3. Management committee members

The management committee members in office at the date of this report are as follows:

#### Members

P. de Klerk (Chairperson)  
A. Marsh (Vice-chairperson)  
T. Wittenberg (Treasurer)  
E. Venter (Secretary)

P. de Klerk (Acting secretary)

#### Changes

Resigned Thursday, 12  
October 2023  
Appointed Thursday, 12  
October 2023

### 4. Events after the reporting period

The management committee members are not aware of any material event which occurred after the reporting date and up to the date of this report that have otherwise not been disclosed in these annual financial statements.

### 5. Going concern

The members believe that the association has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The members have satisfied themselves that the association is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The members are not aware of any new material changes that may adversely impact the association. The members are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the association.

### 6. Secretary

The company secretary was E. Venter, who resigned on 12 October 2023. The acting company secretary is P. de Klerk.

# Practitioner's Compilation Report

---

**To the Committee Members of Wine Lands Cycling Club**

I have compiled the annual financial statements of Wine Lands Cycling Club, as set out on pages 6 to 13, based on information you have provided. These annual financial statements comprise the statement of financial position of Wine Lands Cycling Club as at 31 December 2023, the statement of comprehensive income and statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

I performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

I have applied my expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements on the basis of accounting described in Note 1 to the annual financial statements. I have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These annual financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, I am not required to verify the accuracy or completeness of the information you provided to me to compile these annual financial statements. Accordingly, I do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the basis of accounting described in Note 1 to the annual financial statements.

---

**DNCI Consulting (Pty) Ltd**  
**Director**  
**Chartered Accountant SA**

**19 February 2024**  
**Cape Town**

## Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

### Statement of Financial Position as at 31 December 2023

Figures in Rand

	Note(s)	2023	2022
<b>Assets</b>			
Current Assets			
Inventories (Club jerseys)		14,302	58,552
Trade and other receivables	2	142,506	301,425
Current tax receivable		30,927	-
Cash and cash equivalents	3	1,258,095	1,140,268
<b>Total Assets</b>		<b>1,445,830</b>	<b>1,500,245</b>
		<b>1,445,830</b>	<b>1,500,245</b>
<b>Equity and Liabilities</b>			
Equity			
Accumulated surplus		87,928	79,842
<b>Liabilities</b>			
Current Liabilities			
Trade and other payables	4	1,294,802	1,420,403
Provisions	5	63,100	-
<b>Total Equity and Liabilities</b>		<b>1,357,902</b>	<b>1,420,403</b>
		<b>1,445,830</b>	<b>1,500,245</b>



# Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021  
(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## Statement of Comprehensive Income

Figures in Rand

	Note(s)	2023	2022
<b>Revenue</b>			
Membership fees			
Conferences		3,911,943	3,117,087
Club jerseys		-	89,750
R44 trail donation		44,250	143,850
Temporary permits		80,000	135,000
Trail use by events		129,146	45,180
Other miscellaneous income		85,000	147,500
		209,952	16,890
	6	<b>4,460,291</b>	<b>3,695,257</b>
<b>Cost of sales</b>			
Opening stock			
Purchases		(58,552)	-
Closing stock (Club jerseys)		-	(58,552)
		14,302	58,552
		<b>(44,250)</b>	<b>-</b>
<b>Gross profit</b>		<b>4,416,041</b>	<b>3,695,257</b>
<b>Operating expenses</b>			
Administrative fees			
Advertising - Social media marketing		(87,637)	(148,935)
Affiliation fees		(235,008)	(138,834)
Bank charges		(2,500)	(2,500)
Bookkeeping fees		(5,119)	(4,629)
Charitable contributions Raithby		(56,356)	(32,050)
Club jerseys		(100,000)	(80,000)
Communications		-	(304,463)
Community and development		(6,900)	(13,081)
Conferences		(55,104)	(28,673)
Fraud - payfast		-	(89,750)
Gazebos	12	(112,416)	-
Insurance		-	(8,148)
MTB related expenses		(8,327)	-
Miscellaneous admin expenses	9	(3,220,011)	(2,576,394)
Payfast charges		-	(5,515)
Petrol and oil		(85,395)	(156,704)
Race support and spares		(2,183)	-
Road related expenses		(19,279)	(17,621)
Socials expenses	10	(287,451)	(112,500)
Website charges	11	(75,334)	(49,513)
		(85,888)	(44,250)
		<b>(4,444,908)</b>	<b>(3,813,560)</b>
<b>Operating (deficit) surplus</b>		<b>(28,867)</b>	<b>(118,303)</b>
Investment income	7	36,953	20,356
<b>Surplus (deficit) for the year</b>		<b>8,086</b>	<b>(97,947)</b>



## Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021  
(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

### Statement of Changes in Reserves

Figures in Rand	Net surplus	Total owners' funds and reserves
<b>Balance at 1 January 2022</b>	<b>177,789</b>	<b>177,789</b>
Deficit for the year	(97,947)	(97,947)
Other comprehensive income	-	-
<b>Total comprehensive loss for the year</b>	<b>(97,947)</b>	<b>(97,947)</b>
<b>Balance at 1 January 2023</b>	<b>79,842</b>	<b>79,842</b>
Surplus for the year	8,086	8,086
Other comprehensive income	-	-
<b>Total comprehensive deficit for the year</b>	<b>8,086</b>	<b>8,086</b>
<b>Balance at 31 December 2023</b>	<b>87,928</b>	<b>87,928</b>

## Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

### Statement of Cash Flows

Figures in Rand	Note(s)	2023	2022
<b>Cash flows from operating activities</b>			
Cash generated from operations	8	111,801	25,171
Interest income		36,953	20,356
Tax paid		(30,927)	-
<b>Net cash from operating activities</b>		<b>117,827</b>	<b>45,527</b>
<b>Cash flows from financing activities</b>			
Movement in other current liabilities		-	(25,520)
<b>Total cash movement for the year</b>		<b>117,827</b>	<b>20,007</b>
Cash at the beginning of the year		1,140,268	1,120,261
<b>Total cash at end of the year</b>	3	<b>1,258,095</b>	<b>1,140,268</b>

# **Wine Lands Cycling Club**

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## **Accounting Policies**

---

### **1. Basis of preparation and summary of significant accounting policies**

The annual financial statements have been prepared on a going concern basis in accordance with the accounting policies as set out below. The annual financial statements have been prepared on the historical cost basis. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

#### **1.1 Financial instruments**

##### **Initial measurement**

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through surplus or deficit) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

##### **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 surplus or deficit.

##### **Financial instruments at cost**

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

##### **Financial instruments at fair value**

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through surplus or deficit.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

#### **1.2 Impairment of assets**

The association assesses at each reporting date whether there is any indication that assets 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 surplus or deficit.

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 surplus or deficit.

# **Wine Lands Cycling Club**

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## **Accounting Policies**

---

### **1.3 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.

### **1.4 Provisions and contingencies**

Provisions are recognised when the association has an obligation at the reporting date as a result of a past event; it is probable that the association will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

### **1.5 Revenue**

Interest is recognised, in surplus or deficit, using the effective interest rate method.

Revenue consists of membership fees received in the normal course of business and is measured at the fair value of the consideration received.



# Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## Notes to the Annual Financial Statements

Figures in Rand

	2023	2022
--	------	------

### 2. Trade and other receivables

Trade receivables	-	22,000
Prepaid expenses - 2024 expenses paid in 2023 (MTB boards, Trail building and maintenance, website development, payfast fees)	142,506	279,425
	<b>142,506</b>	<b>301,425</b>

### 3. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	1,258,095	1,140,268
---------------	-----------	-----------

### 4. Trade and other payables

Prepaid membership fees	1,294,802	1,420,403
-------------------------	-----------	-----------

### 5. Provisions

#### Reconciliation of provisions - 2023

	Opening balance	Additions	Total
Provision for Winelands North In and Out	-	37,150	37,150
Provision for future expenses	-	25,950	25,950
	-	<b>63,100</b>	<b>63,100</b>

### 6. Revenue

Membership fees	3,911,943	3,117,087
Club jerseys	44,250	143,850
Conferences	-	89,750
Event trail permits, road team, wine tasting	209,952	16,890
R44 trail donation	80,000	135,000
Temporary permits	129,146	45,180
Trail use by events	85,000	147,500
	<b>4,460,291</b>	<b>3,695,257</b>

### 7. Investment revenue

Interest revenue		
Bank	36,953	20,356

### 8. Cash generated from operations

Deficit before taxation	8,086	(97,947)
Adjustments for:		
Interest received	(36,953)	(20,356)
Movements in provisions	63,100	-
Changes in working capital:		
Inventories (Club jerseys)	44,250	(58,552)
Trade and other receivables	158,919	61,176
Trade and other payables	(125,601)	140,850
	<b>111,801</b>	<b>25,171</b>

# Wine Lands Cycling Club

Formerly Wannabees Cycling Club until SGM September 2021

(Registration number: 154-808 NPO)

Annual Financial Statements for the year ended 31 December 2023

## Notes to the Annual Financial Statements

Figures in Rand

	2023	2022
<b>9. MTB related expenses</b>		
MTB boards (including distribution)	82 824	145 623
Reciprocity payments to regional trail networks	2 260 855	1 636 090
Route maintenance	473 169	435 642
Signage	28 728	52 350
Trail building	241 879	163 578
Wristbands	5 108	2 553
Bike parks	15 900	20 575
R44 trail expenses	94 718	113 933
Security	16 830	6 050
	<b><u>3 220 011</u></b>	<b><u>2 576 394</u></b>
<b>10. Road related expenses</b>		
DC support	-	12 000
Support & safety cars for club road rides	86 820	100 500
Road racing team expenses	<u>200 631</u>	<u>-</u>
	<b><u>287 451</u></b>	<b><u>112 500</u></b>
<b>11. Socials expenses</b>		
Club socials	41 478	18 347
Social - MTB	23 700	20 761
Social - Road	<u>10 155</u>	<u>10 405</u>
	<b><u>75 334</u></b>	<b><u>49 513</u></b>
<b>12. Fraud - Payfast</b>		

The club was the victim of fraud in which funds were diverted from the club's payfast account by an unknown perpetrator. Cases were opened with SAPS, FNB and Payfast's Fraud Department. The perpetrator has not been identified and it is highly unlikely the funds could be recovered. The club has taken further actions to help protect against possible fraud in the future.

### 13. Comparative figures

Certain comparative figures have been reclassified to enhance disclosure.