

ASSOCIATION FOR VISUAL ARTS GALLERY

Trading as:

AVA GALLERY

(Registration Number 035-161-NPO)

Annual Financial Statements

for the year ended 31 December 2021

Audited Financial Statements

Prepared by: Abigale Möller

Professional designation: Business Accountant in Practice (SA)

Reviewed by: Craig Whittle Accounting

Professional designation: Independent Auditor



AVA Gallery

35 Church Street, Cape Town,

8001 South Africa

(t) +27 (0) 21 424 7436

admin@ava.co.za

NPO: 035-161

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(Registration Number 035-161-NPO)

Annual Financial Statements for the year ended 31 December 2021

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(Registration Number 035-161-NPO)

Annual Financial Statements for the year ended 31 December 2021

General Information

COUNTRY OF INCORPORATION AND DOMICILE

South Africa

NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES

Promotion of art and artists

MANAGEMENT:

Mirjam Asmal
Renée Holleman
Cheryl Traub-Adler
Wonder Marthinus
Ricardo van Lingen
Jane Taylor
Philippa Tumubweinee
Marinda Claasen
Linsey Samuels
Noncedo Gxekwa
Boitumelo Tlhoale
Mirna Wessels (Appointed 12 October 2021)
Richard Kilpert (Appointed 12 October 2021)

REGISTERED OFFICE

35 Church Street
Cape Town
8001

BUSINESS ADDRESS

35 Church Street
Cape Town
8001

INDEPENDENT AUDITORS

Craig Whittle Accounting
Postnet Suite #52
Private Bag X16
Constantia
Cape Town



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Independent Auditor's Report

To the Management of Association for Visual Arts Gallery

Report on the Annual Financial Statements

We were engaged to audit the annual financial statements of Association for Visual Arts Gallery set out on pages 10 to 20, which comprise the statement of financial position as at 31 December 2021, and the statement of comprehensive income, statement of changes in reserves and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Annual Financial Statements

The organisation's management is responsible for the preparation and fair presentation of these annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as management determines is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these annual financial statements based on conducting the audit in accordance with International Standards on Auditing. Because of the matter described in the Basis of Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient audit evidence to provide a basis for an audit opinion.

Basis for Qualified Opinion

Basis for Adverse Opinion

Basis of Disclaimer of Opinion

Disclaimer of Opinion

Because of the significance of the matter described in the Basis of Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an opinion. Accordingly we do not express an opinion on the annual financial statements.

Basis of Accounting

Without modifying our opinion, we draw attention to note 2 to the annual financial statements, which describes the basis of accounting. The annual financial statements are prepared in accordance with the organisation's own accounting policies to satisfy the financial information needs of the organisation. As a result, the annual financial statements may not be suitable for another purpose.

Emphasis of matter

Other matter

Without qualifying our opinion we draw attention to the fact that supplementary information set out on pages 21 to 22 do not form part of the annual financial statements and is presented as additional information. We have not audited these schedules and accordingly we do not express an opinion thereon.

Prior year audited by a predecessor auditor

The annual financial statements of the prior year were audited by a predecessor auditor on 1 January 2001.

Report on Other Legal and Regulatory Requirements

To the Management of Association for Visual Arts Gallery

Report on the Audit of the Financial Statements

Disclaimer of Opinion

We were engaged to audit the financial statements of Association for Visual Arts Gallery set out on pages 10 to 20, which comprise the statement of financial position as at 31 December 2021, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Association for Visual Arts Gallery as at 31 December 2021, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

In our opinion, except for the possible effect of the matter described in the Basis for Qualified Opinion section of our report, the financial statements present fairly, in all material respects, the financial position of Association for Visual Arts Gallery as at 31 December 2021, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

In our opinion, because of the significance of the matter described in the Basis for Adverse Opinion section of our report, the financial statements do not present fairly the financial position of Association for Visual Arts Gallery as at 31 December 2021, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

We do not express an opinion on the financial statements of Association for Visual Arts Gallery. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Ensure that either the basis for opinion, basis for qualified opinion, basis for adverse opinion or the basis for disclaimer of opinion is selected below, and that not more than one is selected.

