The Johannesburg Zoo NPC
(Registration number 2000/022951/08)
Annual Financial Statements
for the year ended 30 June, 2018
**The Johannesburg Zoo NPC**  
*(Registration number 2000/022951/08)*  
Annual Financial Statements for the year ended 30 June, 2018

### General Information

| **Country of incorporation and domicile** | South Africa |
| **Nature of business and principal activities** | The company did not trade during the year under review |
| **Directors** |  
| Neluvhalani FE* (Chairperson) |  
| Gordhan YN* |  
| Horwood OPM* |  
| Leketi FDV* |  
| Madikizela BT* |  
| Maduka B (Managing Director) |  
| Makgalo MB* |  
| Manala MM* |  
| Nevondo TS* |  
| Ngcono LN (Chief Financial Officer) |  
| Radzuma NL* |  
| Sandiana NT* |  
| * Non-executive director |  |
| **Registered office** | The Johannesburg Zoo  
| Jan Smuts Avenue |  
| Parkview |  
| 2193 |  |
| **Business address** | The Johannesburg Zoo  
| Jan Smuts Avenue |  
| Park View |  
| 2193 |  |
| **Postal address** | Private Bag X13  
| Parkview |  
| 2122 |  |
| **Controlling entity** | The City of Johannesburg Metropolitan Municipality incorporated in the Republic of South Africa |
| **Auditors** | Auditor General: South Africa  
| Registered Auditors |  |
| **Secretary** | Ms NA Shongwe |
| **Company registration number** | 2000/022951/08 |
The Johannesburg Zoo NPC
(Registration number 2000/022951/08)
Annual Financial Statements for the year ended 30 June, 2018

Index

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

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Directors Responsibilities and Approval</td>
<td>3</td>
</tr>
<tr>
<td>Audit Committee Report</td>
<td>4</td>
</tr>
<tr>
<td>Directors Report</td>
<td>5-7</td>
</tr>
<tr>
<td>Company Secretary’s Certification</td>
<td>8</td>
</tr>
<tr>
<td>Statement of Financial Position</td>
<td>9</td>
</tr>
<tr>
<td>Accounting Policies</td>
<td>10</td>
</tr>
<tr>
<td>Notes to the Annual Financial Statements</td>
<td>11</td>
</tr>
</tbody>
</table>

CJMM                                  City of Johannesburg Metropolitan Municipality
ED                                    Executive Director
NED                                   Non-executive Director
SA GAAP                                South African Statements of Generally Accepted Accounting Practice
GRAP                                   Generally Recognised Accounting Practice
GAMAP                                  Generally Accepted Municipal Accounting Practice
IAC                                    Independent Audit Committee Member
IAS                                    International Accounting Standards
ME's                                   Municipal Entities
MEC                                    Member of the Executive Council
MFMA                                   Municipal Finance Management Act
The Johannesburg Zoo NPC  
(Registration number 2000/022951/08)  
Annual Financial Statements for the year ended 30 June, 2018

Directors Responsibilities and Approval

The directors responsibilities and approval were duly performed by the directors of Johannesburg City Parks NPC. This is in line with the resolution undertaken by the City of Johannesburg Metropolitan Municipality to transfer the functions of the Johannesburg Zoo NPC to Johannesburg City Parks NPC.

The directors are required by the Municipal Finance Management Act (Act 56 of 2003), 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 the responsibility of the directors to ensure that the annual financial statements fairly present the state of affairs of the entity as at the end of the financial year and the results of its operations and cash flows for the period then ended. The external auditors are engaged to express an independent opinion on the annual financial statements and was given unrestricted access to all financial records and related data.

The annual financial statements have been prepared in accordance with Standards of Generally Recognised Accounting Practice (GRAP) including any interpretations, guidelines and directives issued by the Accounting Standards Board.

