



# ISACA®

## South Africa Chapter

**Information Systems Audit and Control Association South Africa Chapter NPC  
(Registration number 2003/004050/08)  
Annual Financial Statements  
for the year ended 31 December 2021**

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## General Information

---

<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Advocating assurance, security, risk and governance of information.
<b>Directors</b>	A Volmink - President CJ Chalmers - Secretary E Taruvinga F le Roux - Treasurer K Ralebepa KL Palliam - Vice President M Daniels MI Osman MVST Livhusha RB Williams T Zororo - Past President TC Modisane
<b>Registered office</b>	Unit 1 Bellfour Office Park C/o Edmar and Rogers Street Bellville 7600
<b>Business address</b>	Unit 1 Bellfour Office Park C/o Edmar and Rogers Street Bellville 7600
<b>Postal address</b>	Postnet Suite 235 Private Bag X22 Tygervally Cape Town 7536
<b>Bankers</b>	Nedbank Limited First National Bank
<b>Auditors</b>	Nexia SAB&T Chartered Accountants (SA) Registered Auditors
<b>Company registration number</b>	2003/004050/08
<b>Tax reference number</b>	9949459144
<b>Level of assurance</b>	These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.
<b>Preparer</b>	The annual financial statements were internally compiled by: Francois le Roux Treasurer

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Index

---

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

	<b>Page</b>
Directors' Responsibilities and Approval	3
Independent Auditor's Report	4 - 5
Directors' Report	6 - 7
Statement of Financial Position	8
Statement of Comprehensive Income	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Accounting Policies	12 - 15
Notes to the Annual Financial Statements	16 - 23

The following supplementary information does not form part of the annual financial statements and is unaudited:

Detailed Income Statement	24 - 25
---------------------------	---------

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Directors' Responsibilities and Approval

---

The directors are required by the Companies Act of South Africa, 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 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 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 up to 31 December 2022 and, in 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.

### Approval of annual financial statements



---

A Volmink



---

F le Roux



---

KL Palliam

Carolynn Chalmers

Digitally signed by  
Carolynn Chalmers  
Date: 2022.05.09  
11:53:50 +02'00'

---

CJ Chalmers



# Independent Auditor's Report

## To the shareholders of Information Systems Audit and Control Association South Africa Chapter NPC

### Opinion

We have audited the annual financial statements of Information Systems Audit and Control Association South Africa Chapter NPC set out on pages 8 to 23, which comprise the statement of financial position as at 31 December 2021, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Information Systems Audit and Control Association South Africa Chapter NPC as at 31 December 2021, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. 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 Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of annual financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other information

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Companies Act of South Africa, which we obtained prior to the date of this report. Other information 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the directors for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa, and for such internal control as the directors 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company 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.
- 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

## Independent Auditor's Report

- Conclude on the appropriateness of the directors' 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 company'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 company 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.

---

**Nexia SAB&T**  
**S. Kleovoulou**  
**Partner**  
**Chartered Accountants (SA)**

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Directors' Report

---

The directors have pleasure in submitting their report on the annual financial statements of Information Systems Audit and Control Association South Africa Chapter NPC for the year ended 31 December 2021.

### 1. Nature of business

Information Systems Audit and Control Association South Africa Chapter NPC was incorporated in South Africa and the principle activity of the organisation is promoting the assurance, security, risk and governance of information systems. The company operates in South Africa.

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

### 2. 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 of South Africa. 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.

### 3. Directors

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

#### Directors

A Volmink	President
CJ Chalmers	Secretary
E Taruvinga	Appointed 1 June 2020
F le Roux	Treasurer
K Ralebepa	Appointed 1 June 2020
KL Palliam	Vice President
M Daniels	Appointed 26 February 2021
MI Osman	Appointed 1 June 2020
MVST Livhusha	Appointed 1 June 2020
RB Williams	Appointed 1 June 2020
T Zororo - Past President	Appointed 1 June 2020
TC Modisane	Appointed 1 June 2020

### 4. Property, plant and equipment

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding their use.

At 31 December 2021 the company's investment in property, plant and equipment amounted to R45 485 (2020: R30 912), of which R31 358 (2020: R5 995) was added in the current year through additions.

