

NAMIBIA SWIMMING UNION
ANNUAL FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30 APRIL 2021

NAMIBIA SWIMMING UNION
Annual Financial Statements
30 April 2021

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STATEMENT OF COMMITTEES' RESPONSIBILITY AND APPROVAL

1. The committee is responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements.
2. The committee is also responsible for the union's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets and to prevent and detect misstatements and loss. Nothing has come to the attention of the committee to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the period under review.
3. The financial statements have been prepared on the going concern basis, since the committee has every reason to believe that the union has adequate resources in place to continue in operation for the foreseeable future.

APPROVAL

The annual financial statements set out on pages 6 to 15, which are the responsibility of the committee, were approved by them and are signed on their behalf by:



President



Treasurer

7 July 2021

Date

WINDHOEK

INDEPENDENT AUDITOR'S REPORT

To the members of Namibia Swimming Union

Report on the Audit of the Annual Financial Statements

Qualified Opinion

We have audited the Annual Financial Statements of Namibia Swimming Union set out on 6 to 15, which comprise the Statement of Financial Position as at 30 April 2021, and the Statement of Comprehensive Income for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matters described in the basis for qualified opinion section of our report, the Annual Financial Statements present fairly, in all material respects, the financial position of Namibia Swimming Union as at 30 April 2021, and its financial performance for the year then ended in accordance with the basis of accounting described in note 1 to the financial statements.

Basis for qualified opinion

Sponsorship income and cash donations, grants received and event funding are a significant source of income for the Union. The board has determined that it is impractical to establish internal controls over cash collections from donations and fundraising activities prior to initial entry of the collections in the accounting records. We were therefore unable to confirm whether all cash donations and fundraising income were recorded.

We did not observe the counting of physical inventories stated at N\$ 21,324 as at 30 April 2021, as this would entail expenditure out of proportion to the benefits to be obtained. Owing to the nature of the company's records, we were unable to obtain sufficient appropriate audit evidence to satisfy ourselves as to inventory quantities and existence by other audit procedures.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants International Code of Ethics for Professional Accountants (including International Independence Standards) and other independence requirements applicable to performing audits of financial statements in Namibia. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis of accounting and restriction on distribution and use

Without modifying our opinion, we draw attention to note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the Union in providing financial statements to the board and members. As a result, the financial statements may not be suitable for another purpose.

INDEPENDENT AUDITOR'S REPORT

To the members of Namibia Swimming Union (continued)

Non-compliance with International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs)

Without further modifying our opinion, we emphasize that the basis of accounting, presentation and disclosure contained in the annual financial statements are not intended to, and do not comply with all the requirements of International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs).

Other information

The members are responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Annual Financial Statements and our auditor's report thereon.

Our opinion on the Annual Financial Statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Annual Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Annual Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibilities of the members for the Annual Financial Statements

The members are responsible for the preparation and fair presentation of the Annual Financial Statements in accordance with the basis of accounting as set out in note 1 to the financial statements, and for such internal control as the members determine is necessary to enable the preparation of Annual Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Annual Financial Statements, the members are responsible for assessing the Union's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the Union or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the Annual Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Annual Financial Statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



INDEPENDENT AUDITOR'S REPORT

To the members of Namibia Swimming Union (continued)

Auditor's responsibilities for the audit of the Annual Financial Statements (continued)

- Obtain an understanding of internal control relevant to the audit 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 Union's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the members.
- Conclude on the appropriateness of the members' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Union's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Annual Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Union to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Financial Statements, including the disclosures, and whether the Annual Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



PKF FCS Auditors
Registered Accountants and Auditors
Chartered Accountants (Namibia)
Per: Uwe Wolff
Partner

8 July 2021
Windhoek

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STATEMENT OF FINANCIAL POSITION