The annual financial statements 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 entity and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors sets standards for internal control aimed at reducing the risk of error or deficit 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 entity and all employees are required to maintain the highest ethical standards in ensuring the entity’s business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the entity is on identifying, assessing, managing and monitoring all known forms of risk across the entity. While operating risk cannot be fully eliminated, the entity 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 deficit.

The company (The Johannesburg Zoo NPC) did not trade during the period under review.

Although the directors are primarily responsible for the financial affairs of the entity, they are supported by the entity’s external auditors.

The external auditors are responsible for independently reviewing and reporting on the entity’s annual financial statements. The annual financial statements have been examined by the entity’s external auditors and their report is presented on pages

The annual financial statements set out on pages 5 to 11, were approved by the directors of Johannesburg City Parks NPC, as per the resolution that was undertaken by the City of Johannesburg Metropolitan Municipality, on 30 November, 2018 and were signed on their behalf by:

Director
Mr Bryne Maduka

Director
Mr FE Neluvhalani (Chairperson)

30 November, 2018
The Johannesburg Zoo NPC  
(Registration number 2000/022951/08)  
Annual Financial Statements for the year ended 30 June, 2018  

Audit Committee Report

We are pleased to present our report for the financial year ended 30 June, 2018.

Audit committee members and attendance

The duties of the Audit Committee were duly performed by the Audit Committee of Johannesburg City Parks NPC as per the resolution that was undertaken by the City of Johannesburg Metropolitan Municipality.

Audit committee responsibility

The duties of the Audit Committee were duly performed by the Audit Committee of Johannesburg City Parks NPC as per the resolution that was undertaken by the City of Johannesburg Metropolitan Municipality.

The audit committee reports that it has complied with its responsibilities arising from section 166(2)(a) of the MFMA.

The audit committee also reports that it has adopted appropriate formal terms of reference as its audit committee charter, has regulated its affairs in compliance with this charter and has discharged all its responsibilities as contained therein.

Evaluation of annual financial statements and integrated abridged annual report

The audit committee has:
- reviewed and discussed the audited annual financial statements to be included in the annual report, with the Auditor-General and the directors;
- reviewed the Auditor-General of South Africa's management report and management's response thereto;
- reviewed changes in accounting policies and practices;
- reviewed the entity's compliance with legal and regulatory provisions;
- reviewed significant adjustments resulting from the audit.

The audit committee concur with and accepts the Auditor-General of South Africa's report on the annual financial statements, and are of the opinion that the audited annual financial statements should be accepted and read together with the report of the Auditor-General of South Africa.

The audit committee is satisfied that the annual financial statements is based on appropriate accounting policies supported by reasonable and prudent judgements and estimates. The audit committee has recommended the annual financial statements and integrated abridged annual report to the Board of Directors for approval.

Internal audit

The duties of internal audit were duly performed by the internal audit division of Johannesburg City Parks NPC in line with the resolution that was undertaken by the City of Johannesburg Metropolitan Municipality.

The audit committee is satisfied that the internal audit function is operating effectively and that it has addressed the risks pertinent to the entity and its audits.

Auditor-General of South Africa

The audit committee has met with the Auditor-General of South Africa to ensure that there are no unresolved issues.

Chairperson of the Audit Committee

Date: 30/11/2018
The Johannesburg Zoo NPC
(Registration number 2000/022951/08)
Annual Financial Statements for the year ended 30 June, 2018

Directors Report

The duties and responsibilities of the directors were duly performed by the directors of Johannesburg City Parks NPC. This is in line with the resolution undertaken by the City of Johannesburg Metropolitan Municipality to transfer the functions of the Johannesburg Zoo NPC to Johannesburg City Parks NPC.

The directors submit their report for the year ended 30 June, 2018.

1. Incorporation

The entity was incorporated on 30 June, 2000 and obtained its certificate to commence business on the same day.

2. Review of activities

Main business and operations

The company did not trade during the year under review.

3. Going concern

The company did not trade during the year under review.

4. Directors' interest in contracts

The directors of the company did not have any personal interest in contracts entered into by the company.

