

# ELECTORAL COMMISSION

Report regarding the Management and Administration of the  
Represented Political Parties' Fund during the  
financial year 1 April 2008 to 31 March 2009 in terms of  
Section 8 of the Public Funding of Represented Political Parties Act, 1997  
(Act 103 of 1997)



# CONTENTS

Management and Administration .....	5
Allocations to the Represented Political Parties.....	7
Extracts of Represented Political Parties' Financial Statements	
- African Christian Democratic Party .....	15
- Alliance of Free Democrats.....	18
- African National Congress .....	20
- African People's Convention .....	24
- Azanian People's Organisation.....	25
- Christian Party.....	27
- Democratic Alliance.....	29
- Federation of Democrats .....	31
- Freedom Front Plus .....	33
- Independent Democrats.....	35
- Inkatha Freedom Party .....	37
- Minority Front .....	40
- National Alliance .....	42
- National Democratic Convention .....	43
- New Vision Party.....	45
- Pan Africanist Congress of Azania .....	46
- United Christian Democratic Party.....	47
- United Democratic Movement .....	49
- United Independent Front .....	51
Report of the Audit Committee .....	53
Report of the Auditor-General .....	57
Financial Statements of the Represented Political Parties' Fund	
- Balance Sheet.....	65
- Income Statement.....	66
- Statement of Changes in Equity.....	67
- Cashflow Statement.....	68
- Notes to the Financial Statements.....	69
Appendix A:	
-Detailed Income and Expenditure Statement.....	81



# MANAGEMENT AND ADMINISTRATION

The Public Funding of Represented Political Parties Act, 1997 (hereafter referred to as the Act) determined that the financial year of the Fund will run from 1 April of every year until 31 March in the following year.

The Chief Electoral Officer, subject to the direction of the Commission, is responsible for the management and administration of the Fund and is its Accounting Officer and Chief Executive Officer.

For each financial year the Commission must have records kept of moneys received by/or accruing to the Fund, allocations made/and payments therefrom and of expenditure arising from the allocation of moneys and a current record of the capital and liabilities of the Fund.

Allocations to parties are made in accordance with the prescribed formula. A number of purposes for which such moneys may not be used by parties, is set out in the Act.

The manner in which parties have to deal with and account for moneys allocated to them, is set out in the Act. At the end of each financial year every party must prepare a statement showing the amount received and the purposes for which it was spent and have the statement and its books of records of accounts audited. The auditor must express an opinion as to whether the allocated moneys were spent for purposes not authorised by the Act.

The auditor's report and the audited statements must be submitted to the Commission.

Particulars of allocations made to represented political parties in respect of the 2008/2009 financial year are included in this report.

Extracts from the financial statements of represented political parties, as they were filed with the Commission, are published in this report.

The Auditor-General's report is unqualified but draws attention to the non-submission of audited financial statements by four political parties in paragraph 9 of the Auditor-General's report. Action in terms of section 6(7) and 7(2)(b) of the Act have been instituted where applicable.

In addition, paragraphs 10 – 13 of the Auditor-General's report draw attention to the non-compliance with the relevant legislation by various political parties in respect of their financial statements.

The Commission expresses its appreciation to the accounting officers of political parties for their co-operation.



# ALLOCATIONS TO REPRESENTED POLITICAL PARTIES





## ALLOCATIONS TO REPRESENTED POLITICAL PARTIES FOR THE YEAR ENDED 31 MARCH 2009

R88,335,570 was available to the nineteen Represented Political Parties, as follows:

R 79,502,013 Proportional (90%)

R 8,833,557 Equitable (10%)