	Notes	2021 N\$	2020 N\$
ASSETS			
NON-CURRENT ASSETS			
Equipment	2	155,384	257,917
		<u>155,384</u>	<u>257,917</u>
CURRENT ASSETS			
Accounts receivables and prepayments	3	92,546	86,794
Inventory	7	21,324	11,916
Bank and cash on hand	4	1,156,445	1,084,966
		<u>1,270,315</u>	<u>1,183,676</u>
TOTAL ASSETS		<u><u>1,425,699</u></u>	<u><u>1,441,593</u></u>
FUNDS AND LIABILITIES			
FUNDS			
Development trust fund		-	20,447
Accumulated funds		1,395,799	1,301,864
		<u>1,395,799</u>	<u>1,322,311</u>
CURRENT LIABILITIES			
Trade and other payables	5	-	89,382
Provisions	6	29,900	29,900
		<u>29,900</u>	<u>119,282</u>
TOTAL FUNDS AND LIABILITIES		<u><u>1,425,699</u></u>	<u><u>1,441,593</u></u>

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STATEMENT OF COMPREHENSIVE INCOME

	Notes	2021 N\$	2020 N\$
REVENUE			
Annual prize giving	B	-	43,650
Arena National Apparel	B	2,500	42,526
FINA refunds		-	4,584
Galas			
- LC galas and nationals	A	235,590	245,770
- SC galas and nationals	A	-	155,856
Grants: OASP - 2020/2021	C	328,638	444,697
CANA IV Gaborone	A	-	688,811
CANA IV Windhoek (NASU)		-	(2,573)
No shows	B	500	4,048
NNOC Grant		-	15,989
Pupkewitz gala entry fees	B	-	246,480
Registration and affiliation fees	B	120,900	90,870
Nasfed Tours Various 2020	A	-	249,290
SAJN 2021	A	231,866	
Training and meetings		14,748	-
		<u>934,742</u>	<u>2,229,998</u>
EXPENSES			
Accounting fees		10,580	8,258
Admin and consultation		20,000	40,000
Affiliation fees	B	6,693	17,547
AGM meeting expenses		4,000	-
Annual prize giving	B	-	49,713
Arena National Apparel	B	9,567	54,395
Athlete support	E	2,130	-
Audit fees	8	42,313	72,270
Bank charges		6,558	7,463
Depreciation			
- Computer equipment		-	-
- Office equipment		4,628	4,628
- Training equipment		97,905	97,905
FINA day		-	1,309
Galas			
- LC galas and nationals	A	95,126	94,988
- SC galas and nationals	A	-	80,869
Insurance		22,414	22,267
CANA IV Gaborone	A	-	798,395
OASP - 2020/2021 expenses	C	213,905	131,595
Printing & Stationery		-	1,347
		<u>535,819</u>	<u>1,482,949</u>
Sub-total carried forward		<u>535,819</u>	<u>1,482,949</u>

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STATEMENT OF COMPREHENSIVE INCOME (CONT.)

	Notes	2021 N\$	2020 N\$
Sub-total brought forward		535,819	1,482,949
Pupkewitz school gala	B	-	247,406
Repairs and maintenance		47,173	43,417
Nasfed Tours Various 2020	A	16,809	262,518
SAJN 2021	A	258,990	
Training and meetings		11,724	12,920
Transport		-	11,116
		<u>870,515</u>	<u>2,060,326</u>
PROFIT FOR THE PERIOD BEFORE FINANCE		64,227	169,672
Add : Net financial income			
Interest income		<u>9,260</u>	<u>13,704</u>
PROFIT FOR THE PERIOD		73,487	183,376
Transfer from development fund		<u>20,447</u>	-
NET PROFIT FOR THE PERIOD		<u><u>93,934</u></u>	<u><u>183,376</u></u>

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NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME

2021	Net	Income	Expenses
A1. International and SA tours	(43,933)	231,866	(275,799)
CANA IV Gaborone Refunds	-	-	-
SAJN 2021	(27,124)	231,866	(258,990)
SA Tours Various (SAJN, Levels, Aquatics)	(16,809)	-	(16,809)
A2. SC and LC galas and nationals	140,464	235,590	(95,126)
SC galas and nat	-	-	-
LC galas and nat	140,464	235,590	(95,126)
B. Related income and expense summary	107,640	123,900	(16,260)
Annual prize giving	-	-	-
Arena National Apparel	(7,067)	2,500	(9,567)
No shows	500	500	-
Pupkewitz gala entry fees	-	-	-
Registration fees and affiliation fees	114,207	120,900	(6,693)
C. OASP Grant	114,733	328,638	(213,905)
OASP Grant 20/21	114,733	328,638	(213,905)

D. Sponsorship			
Sponsor	Event	2021	2020
Mutual Insurance	Annual Prize Giving	-	10,000
IJG	SC Nationals	-	45,000
NDB Foundation	SC Nationals	-	50,000
Bank Windhoek	LC Nationals	180,000	175,000
Pupkewitz Foundation	Pupkewitz Gala	-	140,000
NNOC	Coin Dive	-	5,000
Bank Windhoek	Coin Dive	-	2,500
Santam Insurance	CANA IV Gabaronne 2020	-	5,000
Mutual Insurance	SA Level 3 Tour	-	9,000
Total		<u>180,000</u>	<u>441,500</u>
2020			
Sponsorships received has been allocated to various categories of international tours and related events as set out in A and B above			
2021			
Sponsorships received has been allocated as set out in A2 LC Galas and Nationals			

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STATEMENT OF CHANGES IN EQUITY

	2021	2020
	N\$	N\$
Development trust fund		
At the beginning of the period	20,447	20,447
Transfer to accumulated funds	(20,447)	-
	-	20,447
At the end of the period	-	20,447
Accumulated funds		
At the beginning of the period	1,301,864	1,118,488
Net profit for the period	73,487	183,376
Transfer from development trust fund	20,447	-
	1,395,798	1,301,864
At the end of the period	1,395,798	1,301,864

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STATEMENT OF CASH FLOWS

	Notes	2021 N\$	2020 N\$
OPERATING ACTIVITIES			
Cash generated from operations	9	82,665	185,034
Net financial income		<u>9,260</u>	<u>13,704</u>
CASH FLOW FROM OPERATING ACTIVITIES		<u>91,925</u>	<u>198,738</u>
INVESTING ACTIVITIES			
Equipment acquired	2	<u>-</u>	<u>-</u>
NET CASH FLOW TO INVESTING ACTIVITIES		<u>-</u>	<u>-</u>
FINANCING ACTIVITIES			
Transfer from Development Trust Fund		<u>(20,447)</u>	<u>-</u>
NET CASH FLOW FROM FINANCING ACTIVITIES		<u>(20,447)</u>	<u>-</u>
NET MOVEMENT IN CASH AND CASH EQUIVALENTS		71,478	198,738
CASH AND CASH EQUIVALENTS - BEGINNING OF PERIOD		1,084,966	886,228
CASH AND CASH EQUIVALENTS - END OF PERIOD	4	<u><u>1,156,444</u></u>	<u><u>1,084,966</u></u>

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NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Introduction

The principal accounting policies used by the association, which are consistent with those of the previous year, are set out below.

1.1 Basis of presentation

The financial statements are prepared on the historical cost basis.

1.2 Equipment

All equipment are initially recorded at cost. Cost includes all costs directly attributable to bring the assets to working conditions for their intended use. Equipment are stated at historical cost less depreciation.

Depreciation is calculated on the straight-line method to write off the cost of each asset over their estimated useful lives as follows :

Office equipment	4 years
Training equipment	3 years
Computer equipment	3 years
Motor vehicles (trailer)	5 years

1.3 Trade receivables

Trade receivables are carried at anticipated realisable value. An estimate is made for doubtful receivables based on a review of all outstanding amounts at the year-end. Bad debts are written off during the year in which they are identified.

1.4 Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand, deposits held at call with banks, and investments in money market instruments.

