

**PROFESSIONAL GOLFERS ASSOCIATION OF SOUTH AFRICA NPC  
(REGISTRATION NUMBER 1996/003659/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019**

**EXECUTIVE COMMITTEE'S RESPONSIBILITIES AND APPROVAL**

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The executive committee, consisting of the company's directors, is required in terms of the Companies Act of South Africa, to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is the executive committee's 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 International Financial Reporting Standards for Small and Medium-sized Entities.

The annual financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The executive committee acknowledge that it is 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 executive committee to meet these responsibilities, the executive 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 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 executive committee 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 executive committee has reviewed the company's cash flow forecast for the year to 31 March 2020 and, in light of this review and the current financial position, it is satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been audited by the company's external auditors and their report is presented on pages 3 to 4.

The annual financial statements set out on pages 5 to 26, which have been prepared on the going concern basis, were approved and signed on behalf of the executive committee on 29 July 2019.

  
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**L Destroo**

  
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**J Bird**