**Table 1:** Total Number of Members - Representation

	NATIONAL ASSEMBLY	WESTERN CAPE	LIMPOPO	EASTERN CAPE	GAUTENG	KWA-ZULU NATAL	NORTHERN CAPE	NORTH WEST	MPUMALANGA	FREE STATE	TOTAL
AFRICAN CHRISTIAN DEMOCRATIC PARTY	4	2	1	NIL	1	1	1	NIL	NIL	1	11
ALLIANCE OF FREE DEMOCRATS	NIL	NIL	NIL	NIL	1	NIL	NIL	NIL	NIL	NIL	1
AFRICAN NATIONAL CONGRESS	297	27	46	53	51	41	25	27	27	25	619
AFRICAN PEOPLE'S CONVENTION	2	NIL	NIL	1	1	NIL	NIL	NIL	NIL	NIL	4
AZANIAN PEOPLE'S ORGANISATION	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
CHRISTIAN PARTY	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1	NIL	1
DEMOCRATIC ALLIANCE	47	11	1	5	13	5	2	2	2	3	91
FEDERATION OF DEMOCRATS	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
FREEDOM FRONT PLUS	4	NIL	NIL	NIL	2	NIL	1	1	NIL	1	9
INDEPENDENT DEMOCRATS	4	1	NIL	NIL	2	NIL	1	NIL	NIL	NIL	8
INKATHA FREEDOM PARTY	23	NIL	NIL	NIL	2	27	NIL	NIL	NIL	NIL	52
MINORITY FRONT	2	NIL	NIL	NIL	NIL	2	NIL	NIL	NIL	NIL	4
NATIONAL ALLIANCE	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
NATIONAL DEMOCRATIC CONVENTION	4	NIL	NIL	NIL	NIL	3	NIL	NIL	NIL	NIL	7
NEW VISION PARTY	NIL	NIL	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
PAN AFRICANIST CONGRESS	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
UNITED CHRISTIAN DEMOCRATIC PARTY	3	NIL	NIL	NIL	NIL	NIL	NIL	3	NIL	NIL	6
UNITED DEMOCRATIC MOVEMENT	6	NIL	NIL	4	NIL	1	NIL	NIL	NIL	NIL	11
UNITED INDEPENDENT FRONT	NIL	1	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1
<b>TOTAL</b>	<b>400</b>	<b>42</b>	<b>49</b>	<b>63</b>	<b>73</b>	<b>80</b>	<b>30</b>	<b>33</b>	<b>30</b>	<b>30</b>	<b>830</b>
NUMBER OF PARTIES		5	4	4	8	7	5	4	3	4	

REPRESENTED POLITICAL PARTIES

## ALLOCATIONS TO REPRESENTED POLITICAL PARTIES FOR THE YEAR ENDED 31 MARCH 2009 (continued)

**Table 2:** Transfer Effectuated to the Represented Political Parties

	NATIONAL ASSEMBLY R	PROVINCIAL LEGISLATURE R	TOTAL R	PAID APR-08 R	PAID JUL-08 R	PAID OCT-08 R	PAID JAN-09 R	TOTAL PAID R
AFRICAN CHRISTIAN DEMOCRATIC PARTY	1,053,641.13	1,123,783.99	2 177 425.12	544,356.28	544,356.28	544,356.28	544,356.28	2 177 425.12
ALLIANCE OF FREE DEMOCRATS	95,785.56	187,456.30	283 241.86	70,810.46	70,810.46	70,810.46	70,810.46	283 241.84
AFRICAN NATIONAL CONGRESS	59,291,260.03	1,822,251.28	61 113 511.31	15,278,377.83	15,278,377.83	15,278,377.83	15,278,377.83	61 113 511.32
AFRICAN PEOPLE'S CONVENTION	383,142.23	511,011.00	894 153.23	223,538.31	223,538.31	223,538.31	223,538.31	894 153.24
AZANIAN PEOPLE'S ORGANISATION	95,785.56	-	95 785.56	23,946.39	23,946.39	23,946.39	23,946.39	95 785.56
CHRISTIAN PARTY	95,785.56	205,431.56	301 217.12	75,304.28	75,304.28	75,304.28	75,304.28	301 217.12
DEMOCRATIC ALLIANCE	8,716,485.72	1,822,251.28	10 538 737.00	2,634,684.25	2,634,684.25	2,634,684.25	2,634,684.25	10 538 737.00
FEDERATION OF DEMOCRATS	95,785.56	-	95 785.56	23,946.39	23,946.39	23,946.39	23,946.39	95 785.56
FREEDOM FRONT PLUS	862,070.02	634,269.93	1 496 339.95	374,084.99	374,084.99	374,084.99	374,084.99	1 496 339.96
INDEPENDENT DEMOCRATS	766,284.46	483,277.74	1 249 562.20	312,390.55	312,390.55	312,390.55	312,390.55	1 249 562.20
INKATHA FREEDOM PARTY	4,980,848.98	422,235.22	5 403 084.20	1,350,771.05	1,350,771.05	1,350,771.05	1,350,771.05	5 403 084.20
MINORITY FRONT	383,142.23	234,778.92	617 921.15	154,480.29	154,480.29	154,480.29	154,480.29	617 921.16
NATIONAL ALLIANCE	95,785.56	-	95 785.56	23,946.39	23,946.39	23,946.39	23,946.39	95 785.56
NATIONAL DEMOCRATIC CONVENTION	670,498.90	234,778.92	905 277.82	226,319.46	226,319.46	226,319.46	226,319.46	905 277.84
NEW VISION PARTY	-	-	-	-	-	-	153,946.82	153 946.82
PAN AFRICANIST CONGRESS	95,785.56	-	95 785.56	23,946.39	23,946.39	23,946.39	23,946.39	95 785.56
UNITED CHRISTIAN DEMOCRATIC PARTY	574,713.34	169,481.03	744 194.37	186,048.59	186,048.59	186,048.59	186,048.59	744 194.36
UNITED DEMOCRATIC MOVEMENT	1,053,641.13	558,333.63	1 611 974.76	402,993.69	402,993.69	402,993.69	402,993.69	1 611 974.76
UNITED INDEPENDENT FRONT	191,571.11	424,216.17	615 787.28	153,946.82	153,946.82	153,946.82	-	461 840.46
<b>TOTALS</b>	<b>79 502 012.64</b>	<b>8 833 556.97</b>	<b>88 335 569.61</b>					