### 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. Going concern

The directors believe that the company 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 directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors 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 company.

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Directors' Report

---

### 7. Auditors

Nexia SAB&T continued in office as auditors for the company for 2021.

At the AGM, the shareholders will be requested to reappoint Nexia SAB&T as the independent external auditors of the company and to confirm Mr S. Kleovoulou as the designated lead audit partner for the 2022 financial year.

### 8. Statement of disclosure to the company's auditors

With respect to each person who is a director on the day that this report is approved:

- there is, so far as the person is aware, no relevant audit information of which the company's auditors are unaware; and
- the person has taken all the steps that he or she ought to have taken as a director to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### 9. Acknowledgements

Thanks and appreciation are extended to all of our members, staff, the sponsors, volunteers and suppliers for their continued support of the company.

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Statement of Financial Position as at 31 December 2021

Figures in Rand	Note(s)	2021	2020
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	45 485	30 912
Deferred tax	3	102 678	65 827
		<b>148 163</b>	<b>96 739</b>
<b>Current Assets</b>			
Trade and other receivables	4	4 183 788	2 306 661
Cash and cash equivalents	5	2 179 864	3 588 646
		<b>6 363 652</b>	<b>5 895 307</b>
<b>Total Assets</b>		<b>6 511 815</b>	<b>5 992 046</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Retained income		5 304 638	5 121 879
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	6	1 099 252	747 137
Current tax payable		107 925	123 030
		<b>1 207 177</b>	<b>870 167</b>
<b>Total Equity and Liabilities</b>		<b>6 511 815</b>	<b>5 992 046</b>

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Statement of Comprehensive Income

Figures in Rand	Note(s)	2021	2020
Revenue	7	2 719 582	2 432 900
Cost of sales	8	(400 325)	(299 501)
<b>Gross profit</b>		<b>2 319 257</b>	<b>2 133 399</b>
Other income	9	160 937	-
Operating expenses		(2 285 168)	(1 936 100)
<b>Operating profit</b>	10	<b>195 026</b>	<b>197 299</b>
Investment revenue	11	59 382	126 146
Finance costs	12	(576)	(6 964)
<b>Profit before taxation</b>		<b>253 832</b>	<b>316 481</b>
Taxation	13	(71 073)	(92 535)
<b>Profit for the year</b>		<b>182 759</b>	<b>223 946</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>182 759</b>	<b>223 946</b>

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
<b>Balance at 01 January 2020</b>	<b>4 897 933</b>	<b>4 897 933</b>
Profit for the year	223 946	223 946
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>223 946</b>	<b>223 946</b>
<b>Balance at 01 January 2021</b>	<b>5 121 879</b>	<b>5 121 879</b>
Profit for the year	182 759	182 759
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>182 759</b>	<b>182 759</b>
<b>Balance at 31 December 2021</b>	<b>5 304 638</b>	<b>5 304 638</b>

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Statement of Cash Flows

Figures in Rand	Note(s)	2021	2020
<b>Cash flows from operating activities</b>			
Cash used in operations	15	(1 313 200)	(1 691 937)
Interest income		59 382	126 146
Finance costs		(576)	(6 964)
Tax paid	16	(123 030)	-
<b>Net cash from operating activities</b>		<b>(1 377 424)</b>	<b>(1 572 755)</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(31 358)	(5 995)
<b>Total cash movement for the year</b>		<b>(1 408 782)</b>	<b>(1 578 750)</b>
Cash at the beginning of the year		3 588 646	5 167 396
<b>Total cash at end of the year</b>	5	<b>2 179 864</b>	<b>3 588 646</b>



# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## 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 International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act of South Africa. The annual financial statements have been prepared on the historical cost basis, 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 Significant judgements and sources of estimation uncertainty

##### Critical judgements in applying accounting policies

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the annual financial statements.

##### Key sources of estimation uncertainty

The financial statements do not include assets or liabilities whose carrying amounts were determined based on estimations for which there is a significant risk of material adjustments in the following financial year as a result of the key estimation assumptions.

#### 1.2 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes 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.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

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

---

Item	Depreciation method	Average useful life
Furniture and fixtures	Straight line	6 years
Office equipment	Straight line	3 years
IT equipment	Straight line	3 years
Computer software	Straight line	2 years

---

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Accounting Policies

---

### 1.2 Property, plant and equipment (continued)

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

### 1.3 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 profit or loss) 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 profit or loss.