Basis for Opinion

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 Financial Statements section of our report. We are independent of the organisation 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 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 corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our disclaimer of opinion.

Basis for Qualified Opinion

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 Financial Statements section of our report. We are independent of the organisation 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 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 corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our disclaimer of opinion.

Basis for Adverse Opinion

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 Financial Statements section of our report. We are independent of the organisation 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 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 corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our disclaimer of opinion.

Basis for Disclaimer of Opinion

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Emphasis of Matter – Basis of Accounting

We draw attention to note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the organisation's own accounting policies to satisfy the financial information needs of the organisation's management. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Emphasis of Matter – Subsequent Event

Emphasis of Matter - Going Concern

We draw attention to note X to the financial statements which indicates that the organisation incurred a net loss of R155,158 during the year ended 31 December 2021. This condition indicates the existence of uncertainty which may cast doubt about the organisation's ability to continue as a going concern. The note further describes why, under these circumstances, the financial statements continue to be prepared on a going concern basis. Our opinion is not modified in respect of this matter.

Emphasis of Matter – Other

Other Matter – Reports Required by the Companies Act

The annual financial statements include the Directors' Report as required by the , and the supplementary information set out on pages 21 to 22. The management are responsible for this other information.

We have read the other information and, in doing so, considered whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. However, due to the disclaimer of opinion in terms of the International Standard on Auditing (ISA) 705 (Revised), Modifications to the Opinion in the Independent Auditor's Report, we are unable to report further on this other information.

Other Information

Responsibilities of the Management for the Financial Statements

The management are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as the management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management are responsible for assessing the organisation'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 management either intend to liquidate the organisation or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to conduct an audit of the organisation's financial statements in accordance with International Standards on Auditing and to issue an auditor's report. However, because of the matter described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

We are independent of the organisation 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 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 corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards).

Report on Other Legal and Regulatory Requirements
Craig Whittle Accounting

30 September 2021

Per: Craig Whittle (CA) SA
Independent Auditor

Postnet Suite #52
Private Bag X16
Constantia
Cape Town
7848

Association for Visual Arts Gallery

(Registration Number 035-161-NPO)

Annual Financial Statements for the year ended 31 December 2021

Management's Responsibilities and Approval

Management is required 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 satisfy the financial reporting standards as to form and content and present fairly the statement of financial position, results of operations and business of the organisation, and explain the transactions and financial position of the business of the organisation at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the organisation and supported by reasonable and prudent judgements and estimates.

Management acknowledges that they are ultimately responsible for the system of internal financial control established by the organisation and place considerable importance on maintaining a strong control environment. To enable management to meet these responsibilities, the management committee sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the organisation and all employees are required to maintain the highest ethical standards in ensuring the organisations business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the organisation is on identifying, assessing, managing and monitoring all known forms of risk across the organisation. While operating risk cannot be fully eliminated, the organisation endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

Management is 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 going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources management has no reason to believe that the organisation will not be a going concern in the foreseeable future. The financial statements support the viability of the organisation.

The financial statements have been audited by the independent auditing firm, Craig Whittle Accounting, who have been given unrestricted access to all financial records and related data, including minutes of all meetings. Management believes that all representations made to the independent auditor during the audit were valid and appropriate. The external auditors' PLEASE SELECT ONLY ONE REPORT audit report is presented on pages 2 to 5.

The annual financial statements as set out on pages 10 to 20 were approved by the management committee on 30 September 2021 and were signed on its behalf by:

Mirjam Asmal

Renée Holleman

Cheryl Traub-Adler

Wonder Marthinus

Association for Visual Arts Gallery

(Registration Number 035-161-NPO)

Annual Financial Statements for the year ended 31 December 2021

Management's Responsibilities and Approval

Ricardo van Lingen

Jane Taylor

Philippa Tumubweinee

Marinda Claasen

Linsey Samuels

Noncedo Gxekwa

Boitumelo Tlhoale

Mirna Wessels

Richard Kilpert

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Annual Financial Statements for the year ended 31 December 2021

Management's Report

The management committee present their report for the year ended 31 December 2021.

