SWD CRICKET NPC

REPORT ON THE FINANCIAL STATEMENTS: 2024/25

By MR R.D. McMILLAN
(CHAIRPERSON: FINANCE AND COMMERCIAL COMMITTEE)

In the presentation of the audited financial statements for the 2024/25 financial year, as ended on 30 April 2025, it is important to explain and highlight to all stakeholders the following:

- The Board of Directors of SWD Cricket NPC is responsible for the preparation and integrity of the Annual Financial Statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SME's) that fairly presents the state of affairs of the company, and other information contained in this report.
- The Finance and Commercial Sub-Committee, reporting to the Board of Directors on a regular basis, plays an important oversight role in all matters relating to financial administration and internal financial control, the application of prudent and appropriate accounting policies and reporting requirements.
- The 2024/2025 financial year was difficult from a financial performance point of view when compared to the budget. The company recorded a slight surplus of R 2,287 compared to the budgeted surplus of R 83,693.

I am pleased to report that the financial statements have received an unqualified audit report for the 2024/2025 financial year. I would like to thank and congratulate all the role players that contributed in achieving this pleasing outcome; especially the staff directly involved in the finance department. Thank you for all your efforts.

FINANCIAL OVERVIEW

STATEMENT OF FINANCIAL POSITION

ASSETS

Property, plant and equipment – carrying values	R
2025	3,302,219
2024	2,685,290

The increase of R 616,929 is largely due to a change in the estimate of the useful life of assets and the residual values to the value of R 627,308. Property, plant and equipment acquisitions amounting to R 366,560 was made, and a few items was disposed/scrapped during the financial year.

Investment

This represents the shareholding in Western Cape Cricket (Pty) Ltd – unchanged from the prior year.

Inventories

This represents stock of cricket balls on hand at year end and has decreased by R 195,370 from the prior year.

Trade and other receivables

2025	1,048,526
2024	931,566

Trade and other receivables increased slightly compared to the previous financial year. The most significant is CSA revenue (R 961,377).

Cash and cash equivalents

2025	7,863
2024	134,638

Cash and cash equivalents decreased by R 126,775 from the previous financial year.

RETAINED EARNINGS

2025	(80,248)
2024	(77,961)

The increase is due to the surplus recorded for the 2025 financial year and shows a nett insolvent position for the company.

LIABILITIES

Non-Current Liabilities

Finance Lease liabilities

2025	480,454
2024	303,737

The company has 2 finance lease agreements in place (for a motor vehicle and a new agreement in 2025 for a pedestrian roller).

Current liabilities

Bank overdraft

2025	290,410
2024	35,032

The bank overdraft balance has increased as more of the trade payables were paid at year end.

Provisions

2025	100,188
2024	147,076

A decrease of R 46,888 in the leave pay provision from the prior.

Trade and other payables

2025	2,166,635
2024	3,511,526

Trade and other payables have decreased significantly compared to the prior year. This is mainly financing assistance received from CSA that was used to settle trade creditors and a portion of the SARS liabilities. Payment arrangements are in place with SARS for the Value Added Tax and Payroll taxes owed at year-end. The company is adhering to the terms of the arrangement.

Deferred income

2025	-
2024	135,343

Deferred income balances from the prior year were fully recognised as income in the current year.

Loans from shareholders

2025	1,500,000
2024	-

CSA provided financial assistance at year-end to assist the company with settling trade creditors and a portion of its statutory obligations. The loan is payable over 12 months at very favourable terms.

Current portion of finance lease liabilities

2025	50,725
2024	46,241

This represents the capital amount that will be settled during the next 12 months on the finance lease agreements.

<u>STATEMENT OF COMPREHENSIVE INCOME REVENUE</u>

<u>REVENUE</u>

<u>CSA Revenue</u>

Total 2025	27,375,263
Total 2024	25,474,719
Increase in Rand	1,900,544
Percentage increase	7.5%

CSA Activity Based Funding increased on average by 5% from the prior year. CSA Competitions Funding and reimbursements increased between 7-8%. A significant increase of R 235,620 in the IPL Hammer Fee Distribution from the prior year.

EXPENSES

2025	29,483,465
2024	27,889,757
Increase in rand	1,593,708
Percentage increase	5,7%

The increase in expenditure in many areas was inflationary in nature. The company did record expenditure in excess of the budget on Administration (office equipment agreements negotiated for refinancing that did not materialise), Human resources (professional players pay-for-play-fees) and Professional Men’s Competition Travelling and Accommodation due to increased costs of flights and accommodation.