REPRESENTED POLITICAL PARTIES

# EXPENDITURE BY REPRESENTED POLITICAL PARTIES for the year ended 31 March 2009

	African Christian Democratic Party (ACDP) R	Alliance of Free Democrats (AFD) R	African National Congress (ANC) R	African People's Convention (APC)* R	Azanian People's Organisation (AZAPO)* R	Christian Party (CP) R	Democratic Alliance (DA) R	Federation of Democrats (FD) R	Freedom Front/Plus (FF) R	Independent Democrats (ID) R	Inkatha Freedom Party (IFP) R	Minority Front (MF) R	National Alliance (NA)* R	National Democratic Convention (NADECO) R	New Vision Party (NVP)* R	Pan Africanist Congress (PAC)* R	United Christian Democratic Party (UCDP) R	United Democratic Movement (UDM) R	United Independent Front (UIF) R	Total R
<b>Allocations for the year</b>	<b>2 177 425</b>	<b>283 242</b>	<b>61 113 511</b>	<b>894 153</b>	<b>95 786</b>	<b>301 217</b>	<b>10 538 737</b>	<b>95 786</b>	<b>1 496 340</b>	<b>1 249 562</b>	<b>5 403 084</b>	<b>617 921</b>	<b>95 786</b>	<b>905 278</b>	<b>153 947</b>	<b>95 786</b>	<b>744 194</b>	<b>1 611 975</b>	<b>461 840</b>	<b>88 335 570</b>
<b>Amount paid i.r.o. 2007/2008</b>																			<b>292 311</b>	<b>292 311</b>
<b>Amount overpaid during 2008/2009</b>														<b>226 319</b>						<b>226 319</b>
<b>Amount set off i.r.o. 2007/2008 debt</b>																<b>(47 893)</b>				<b>(47 893)</b>
<b>Total paid</b>	<b>2 177 425</b>	<b>283 242</b>	<b>61 113 511</b>	<b>894 153</b>	<b>95 786</b>	<b>301 217</b>	<b>10 538 737</b>	<b>95 786</b>	<b>1 496 340</b>	<b>1 249 562</b>	<b>5 403 084</b>	<b>617 921</b>	<b>95 786</b>	<b>1 131 597</b>	<b>153 947</b>	<b>47 893</b>	<b>744 194</b>	<b>1 611 975</b>	<b>754 151</b>	<b>88 806 307</b>
<b>Less: Total Expenditure</b>	<b>(2 373 528)</b>	<b>(290 724)</b>	<b>(60 823 713)</b>	-	<b>(108 055)</b>	<b>(689 879)</b>	<b>(10 781 376)</b>	<b>(176 447)</b>	<b>(1 730 423)</b>	<b>(1 639 352)</b>	<b>(5 437 675)</b>	<b>(642 173)</b>	-	<b>(1 127 580)</b>	-	-	<b>(744 087)</b>	<b>(1 613 654)</b>	<b>(1 100 953)</b>	<b>(89 279 619)</b>
Personnel expenditure	579 471	75 055	33 103 568		50 906	199 309	5 835 147	-	560 632	1 058 331	960 672	35 200	-	182 400			388 332	8 000	285 660	43 322 683
Accommodation expenditure	1 050	590	2 219 589		-	9 480	-	9 459	7 980	-	-	-	-	-			-	-	-	2 248 148
Travel expenditure	315 856	43 779	3 881 251		1 300	-	739 867	36 575	147 761	-	821 497	-	-	14 450			34 593	-	405 428	6 442 357
Arrangements of meetings and rallies	249 452	68 175	5 376 959		-	-	10 251	10 715	56 249	2 595	714 132	-	-	390 949			66 346	200 000	-	7 145 823
Administrative expenditure	577 452	99 103	9 575 398		55 849	50 894	4 196 111	7 455	488 724	131 389	2 131 885	130 168	-	283 194			254 816	159 766	395 182	18 537 86
Promotion and publications	650 247	4 022	6 388 117		-	408 746	-	112 243	448 057	447 037	345 997	466 592	-	256 587			-	1 245 888	-	10 773 533
Fixed asset expenditure	-	-	2 788 831		-	21 450	-	-	21 020	-	463 492	10 213	-	-			-	-	14 683	809 689
Unspent money at the end of year	(196 103)	(7 482)	289 798	894 153	(12 269)	(388 662)	(242 639)	(80 661)	(234 083)	(389 790)	(34 591)	(24 252)	95 786	4 017	153 947	47 893	107	(1 679)	(346 802)	(473 312)
Plus: Interest and other income received	29 734	-	47 293	-	-	37 019	51 175	1 246	10 292	5 472	16 397	-	-	-	-	-	-	-	7 860	206 488
<b>Surplus / (deficit) for the year</b>	<b>(166 369)</b>	<b>(7 482)</b>	<b>337 091</b>	<b>894 153</b>	<b>(12 269)</b>	<b>(351 643)</b>	<b>(191 464)</b>	<b>(79 415)</b>	<b>(223 791)</b>	<b>(384 318)</b>	<b>(18 194)</b>	<b>(24 252)</b>	<b>95 786</b>	<b>4 017</b>	<b>153 947</b>	<b>47 893</b>	<b>107</b>	<b>(1 679)</b>	<b>(338 942)</b>	<b>(266 824)</b>