### 1.4 Tax

#### Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

The tax liability reflects the effect of the possible outcomes of a review by the tax authorities.

#### Deferred tax assets and liabilities

A deferred tax liability is recognised for all taxable temporary differences.

A deferred tax asset is recognised for all deductible temporary differences and for the carry forward of unused tax losses and unused tax credits.

Deferred tax assets and liabilities are measured at an amount that includes the effect of the possible outcomes of a review by the tax authorities using tax rates that, on the basis of enacted or substantively enacted tax law at the end of the reporting period, are expected to apply when the deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax asset balances are reviewed at every reporting date. When necessary, a valuation allowance is recognised against the deferred tax assets so that the net amount equals the highest amount that is more likely than not to be realised on the basis of current or future taxable profit.

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Accounting Policies

---

### 1.4 Tax (continued)

#### Tax expenses

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense.

### 1.5 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

#### Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

### 1.6 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment 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.

### 1.7 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.

Service revenue is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The Stage of completion is determined by services performed to date as a percentage of total services to be performed. When the outcome of a transaction involving the rendering of services cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

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

Subscription fees received between August and December in the prior year is recognised as revenue in the current year.

### 1.8 Borrowing costs

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

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Accounting Policies

---

### 1.9 Foreign exchange

#### Foreign currency transactions

Exchange differences arising on monetary items are recognised in profit or loss in the period in which they arise.

All transactions in foreign currencies are initially recorded in Rand, using the spot rate at the date of the transaction. Foreign currency monetary items at the reporting date are translated using the closing rate. All exchange differences arising on settlement or translation are recognised in profit or loss.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognised in profit or loss in the period in which they arise.

When a gain or loss on a non-monetary item is recognised to other comprehensive income and accumulated in equity, any exchange component of that gain or loss is recognised to other comprehensive income and accumulated in equity. When a gain or loss on non-monetary item is recognised in profit or loss, any exchange component of that gain or loss is recognised in profit or loss.

Cash flows arising from transactions in a foreign currency are recorded in Rands by applying to the foreign currency amount the exchange rate between the Rand and the foreign currency at the date of the cash flow.

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

Figures in Rand	2021	2020
-----------------	------	------

### 2. Property, plant and equipment

	2021			2020		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Furniture and fixtures	18 226	(4 310)	13 916	12 517	(2 144)	10 373
Office equipment	58 426	(48 276)	10 150	58 426	(43 335)	15 091
IT equipment	87 759	(66 340)	21 419	62 109	(56 661)	5 448
<b>Total</b>	<b>164 411</b>	<b>(118 926)</b>	<b>45 485</b>	<b>133 052</b>	<b>(102 140)</b>	<b>30 912</b>

#### Reconciliation of property, plant and equipment - 2021

	Opening balance	Additions	Depreciation	Closing balance
Furniture and fixtures	10 373	5 708	(2 165)	13 916
Office equipment	15 091	-	(4 941)	10 150
IT equipment	5 448	25 650	(9 679)	21 419
	<b>30 912</b>	<b>31 358</b>	<b>(16 785)</b>	<b>45 485</b>

#### Reconciliation of property, plant and equipment - 2020

	Opening balance	Additions	Depreciation	Closing balance
Furniture and fixtures	5 548	5 995	(1 170)	10 373
Office equipment	20 032	-	(4 941)	15 091
IT equipment	10 843	-	(5 395)	5 448
	<b>36 423</b>	<b>5 995</b>	<b>(11 506)</b>	<b>30 912</b>