1. Review of activities

Main business and operations

The principal activity of the organisation is promotion of art and artists and there were no major changes herein during the year.

The operating results and statement of financial position of the organisation are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The management have given due consideration to the potential impact of the COVID-19 pandemic on the organisation's ability to continue as a going concern. The management believe that the pandemic will have a temporary impact on the business activities. Notwithstanding these short-term challenges the management are of the view that the organisation has sufficient resources to continue as a going concern.

3. Events after reporting date

All events subsequent to the date of the annual financial statements and for which the applicable financial reporting framework require adjustment or disclosure have been adjusted or disclosed.

Impact of COVID-19

Since 31 December 2019, the spread of the COVID-19 virus has severely impacted most economies around the globe. In any countries, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic lockdown. Global stock markets have also experienced great volatility and a significant weakening. Government and the South African Reserve Bank have responded with monetary and fiscal interventions to stabilise economic conditions.

The management have determined that these events are non-adjusting events. Accordingly, the financial position and results of operations for the year ended 31 December 2021 have not been adjusted to reflect the impact. The duration and impact of the COVID-19 pandemic, as well the effectiveness of Government and The South African Reserve Bank responses, remain unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial performance and financial position of the organisation for future periods. The management are not aware of any other material event which occurred after the reporting date and up to the date of this report.

4. Management

The management of the organisation during the year and to the date of this report are as follows:

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Annual Financial Statements for the year ended 31 December 2021

Management's Report

Mirjam Asmal

Renée Holleman

Cheryl Traub-Adler

Wonder Marthinus

Ricardo van Lingen

Jane Taylor

Philippa Tumubweinee

Marinda Claasen

Linsey Samuels

Noncedo Gxekwa

Boitumelo Tlhoale

Mirna Wessels (Appointed 12 October 2021)

Richard Kilpert (Appointed 12 October 2021)

5. Independent Auditors

Craig Whittle Accounting were the independent auditors for the year under review.

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Statement of Financial Position

Figures in R	Notes	2021	2020
Assets			
Non-Current Assets			
Property, plant and equipment	3	198,482	225,718
Current Assets			
Trade and other receivables	4	307,950	79,751
Cash and cash equivalents	5	414,243	983,711
		722,193	1,063,462
Total Assets		920,675	1,289,180
Reserves and Liabilities			
Reserves			
Other components of equity	6	160,000	160,000
Retained earnings		743,678	898,836
		903,678	1,058,836
Current Liabilities			
Trade and other payables	7	16,997	230,344
Total Reserves and Liabilities		920,675	1,289,180

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Statement of Comprehensive Income

Figures in R	Notes	2021	2020
Revenue	8	539,806	554,457
Cost of sales	9	(578,391)	(551,219)
Gross (deficit) / surplus		(38,585)	3,238
Other income	10	965,106	1,017,857
Operating costs		(1,093,075)	(1,013,192)
Operating (deficit) / surplus		(166,554)	7,903
Finance income		11,580	2,015
Finance costs	12	(184)	(4,753)
(Deficit) / surplus for the year		(155,158)	5,165

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Statement of Changes in Reserves

Figures in R	Reserve 1	Accumulated surplus	Total
Balance at 1 January 2020	220,000	893,671	1,113,671
Total comprehensive income for the year			
Surplus for the year		5,165	5,165
Total comprehensive income for the year	-	5,165	5,165
Transfer	(60,000)		(60,000)
Balance at 31 December 2020	160,000	898,836	1,058,836
Balance at 1 January 2021	160,000	898,836	1,058,836
Total comprehensive income for the year			
Deficit for the year		(155,158)	(155,158)
Total comprehensive income for the year	-	(155,158)	(155,158)
Balance at 31 December 2021	160,000	743,678	903,678
Note	6		