5. Accounting policies

The annual financial statements have been prepared in accordance with the South African Statements of Generally Accepted Accounting Practice (GAAP), including any interpretations of such Statements issued by the Accounting Practices Board, and in accordance with the prescribed Standards of Generally Recognised Accounting Practices (GRAP) issued by the Accounting Standards Board as the prescribed framework by National Treasury.

6. Borrowing limitations

The Johannesburg Zoo NPC does not have any authority to borrow funds on its own behalf. All external funding is managed under the auspices of the City of Johannesburg Metropolitan Municipality Asset and Liability Committee.

7. Non-current assets

There were no major changes in the nature of the non-current assets of the company during the year under review.
The Johannesburg Zoo NPC  
(Registration number 2000/022951/08)  
Annual Financial Statements for the year ended 30 June, 2018  

Directors Report  

8. Directors  
The directors of the entity during the year and to the date of this report are as follows:  

<table>
<thead>
<tr>
<th>Name</th>
<th>Nationality</th>
<th>Changes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Neluvhalani FE* (Chairperson)</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Gordhan YN*</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Horwood OPM*</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Leketi FDV*</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Madikizela BT*</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Maduka B (Managing Director)</td>
<td>South African</td>
<td>Appointed 02 January, 2018</td>
</tr>
<tr>
<td>Makgalo MB*</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Manala MM*</td>
<td>South African</td>
<td>Retired 30 September, 2017</td>
</tr>
<tr>
<td>Nelana B (Managing Director)</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Nevondo TS*</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Ngongo LN (Chief Financial Officer)</td>
<td>South African</td>
<td>Appointed 1 July, 2017</td>
</tr>
<tr>
<td>^ Njingolo BP (Acting Managing Director)</td>
<td>South African</td>
<td>Appointed 1 October, 2017, Retired 31 December, 2017</td>
</tr>
<tr>
<td>Radzuma NL*</td>
<td>South African</td>
<td></td>
</tr>
<tr>
<td>Sandfana NT*</td>
<td>South African</td>
<td></td>
</tr>
</tbody>
</table>
* Non-executive director  

^ Ms BP Njingolo was the acting Managing Director for the period 01 October 2017 to 31 December 2017 and was not registered as a director of the company at CIPC during the period of acting.  

9. Secretary  
The secretary of the entity is Ms NA Shongwe of:  

Business address  
The Johannesburg Zoo  
Jan Smuts Avenue  
Park View  
2193  

Postal address  
Private Bag X13  
Parkview  
2122  

10. Corporate governance  
General  
Due to the transfer of functions to Johannesburg City Parks NPC, the board of directors of Johannesburg City Parks NPC have performed duties for the Johannesburg Zoo NPC with effect from 01 January 2013.  
The directors are committed to business integrity, transparency and professionalism in all its activities. As part of this commitment, the directors support the highest standards of corporate governance and the ongoing development of best practice.  
The entity confirms and acknowledges its responsibility to total compliance with the King IV Code on Corporate Governance ("the Code") laid out in the King IV Report on Corporate Governance for South Africa. The directors discuss the responsibilities of management in this respect, at Board meetings and monitor the entity's compliance with the Code on a three monthly basis.  
The salient features of the entity's adoption of the Code is outlined below:
The Johannesburg Zoo NPC
(Registration number 2000/022951/08)
Annual Financial Statements for the year ended 30 June, 2018

Directors Report

Board of directors

Due to the transfer of functions to Johannesburg City Parks NPC, the board of directors of Johannesburg City Parks NPC have performed duties for the Johannesburg Zoo NPC with effect from 01 January 2013.

The Board of directors of Johannesburg City Parks NPC:
- retains full control over the entity, its plans and strategy;
- acknowledges its responsibilities as to strategy, compliance with internal policies, external laws and regulations, effective risk management and performance measurement, transparency and effective communication both internally and externally by the entity;
- is of a unitary structure comprising
  - non-executive directors, all of whom are independent directors as defined in the Code; and
  - executive directors.
- has established a Board directorship continuity programme.

