

MINE METALLURGICAL MANAGERS' ASSOCIATION

ANNUAL FINANCIAL STATEMENTS

31 AUGUST 2009

MINE METALLURGICAL MANAGERS' ASSOCIATION

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2009

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RESPONSIBILITIES AND APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements set out on pages 2 to 5 are the responsibility of the committee and the secretary.

The committee and the secretary are responsible for selecting and adopting sound accounting practices, for maintaining an adequate and effective system of accounting records, for the safeguarding of assets and for developing and maintaining a system of internal control that, among other things, will ensure the preparation of financial statements that will achieve fair presentation.

The responsible person, after conducting appropriate procedures, are satisfied that the association will be a going concern for the foreseeable future and have continued to adopt the going concern basis in preparing the financial statements.

The financial statements were approved by the President and the Secretary on 21 October 2009 and are signed by:



PRESIDENT



SECRETARY



REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MINE METALLURGICAL MANAGERS' ASSOCIATION

We have audited the annual financial statements of Mine Metallurgical Managers' Association, which comprise the approval of the financial statements, the balance sheet as at 31 August 2009, the income statement for the year then ended, a summary of significant accounting policies and other explanatory notes, as set out on page 4.

Auditors Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the association as of 31 August 2009, and of its financial performance for the year then ended in accordance with appropriate bases.

SANDTON
21 October 2009

HARRIS DOWDEN & FONTAINE
Registered Auditors
Per: R T Harris
Partner

MINE METALLURGICAL MANAGERS' ASSOCIATION
BALANCE SHEET
AS AT 31 AUGUST 2009

<u>ASSETS</u>	Note	<u>2009</u>	<u>2008</u>
<u>NON CURRENT ASSETS</u>			
Investments	2	78 755	79 935
<u>Current assets</u>			
<u>Stock</u>			
Association ties		5 520	12 000
Mens golf shirts		1 800	4 800
Mens silver watches		6 300	-
Torches		4 806	-
Wall clocks		4 840	-
		23 266	16 800
<u>Debtors</u>			
Annual dinner expenses		-	8 850
Debtors control	3	293 179	494 976
Presidential function		-	84 000
Metal accounting workshop 2008	4	19 145	-
Receiver of revenue - VAT		26 426	-
		338 751	587 826
<u>Cash at bank</u>		86 670	20 844
<u>TOTAL ASSETS</u>		527 441	705 405
<u>EQUITY AND LIABILITIES</u>			
<u>ACCUMULATED FUNDS</u>			
Balance at 1 September 2008		426 722	347 063
Plus: (Loss)/Surplus for the year		(63 474)	79 660
		363 248	426 722
<u>CURRENT LIABILITIES</u>			
<u>Creditors</u>			
Annual dinner dance income		-	140 120
Auditors remuneration		5 000	2 950
COM publications		80 299	63 395
Golf day expenses		-	7 420
Metal accounting code workshop		-	21 665
Receiver of revenue - VAT		-	2 317
Safety summit seminar 2008		-	20 316
Sundry creditors		78 894	20 499
		164 192	278 682
<u>TOTAL EQUITY AND LIABILITIES</u>		527 441	705 405

MINE METALLURGICAL MANAGERS' ASSOCIATION
INCOME STATEMENTS
FOR THE YEAR ENDING 31 AUGUST 2009

	Note	<u>2009</u>	<u>2008</u>
<u>INCOME</u>		713 484	971 476
Annual dinner		140 120	140 000
Golf day		22 380	31 780
Interest received		15 297	26 485
Metal accounting code workshop		550	41 615
Presidential visit 2008		17 997	322 000
Presidential visit 2009		156 825	-
Race day		31 000	16 600
Revenue sales	5	86	45
Seminars	6	47 900	93 616
Subscriptions		281 330	299 335
<u>EXPENDITURE</u>		776 958	891 816
Annual dinner		88 324	83 074
Annual general meeting and council meeting		37 563	30 550
Auditors remuneration		5 000	2 950
Bad debts	7	57 170	26 183
Bank charges		1 258	2 415
Bursary expenses		18 040	9 298
Chamber of mines shared expenses	8	337 922	295 574
Donation educational		2 500	3 500
Fax transceiver expenses		1 905	1 501
Function expenses		36	6 930
General expenses		11 456	10 134
Gifts, prizes and donations		2 137	5 000
Golf day		8 789	15 637
Interest paid		56	96
Metal accounting code workshop		-	19 145
Photocopier expenses		1 915	1 939
Postages		1 956	726
Presidential visit		177 980	317 196
Race day		19 858	14 951
Seminars	9	3 093	45 017
(LOSS) / SURPLUS TRANSFERRED TO ACCUMULATED FUNDS		<u>(63 474)</u>	<u>79 660</u>

MINE METALLURGICAL MANAGERS' ASSOCIATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 AUGUST 2009

1 ACCOUNTING POLICIES

The financial statements are prepared on the historical cost basis which is consistent with the prior year.

2 INVESTMENTS

2009

2008

These include:

32 Day Call account	74 943	69159.81
Money market investment account	3 911	10774.9
	<u>78 855</u>	<u>79 935</u>

3 DEBTORS CONTROL

Debtors control account	308 179	509 976
Provision for bad debts	(15 000)	(15 000)
	<u>293 179</u>	<u>494 976</u>

These include monies to be collected from subscriptions, events and activities.

4 METAL ACCOUNTING WORKSHOP 2008

This was an overpayment made to Randfontein Golf Club, awaiting refund.

5 REVENUE

This is income accruing from general meetings, stock and the sale of Safety Posters and Videos.

6 SEMINAR INCOME

2009

2008

Innovation and Optimization seminar	47 900	-
New Technology in Metallurgy Seminar	-	17 000
Protecting our Environment Seminar	-	27 900
Safety Summit Seminar	-	48 716
	<u>47 900</u>	<u>93 616</u>

7 BAD DEBTS

These were amounts written of for people who was invoiced but resigned or passed away. This also includes invoices raised on unknown addresses and then reversed. In the current year no unknown addresses were invoiced.

MINE METALLURGICAL MANAGERS' ASSOCIATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 AUGUST 2009

8 CHAMBER OF MINES SHARED EXPENSES

These costs shared between all the Associations made up as follows:

	<u>2009</u>	<u>2008</u>
Chamber of mines administrative fee	11 416	10 749
Entertainment	751	-
Human resources	295 654	251 726
Motor vehicle costs	10 009	7 155
Recruitments services	-	456
Repairs and maintenance - general	4 055	5 837
Repairs and maintenance - office move	-	8 822
Staff refreshments	973	-
Stationery	6 578	5 118
Telephones	3 203	1 988
Training and education	-	694
Travel and hotel expenses	5 282	3 027
	<u>337 922</u>	<u>295 574</u>

9 SEMINAR EXPENSES

	<u>2009</u>	<u>2008</u>
"Protect Our Environment" Seminar	-	9 454
Innovation and Optimization seminar	1 670	-
New Development Seminar	-	17 142
Safety Summit Seminar	1 424	18 421
	<u>3 093</u>	<u>45 017</u>