ASSOCIATION FOR VISUAL ARTS GALLERY

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Financial Statements for the year ended 31 December 2021

Statement of Cash Flows

Figures in R	Note	2021	2020
Cash flows (used in) / from operating activities			
(Deficit) / surplus for the year		(155,158)	5,165
<i>Adjustments for:</i>			
Finance costs		184	4,753
Depreciation of tangible assets		27,236	35,371
Investment income		(11,580)	(2,015)
Operating cash flow before working capital changes		(139,318)	43,274
<i>Working capital changes</i>			
(Increase) / decrease in trade and other receivables		(228,199)	103,593
(Decrease) / increase in trade and other payables		(213,347)	201,147
Net cash flows (used in) / from operations		(580,864)	348,014
Investment income		11,580	2,015
Finance costs		(184)	(4,753)
Net cash flows (used in) / from operating activities		(569,468)	345,276
Property, plant and equipment acquired	3	-	(43,288)
Cash flows used in financing activities			
AVA 50 Circle Collectors contributions		-	(60,000)
Other		-	-
Net cash flows used in financing activities		-	(60,000)
Net (decrease) / increase in cash and cash equivalents		(569,468)	241,988
Cash and cash equivalents at beginning of the year		983,711	741,723
Cash and cash equivalents at end of the year	5	414,243	983,711

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Accounting Policies

1. General information

Association for Visual Arts Gallery is a non-profit organisation.

2. Summary of significant accounting policies

These annual financial statements have been prepared in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities issued by the International Accounting Standards Board. The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

These financial statements have been prepared under the historical cost convention and are presented in South African Rands.

2.1 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods in the ordinary course of the organisation's activities. Revenue is shown net of value-added tax, returns, and discounts.

The organisation recognises revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the organisation's activities, as described below:

2.1.1 Services revenue

The service rendered is recognised as revenue by reference to the stage of completion of the transaction at the balance sheet date.

2.2 Government grants

Grants from the government are recognised at their fair value in profit or loss where there is a reasonable assurance that the grant will be received and the organisation has complied with all attached conditions. Grants received where the organisation has yet to comply with all attached conditions are recognised as a liability (and included in deferred income within trade and other payables) and released to income when all attached conditions have been complied with. Government grants received are included in 'other income' in profit or loss.

2.3 Income taxes

The association has been approved as a public benefit organisation in terms of section 30 of the Income Tax Act, (the Act) and the receipts and accruals are exempt from income tax in terms of section 10(1)(cN) of the Act.

2.4 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Costs include 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.

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Accounting Policies

Summary of significant accounting policies continued...

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following rates are used for the depreciation of property, plant and equipment:

Building improvements	4.00%
Furniture and fittings	16.67%
IT equipment	33.33%

2.5 Trade and other receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest rate method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the organisation will not be able to collect all amounts due according to the original terms of the receivables.

2.6 Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

2.7 Trade payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest rate method.

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Notes to the Annual Financial Statements

Figures in R 2021 2020

3. Property, plant and equipment

	Cost	Accumulated depreciation	2021 Carrying value	Cost	Accumulated depreciation	2020 Carrying value
<i>Owned assets</i>						
Building improvements	215,000	43,000	172,000	215,000	34,400	180,600
Furniture and fittings	152,304	139,001	13,303	152,304	136,093	16,211
IT equipment	213,116	199,937	13,179	213,116	184,209	28,907
	580,420	381,938	198,482	580,420	354,702	225,718

The carrying amounts of property, plant and equipment can be reconciled as follows:

	Carrying value at beginning of year	Additions	Disposals	Depreciation	2021 Carrying value at end of year
<i>Owned assets</i>					
Building improvements	180,600	-	-	(8,600)	172,000
Furniture and fittings	16,211	-	-	(2,908)	13,303
IT equipment	28,907	-	-	(15,728)	13,179
	225,718	-	-	(27,236)	198,482