1.5 Provisions

Provisions are recognised when the union has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

1.6 Revenue recognition

Registration fees represent all fees actually received from union members during the year. Sponsorships and donations form part of revenue recognised during the year. Revenue is only recognised when received.

1.7 Inventory

Inventories are measured at the lower of cost and net realisable value on the first-in-first-out basis.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. EQUIPMENT

2021	Motor Vehicles N\$	Computer equipment N\$	Office equipment N\$	Training equipment N\$	Total N\$
Cost	49,450	44,388	79,631	499,638	673,107
Accumulated depreciation	(49,450)	(44,388)	(72,607)	(248,745)	(415,189)
Carrying amount - beginning of the period	-	-	7,024	250,893	257,917
Additions	-	-	-	-	-
Depreciation	-	-	(4,628)	(97,905)	(102,533)
	-	-	2,396	152,988	155,384
	49,450	44,388	79,631	499,638	673,107
Accumulated depreciation	(49,450)	(44,388)	(77,235)	(346,650)	(517,723)
Carrying amount - end of period	-	-	2,396	152,988	155,384
2020					
Cost	49,450	44,388	79,631	499,638	673,107
Accumulated depreciation	(49,450)	(44,388)	(67,979)	(150,840)	(312,656)
Carrying amount - beginning of period	-	-	11,652	348,798	360,450
Additions	-	-	-	-	-
Depreciation	-	-	(4,628)	(97,905)	(102,533)
	-	-	7,024	250,893	257,917
Cost	49,450	44,388	79,631	499,638	673,107
Accumulated depreciation	(49,450)	(44,388)	(72,607)	(248,745)	(415,189)
Carrying amount - end of period	-	-	7,024	250,893	257,917

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	2021 N\$	2020 N\$
3. ACCOUNTS RECEIVABLE AND PREPAYMENTS		
Nasfed Tours Various 2020	-	39,836
CANA IV Gabs	-	35,805
SA Senior Tour	5,253	5,253
Sundry receivable - D Lindemaier	5,900	5,900
NNOC Coaches Clinic	81,393	-
	<u>92,546</u>	<u>86,794</u>
4. CASH AND CASH EQUIVALENTS		
Cash and bank balances	530,444	868,226
Investment - Bank Windhoek	400,000	-
Investment - Old Mutual Ned Nam Corporate Fund	226,001	216,740
	<u>1,156,445</u>	<u>1,084,966</u>
The investment earned annual effective interest of 6.8% for the year.		
5. TRADE AND OTHER PAYABLES		
Payables	-	45,104
Other Accruals	-	29,680
Aqua Registration fees	-	14,598
	<u>-</u>	<u>89,382</u>
6. PROVISIONS		
Provision for audit fee	<u>29,900</u>	<u>29,900</u>
7. INVENTORY		
Arena apparel and caps on hand	<u>21,324</u>	<u>11,916</u>
8. AUDIT FEES		
Audit and related fees	<u>42,313</u>	<u>72,270</u>
<u>Fee balance summary</u>		
Audit fees	31,625	29,900
Audit fees - CANA Zone 4	-	14,950
Accounting fees - CANA and NASU	9,200	10,350
Consulting fees - AGM Attendance, finalisation of financial statements	-	10,350
Consulting fees - CANA Zone 4	-	5,175
Disbursements	1,488	575
Underprovison	-	970
	<u>42,313</u>	<u>72,270</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	2021	2020
	N\$	N\$
9. CASH GENERATED BY OPERATIONS		
Reconciliation of net operating profit with cash generated by operations:		
Net profit	93,934	183,376
Adjustment for:		
Depreciation	102,533	102,533
Finance income	(9,260)	(13,704)
Working capital changes:		
Decrease/(Increase) in accounts receivables and prepayments	(5,752)	(6,897)
Decrease/(Increase) in inventory	(9,408)	(11,916)
(Decrease)/increase in trade and other payables and provisions	<u>(89,382)</u>	<u>(68,358)</u>
	<u><u>82,665</u></u>	<u><u>185,034</u></u>