## NOTES:

- Four political parties failed to submit the audited financial statements for the period under review, as prescribed by section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: APC, NA, PAC and UIF.
- One political party did not comply with section 7(1) of the Public Funding of Represented Political Parties Act 103 of 1997 and therefore received a disclaimer audit opinion from the independent auditors. The party is UIF.
- Six political parties failed to submit audit reports and audited annual financial statements for the year ending 31 March 2009 within the statutory deadline (on or before 14 April 2009) as prescribed in section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: AZAPO, FD, ID, MF, NADECO, UDM.
- Two political parties financial statements did not comply with the disclosure requirements as set out in section 6(3) of the Public Funding of Represented Political Parties Act 103, 1997, read with section 8(1) of the Public Funding of Represented Political Parties Regulations, 1998, that require the financial statements to be prepared showing the amounts spent for purposes classifiable under specific descriptive categories. They are as follows: AZAPO and NADECO. NADECO has corrected their financial statements. \* - AZAPO has not as yet rectified this omission.
- Five political parties did not return unspent money as required by section 9(3) of the Public Funding of Represented Political Parties Act 103 of 1997. They are as follows: ACDP, AFD, FD, NADECO, UDM.

## \* Financial Statements not yet received at date of printing



# EXTRACTS OF THE REPRESENTED POLITICAL PARTIES' STATEMENTS

Published in this report as filed with the Commission





## AFRICAN CHRISTIAN DEMOCRATIC PARTY (ACDP)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-Current assets</b>			
Property, plant and equipment	2	<u>53 064</u>	<u>71 786</u>
<b>Current assets</b>			
Trade and other receivables	3	88 601	45 964
Cash and cash equivalents	4	<u>22</u>	<u>270 041</u>
		<u>88 623</u>	<u>316 005</u>
<b>Total assets</b>		<u>141 687</u>	<u>387 791</u>
<b>EQUITY</b>			
<b>Capital and reserves</b>			
Retained earnings		<u>124 037</u>	<u>290 407</u>
<b>Current liabilities</b>			
Trade and other creditors	5	<u>17 650</u>	<u>97 384</u>
<b>Total equity and liabilities</b>		<u>141 687</u>	<u>387 791</u>