	Carrying value at beginning of year	Additions	Disposals	Depreciation	2020 Carrying value at end of year
<i>Owned assets</i>					
Building improvements	189,200	-	-	(8,600)	180,600
Furniture and fittings	2,722	26,501	-	(13,012)	16,211
IT equipment	25,879	16,787	-	(13,759)	28,907
	217,801	43,288	-	(35,371)	225,718

4. Trade and other receivables

Trade debtors	273,720	63,052
Deposits	20,241	5,000
Value Added Taxation	13,989	11,699
	307,950	79,751

5. Cash and cash equivalents

Favourable cash balances

Cash on hand	275	1,120
Nedbank Current Acc: 1009933299	-	50
FNB Current Account: 628 3313 6733	240,373	820,526
AVA Investment/Circle Endowment Fund	2,015	162,015
FNB 32 Day Flexi Notice Acc: 748 615 3700	171,580	-
	414,243	983,711

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Notes to the Annual Financial Statements

Figures in R

	2021	2020
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6. Other components of equity

The Circle - AVA 50 Collectors contributions will go towards the establishment of an endowment fund that will ensure the AVA's ongoing sustainability in the rapidly growing and commercialising Cape Town visual arts eco system.

7. Trade and other payables

Sundry creditors	2,800	-
Trade creditors	14,198	9
PAYE & UIF liability	(1)	10,335
Income received in advance	-	220,000
	<u>16,997</u>	<u>230,344</u>
 <i>Income received in advance</i>		
National Lotteries Commission	-	200,000
National Arts Council	-	20,000
	-	-
	<u>-</u>	<u>220,000</u>

8. Revenue

An analysis of revenue is as follows:

Books and Catalogues	4,610	3,620
Gallery rental	76,870	21,870
Membership fees	12,843	14,471
Venue & Events	20,000	20,827
Workshop	5,652	-
Courier & framing	2,801	54,112
Commission received	371,945	438,514
Insurance claims	4,500	-
Installation services	40,585	1,043
	<u>539,806</u>	<u>554,457</u>

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Notes to the Annual Financial Statements

Figures in R	2021	2020
9. Cost of Sales		
Alcohol & Catering	1,364	1,416
Archives	95,000	-
Artfairs	-	6,197
Artist in Residence	-	2,153
Artreach	182,914	53,214
Circle - AVA 50 Collectors	2,891	5,718
Commmission paid	130,184	316,903
Equipment, Printing & Postage	550	-
Events & Special Projects	21,250	-
Exhibition Expenses / Installation	15,807	11,285
Framing	(199)	-
Freight & Packaging	3,970	58,404
Installation Crew Training	33,954	36,659
Internships	15,700	18,050
Lounge +	72,273	28,027
Travel & Transport	572	-
Workshops	2,161	13,193
	<u>578,391</u>	<u>551,219</u>
<i>Commission paid</i>		
Third-party commission	3,600	179,358
Staff commission	126,584	137,545
	<u>130,184</u>	<u>316,903</u>

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Notes to the Annual Financial Statements

Figures in R

	2021	2020
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10. Other Income

Donations Received	273,749	492,157
Grants	691,357	525,700
	<u>965,106</u>	<u>1,017,857</u>

Detailed breakdown:

Donations received

Donations box & First Thursdays	2,749	1,757
Joan St Leger Lindbergh Charitable Trust	180,000	180,000
Spier Arts Trust/Yellowwoods Social Investments NPC	-	200,000
Strauss & Co	30,000	30,000
Fondation Antoine de Galbert	-	95,400
Fifty-Eight in the Cradle	25,000	-
Saeed Davids	10,000	-
Stevenson Gallery	1,000	-
AVA 50 Circle Collectors Events Contributions *	25,000	(15,000)
	<u>273,749</u>	<u>492,157</u>

Grants received

PGWC Department of Cultural Affairs & Sport	110,000	20,000
VANSA	16,357	5,700
Arts & Culture Trust	-	70,000
BASA	20,000	30,000
PESP	155,000	-
City of Cape Town	70,000	-
National Lotteries Commission	300,000	320,000
National Arts Council	20,000	80,000
	<u>691,357</u>	<u>525,700</u>