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

Figures in Rand	2021	2020
<b>3. Deferred tax</b>		
Deferred tax liability	(134 114)	(144 063)
Deferred tax asset	236 792	209 890
<b>Total net deferred tax asset</b>	<b>102 678</b>	<b>65 827</b>
The major components of the deferred tax balance are as follows:		
<b>Deferred tax liability</b>		
<b>Arising as a result of temporary differences on:</b>		
Prepayments	(134 114)	(144 063)
<b>Deferred tax asset</b>		
<b>Arising as a result of temporary differences on:</b>		
Amounts received in advance	236 792	189 554
Deferred tax balance from temporary differences other than unused tax losses	236 792	189 554
Tax losses available for set off against future taxable income	-	20 336
<b>Total deferred tax asset</b>	<b>236 792</b>	<b>209 890</b>
<b>Reconciliation of deferred tax asset/(liability)</b>		
At beginning of year	65 827	156 391
<b>Recognised in profit or loss:</b>		
Increases (decrease) in tax loss available for set off against future taxable income	(20 335)	20 335
Movement in temporary differences on prepayments	9 948	(2 652)
Movement in temporary differences on amounts received in advance	47 239	(108 247)
	<b>36 852</b>	<b>(90 564)</b>
<b>At end of year</b>	<b>102 678</b>	<b>65 827</b>
<b>4. Trade and other receivables</b>		
Trade receivables	585 513	254 930
Prepayments	478 982	514 511
Deposits	62 300	94 375
VAT	-	39 264
ISACA USD - Debtor	3 054 693	1 388 159
Other receivable	2 300	15 422
	<b>4 183 788</b>	<b>2 306 661</b>
<b>5. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Cash on hand	2 073	-
Bank balances	2 177 791	3 588 646
	<b>2 179 864</b>	<b>3 588 646</b>

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

Figures in Rand	2021	2020
<b>6. Trade and other payables</b>		
Trade payables	29 984	18 772
Amounts received in advance	845 690	676 979
VAT	42 095	-
Accrued payroll expenses	25 903	-
Accrued expenses	135 575	38 736
Other payables	20 005	12 650
	<b>1 099 252</b>	<b>747 137</b>
<b>7. Revenue</b>		
Admin fees	43 889	11 184
Advertising	-	8 480
Conference income	692 540	558 920
Exam registration fees	600	-
Grants received from ISACA International	25 647	-
Membership dues	1 805 596	1 783 517
Sale of goods	-	647
Workshop income	151 310	70 152
	<b>2 719 582</b>	<b>2 432 900</b>
<b>8. Cost of sales</b>		
<b>Conferences</b>		
Conference marketing	24 975	6 950
Dinners	-	533
Events and conferences - Community Day	9 524	-
Events and conferences - ISACA & ACFE	-	2 624
Events and conferences - Sheleads Tech	4 630	-
Gifts and prizes	11 864	10 959
Local speakers	65 000	20 000
Mobile application	4 250	54 657
Other conference costs	12 005	6 253
Other cost of sales for paid events	-	3 740
Stage and AV	51 495	1 478
Stands	1 300	-
Training	162 493	76 898
Travel and accommodation	6 842	6 492
Venue	-	11 992
Workshop fees	45 947	96 925
	<b>400 325</b>	<b>299 501</b>
<b>9. Other income</b>		
Profit and loss on exchange differences	160 937	-
<b>10. Operating profit</b>		
Operating profit for the year is stated after accounting for the following:		
<b>Operating lease charges</b>		
Premises		
• Contractual amounts	233 521	185 287

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

Figures in Rand	2021	2020
<b>10. Operating profit (continued)</b>		
Depreciation on property, plant and equipment	16 785	11 506
Employee costs	907 854	891 518
<b>11. Investment revenue</b>		
<b>Interest revenue</b>		
Bank	59 251	126 146
SARS	131	-
	<b>59 382</b>	<b>126 146</b>
<b>12. Finance costs</b>		
Late payment of tax	-	6 964
Other Interest paid	576	-
	<b>576</b>	<b>6 964</b>
<b>13. Taxation</b>		
<b>Major components of the tax expense</b>		
<b>Current taxation</b>		
South African normal tax - year	107 925	-
South African normal tax - prior period (over) under provision	-	1 971
	<b>107 925</b>	<b>1 971</b>
<b>Deferred taxation</b>		
South African deferred tax - current year	(36 852)	90 564
	<b>71 073</b>	<b>92 535</b>
<b>Reconciliation of the tax expense</b>		
Reconciliation between accounting profit and tax expense.		
Accounting profit	253 832	316 481
Tax at the applicable tax rate of 28% (2020: 28%)	71 073	88 615
<b>Non-deductible expenses</b>		
Non-deductible expenses	-	1 949
	<b>-</b>	<b>1 949</b>
<b>Other</b>		
Prior period (over) under provisions in current tax	-	1 971
	<b>-</b>	<b>1 971</b>
	<b>71 073</b>	<b>92 535</b>
<b>14. Auditor's remuneration</b>		
Fees	54 162	49 850



# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

Figures in Rand	2021	2020
<b>15. Cash used in operations</b>		
Profit before taxation	253 832	316 481
<b>Adjustments for:</b>		
Depreciation and amortisation	16 785	11 506
Interest received	(59 382)	(126 146)
Finance costs	576	6 964
<b>Changes in working capital:</b>		
Trade and other receivables	(1 877 126)	(1 765 920)
Trade and other payables	352 115	(134 822)
	<b>(1 313 200)</b>	<b>(1 691 937)</b>

<b>16. Tax paid/refunded</b>		
Balance at beginning of the year	(123 030)	(121 059)
Current tax for the year recognised in profit or loss	(107 925)	(1 971)
Balance at end of the year	107 925	123 030
	<b>(123 030)</b>	<b>-</b>

## 17. Related parties

### Relationships

A Volmink	President
KL Palliam	Vice-President
F Le Roux	Treasurer
CJ Chalmers (appointed 01 June 2020)	Secretary
MI Osman	Member
RB Williams (appointed 01 June 2020)	Member
E Taruvinga (appointed 01 June 2020)	Member
K Ralebepa (appointed 01 June 2020)	Member
TC Modisane (appointed 01 June 2020)	Member
MST Luvhusha (appointed 01 June 2020)	Member
T Zororo	Member

## 18. Directors' remuneration

### Executive

#### 2021

	Voice and data allowance	Total
Directors	27 620	27 620

#### 2020

	Voice and data allowance	Total
Directors	19 080	19 080

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

### 19. Categories of financial instruments

#### Categories of financial instruments - 2021

##### Assets

##### Non-Current Assets

Property, plant and equipment  
Deferred tax

Note(s)	Debt instruments at amortised cost	Financial liabilities at amortised cost	Leases	Equity and non financial assets and liabilities	Total
2	-	-	-	45 485	45 485
3	-	-	-	102 678	102 678
	-	-	-	<b>148 163</b>	<b>148 163</b>

##### Current Assets

Trade and other receivables  
Cash and cash equivalents

4	3 704 805	-	-	478 982	4 183 787
5	2 179 864	-	-	-	2 179 864
	<b>5 884 669</b>	-	-	<b>478 982</b>	<b>6 363 651</b>
	<b>5 884 669</b>	-	-	<b>627 145</b>	<b>6 511 814</b>

##### Total Assets

##### Equity and Liabilities

##### Equity

Equity Attributable to Equity Holders of Parent:  
Accumulated profit

##### Total Equity

-	-	-	-	5 304 638	5 304 638
-	-	-	-	<b>5 304 638</b>	<b>5 304 638</b>

##### Liabilities

##### Current Liabilities

Current tax payable  
Trade and other payables

-	-	-	-	107 925	107 925
6	-	1 902 847	(803 595)	-	1 099 252

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

### 19. Categories of financial instruments (continued)

	Note(s)	Debt instruments at amortised cost	Financial liabilities at amortised cost	Leases	Equity and non financial assets and liabilities	Total
<b>Total Liabilities</b>		-	1 902 847	(803 595)	107 925	1 207 177
<b>Total Equity and Liabilities</b>		-	1 902 847	(803 595)	107 925	1 207 177
		-	1 902 847	(803 595)	5 412 563	6 511 815
<b>Categories of financial instruments - 2020</b>						
<b>Assets</b>						
<b>Non-Current Assets</b>						
Property, plant and equipment	2	-	-	-	30 912	30 912
Deferred tax	3	-	-	-	65 827	65 827
		-	-	-	96 739	96 739
<b>Current Assets</b>						
Trade and other receivables	4	1 752 886	-	-	553 775	2 306 661
Cash and cash equivalents	5	3 588 646	-	-	-	3 588 646
		5 341 532	-	-	553 775	5 895 307
<b>Total Assets</b>		5 341 532	-	-	650 514	5 992 046
<b>Equity and Liabilities</b>						
<b>Equity</b>						
Equity Attributable to Equity Holders of Parent:						
Accumulated profit		-	-	-	5 121 879	5 121 879
<b>Total Equity</b>		-	-	-	5 121 879	5 121 879