Internal audit

Due to the transfer of functions to Johannesburg City Parks NPC, the internal auditors of Johannesburg City Parks NPC have performed duties for the Johannesburg Zoo NPC with effect from 01 January 2013.

The internal auditors have performed a function that is in compliance with the Municipal Finance Management Act, 2003.

11. Controlling entity

The entity's controlling entity is The City of Johannesburg Metropolitan Municipality incorporated in the Republic of South Africa.

12. Auditors

Auditor General: South Africa will continue in office for the next financial period in compliance with the Public Audit Act No. 25 of 2004, section 92 of the MFMA, 2003 and section 270(2) of the Companies Act, 2008.


In terms of item 4(1)(a) of Schedule 5 (Transitional Arrangements) to the Companies Act, 2008, the company is deemed to have amended its Memorandum of Incorporation as of the general effective date to expressly state that it is a non-profit company, and to have changed its name in so far as required to comply with section 11(3). Therefore, as from 01 May 2011, the name of the company is "The Johannesburg Zoo NPC".

All references to the Companies Act in these Annual Financial Statements are to the Companies Act, 2008, unless otherwise indicated.
The Johannesburg Zoo NPC
(Registration number 2000/022951/08)
Annual Financial Statements for the year ended 30 June, 2018

Company Secretary's Certification

Declaration by the company secretary in respect of Section 88(2)(e) of the Companies Act

In terms of Section 88(2)(e) of the Companies Act 71 of 2008, as amended, I certify that the company has lodged with the Commissioner all such returns as are required of a public company in terms of the Companies Act and that all such returns are true, correct and up to date.

Ms NA Shongwe
Company Secretary
30 November, 2018
The Johannesburg Zoo NPC  
(Registration number 2000/022951/08)  
Annual Financial Statements for the year ended 30 June, 2018  

Statement of Financial Position as at 30 June, 2018  
Figures in Rand

<table>
<thead>
<tr>
<th>Assets</th>
<th>Note(s)</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-Current Assets</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Loan to shareholder</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total Assets</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net Assets</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Accumulated surplus</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total Net Assets</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>
The Johannesburg Zoo NPC  
(Registration number 2000/022951/08)  
Annual Financial Statements for the year ended 30 June, 2018

Accounting Policies

1. Presentation of Annual Financial Statements

The annual financial statements have been prepared in accordance with the Standards of Generally Recognised Accounting Practice (GRAP), issued by the Accounting Standards Board in accordance with Section 122(3) of the Municipal Finance Management Act (Act 56 of 2003).

These annual financial statements have been prepared on an accrual basis of accounting and are in accordance with historical cost convention as the basis of measurement, unless specified otherwise. They are presented in South African Rand.

A summary of the significant accounting policies, which have been consistently applied in the preparation of these annual financial statements, are disclosed below.

These accounting policies are consistent with the previous period.

1.1 Comparative figures

Where necessary, comparative figures have been reclassified to conform to changes in presentation in the current year.
The Johannesburg Zoo NPC
(Registration number 2000/022851/08)
Annual Financial Statements for the year ended 30 June, 2018

Notes to the Annual Financial Statements
Figures in Rand

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>2. Prior period errors</td>
<td></td>
<td></td>
</tr>
<tr>
<td>The Loan to Shareholder was corrected as this was incorrectly raised on the transfer of functions between The Johannesburg Zoo NPC and Johannesburg City Parks NPC in the 2013 financial year. The correction of the error results in an adjustment as follows:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Statement of financial position</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loan to shareholder</td>
<td>-</td>
<td>(7,471,906)</td>
</tr>
<tr>
<td>Opening Accumulated Surplus or Deficit</td>
<td>-</td>
<td>7,471,906</td>
</tr>
</tbody>
</table>