* Circle - AVA 50 Collectors Events Contributions breakdown:

Dominique & Adrian Enthoven	-	(5,000)
Spier Farm Management (Pty) Ltd	-	(10,000)
The Lucky Bean Trust	25,000	-
	<u>25,000</u>	<u>(15,000)</u>

11. Profit before tax

The following items have been recognised as expenses (income) in determining profit before tax:

Depreciation - Tangible assets	<u>27,236</u>	<u>35,371</u>
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ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Notes to the Annual Financial Statements

Figures in R	2021	2020
12. Finance costs		
SARS	(1)	4,599
Other	185	154
	<u>184</u>	<u>4,753</u>

13. Going Concern & the COVID-19 Impact

Management believes that the organisation will be a going concern in the year ahead. The impact of COVID-19 on the gallery has been well-managed with relief funding obtained, future committed donations from long term donors secured, pivoting sales online and reopening to the public. Due to the measures implemented and cash reserves, we continue to adopt the going concern basis in preparing the financial statements.

14. Approval of annual financial statements

These financial statements were approved by the managing committee and authorised for issue on 30 September 2021.

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Detailed Income Statement

Figures in R	2021	2020
Gross Revenue		
Books and Catalogues	4,610	3,620
Commission received	371,945	438,514
Courier & framing	2,801	54,112
Gallery rental	76,870	21,870
Installation services	40,585	1,043
Insurance claims	4,500	-
Membership fees	12,843	14,471
Venue & Events	20,000	20,827
Workshop	5,652	-
	<u>539,806</u>	<u>554,457</u>
Cost of Sales		
Alcohol & Catering	1,364	1,416
Archives	95,000	-
Artfairs	-	6,197
Artist in Residence	-	2,153
Artreach	182,914	53,214
Circle - AVA 50 Collectors	2,891	5,718
Commission paid	130,184	316,903
Equipment, Printing & Postage	550	-
Events & Special Projects	21,250	-
Exhibition Expenses / Installation	15,807	11,285
Framing	(199)	-
Freight & Packaging	3,970	58,404
Installation Crew Training	33,954	36,659
Internships	15,700	18,050
Lounge +	72,273	28,027
Travel & Transport	572	-
Workshops	2,161	13,193
	<u>578,391</u>	<u>551,219</u>
Gross Profit	<u>(38,585)</u>	<u>3,238</u>
Other Income		
Donations Received	273,749	492,157
Grants	691,357	525,700
Investment income	11,580	2,015
	<u>976,686</u>	<u>1,019,872</u>
	<u>938,101</u>	<u>1,023,110</u>

ASSOCIATION FOR VISUAL ARTS GALLERY

(Registration Number 035-161-NPO)

Financial Statements for the year ended 31 December 2021

Detailed Income Statement

Figures in R	2021	2020
Expenditure		
Accounting fees	43,239	38,177
Advertising	14,649	28,852
Auditors' remuneration	3,500	3,000
Bank charges	11,265	15,253
Cleaning	1,747	1,936
Computer expenses	5,753	1,797
Depreciation - Tangible assets	27,236	35,371
Discount allowed	8,268	-
Donations	-	652
Finance costs	184	4,753
Hire - Equipment	300	3,550
Insurance	20,542	20,249
Packaging	717	1,958
Postage	2,947	1,431
Premises costs	158,522	137,550
Printing and stationery	7,574	2,876
Repairs and maintenance	2,301	21,680
Salaries	730,816	633,853
Security	5,652	6,301
Small assets	2,085	3,149
Staff welfare	7,096	8,632
Stewardship	1,933	3,410
Subscriptions	25,714	35,266
Telephone and fax	5,952	7,353
Training	798	-
Travel & accomodation	4,469	896
	<u>1,093,259</u>	<u>1,017,945</u>
(Deficit) / surplus for the year	(155,158)	5,165



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