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Notes to the Annual Financial Statements

### 19. Categories of financial instruments (continued)

	Note(s)	Debt instruments at amortised cost	Financial liabilities at amortised cost	Leases	Equity and non financial assets and liabilities	Total
<b>Liabilities</b>						
<b>Current Liabilities</b>						
Current tax payable		-	-	-	123 030	123 030
Trade and other payables	6	-	1 424 116	(676 979)	-	747 137
<b>Total Liabilities</b>		-	<b>1 424 116</b>	<b>(676 979)</b>	<b>123 030</b>	<b>870 167</b>
<b>Total Equity and Liabilities</b>		-	<b>1 424 116</b>	<b>(676 979)</b>	<b>123 030</b>	<b>870 167</b>
		-	<b>1 424 116</b>	<b>(676 979)</b>	<b>5 244 909</b>	<b>5 992 046</b>

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Detailed Income Statement

Figures in Rand	Note(s)	2021	2020
<b>Revenue</b>			
Admin fees		43 889	11 184
Advertising		-	8 480
Conference income		692 540	558 920
Exam registration fees		600	-
Grants received from ISACA International		25 647	-
Membership dues		1 805 596	1 783 517
Sale of goods		-	647
Training income		151 310	70 152
	7	<b>2 719 582</b>	<b>2 432 900</b>
<b>Cost of sales</b>			
Annual conference		(400 325)	(299 501)
<b>Gross profit</b>		<b>2 319 257</b>	<b>2 133 399</b>
<b>Other income</b>			
Interest received	11	59 382	126 146
Profit and loss on exchange differences		160 937	-
		<b>220 319</b>	<b>126 146</b>
<b>Expenses (Refer to page 25)</b>		<b>(2 285 168)</b>	<b>(1 936 100)</b>
<b>Operating profit</b>	10	<b>254 408</b>	<b>323 445</b>
Finance costs	12	(576)	(6 964)
<b>Profit before taxation</b>		<b>253 832</b>	<b>316 481</b>
Taxation	13	(71 073)	(92 535)
<b>Profit for the year</b>		<b>182 759</b>	<b>223 946</b>

# Information Systems Audit and Control Association South Africa Chapter NPC

(Registration number: 2003/004050/08)

Annual Financial Statements for the year ended 31 December 2021

## Detailed Income Statement

Figures in Rand	Note(s)	2021	2020
<b>Operating expenses</b>			
AGM related expenses		34 013	4 816
Accounting fees		77 137	60 789
Auditors remuneration	14	54 162	49 850
Bad debts		21 861	-
Bank charges		7 136	6 724
Board strategy meetings		164 242	49 770
Cleaning		14 646	16 900
Computer expenses		8 710	18 395
Depreciation		16 785	11 506
Digital strategy and websites		149 327	53 263
Donations		-	20 000
Employee costs		907 854	891 518
Exam registration fees repaid		-	17 467
General office expenses		4 712	8 618
ISACA HQ Grant repaid		-	42 940
Internet		29 176	5 624
Insurance		17 383	8 708
Legal expenses		15 260	-
Marketing		78 579	136 911
Membership awards		8 962	48 310
Municipal expenses		21 667	9 196
Office relocation costs		-	57 539
Office rentals		233 521	185 287
Placement fees		24 806	3 325
Postage		6 188	8 414
Printing and stationery		6 915	5 921
Profit and loss on exchange differences		-	104 526
Regional events		27 244	23 946
Repairs and maintenance		1 529	1 515
SAQA development		85 074	18 789
Scholarships		1 170	-
Secretarial fees		8 967	6 881
Security		7 009	1 315
Small assets		5 935	20 543
Staff welfare		12 981	5 729
Telephone and fax		8 317	5 843
Training		7 396	400
Travel - local		7 408	12 991
Travel - overseas		-	11 831
Year end events and Breakfast sessions		209 096	-
		<b>2 285 168</b>	<b>1 936 100</b>