*Certified by Accounting Officer:* Mr. S.N. Swart  
*Audited by:* PriceWaterhouseCoopers  
*Audit Opinion:* Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flow from operating activities</b>			
Cash flow from operating activities	11	<u>(278 869)</u>	<u>69 903</u>
<b>Cash flow from investing activities</b>			
Acquisition of fixed assets		(20 935)	(38 218)
Interest received		<u>29 734</u>	<u>29 228</u>
Net Cash generated/(used) in investing activities		<u>8 799</u>	<u>(8 990)</u>
<b>Net /(decrease)/increase in cash and cash equivalents</b>		(270 070)	60 913
<b>Cash and cash equivalents at beginning of year</b>		<u>270 041</u>	<u>209 128</u>
<b>Cash and cash equivalents at end of year</b>	4	<u>(29)</u>	<u>270 041</u>



# AFRICAN CHRISTIAN DEMOCRATIC PARTY (ACDP)

## INCOME STATEMENT for the year ended 31 March 2009

	2009 R	2008 R
<b>INCOME</b>		
Allocation from fund	2 177 425	2 049 425
Interest received	29 734	29 228
	<u>2 207 159</u>	<u>2 078 653</u>
Less: <b>EXPENSES</b>	2 373 529	2 039 399
<b>Accommodation</b>	1 050	4 006
<b>Arrangements of meetings and rallies</b>	249 452	302 459
Meals and refreshments	46 608	66 425
Rent – conference venues	112 414	207 201
Rent- equipment	1 100	3 964
Security	-	6 739
Travel	23 400	-
Training workshops	65 930	18 130
	<u>577 453</u>	<u>492 037</u>
<b>Administration</b>		
Audit fees	23 370	20 520
- audit fees current year	23 370	20 520
- other services	-	-
Bank charges	13 232	10 587
Cleaning materials	4 780	3 413
Courier services	2 353	19 263
Depreciation	39 657	38 068
Insurance	5 076	4 399
Legal Costs	-	906
Membership and licenses	178	-
Rental	206 983	198 680
- Head office	57 540	49 784
- Provincial office	95 706	95 402
- Parking	-	4 155
- Other office space	14 400	14 400
- Office equipment	39 337	34 939
Repairs and maintenance	15 232	7 341
Stationery	63 062	25 923
Telephone and postage	170 139	128 597
Loss on scrapped assets	-	4
Water and electricity, rates and taxes	33 391	34 336





## AFRICAN CHRISTIAN DEMOCRATIC PARTY (ACDP)

### INCOME STATEMENT for the year ended 31 March 2009

	2009 R	2008 R
<b>Promotions and publications</b>	650 247	410 984
Advertisements	194 618	68 931
Entertainment expenditure	1 092	1 276
Printing	311 823	121 958
Promotions	142 714	218 819
<b>Personnel Expenditure</b>	579 471	563 585
Salaries	551 691	538 511
Skills Development Levy	5 673	5 409
Telephone allowance	16 434	14 256
Unemployment Insurance fund	5 673	5 409
Regional Council Levies	-	-
<b>Travel</b>	315 856	266 328
<b>Net (loss)/surplus for the year</b>	<b><u>(166 370)</u></b>	<b><u>39 254</u></b>



# ALLIANCE OF FREE DEMOCRATS (AFD)

## BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Equipment	3	10 715	7 346
<b>Current assets</b>		14 204	13 455
Cash and cash equivalents		11 671	13 455
Accounts receivables		2 534	-
<b>Total assets</b>		<u>24 920</u>	<u>20 801</u>
<b>EQUITY AND LIABILITIES</b>			
Accumulated funds		(5 110)	2 371
<b>Current liabilities</b>		30 030	18 430
Accounts payables		11 600	-
Interfund account`		18 430	18 430
<b>Total equity</b>		<u>24 920</u>	<u>20 801</u>

Certified by Accounting Officer: Ms. T Gololo  
 Audited by: Mokwena and Partners  
 Audit Opinion: Qualified

## CACH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flow from operating activities</b>			
Cash receipts from the IEC		283 242	222 184
Cash paid to suppliers and employees		(278 318)	(357 021)
Cash generated/(utilized) by operations	3.1	4 924	(134 837)
Net cash flows from operating activities		<u>4 924</u>	<u>(134 837)</u>
<b>Cash flow from investing activities</b>			
Additions to plant and equipment		(6 708)	(2 350)
Net cash used in investing activities		<u>(6 708)</u>	<u>(2 350)</u>
<b>Cash flows from financing activities</b>			
Increase in interfunds		-	4 201
Net cash used in investing activities		-	4 201
Net increase in cash and cash equivalents			
Cash and cash equivalents at beginning of period		(1 784)	(132 986)
Cash and cash equivalents at end of period	3.2	<u>13 455</u>	<u>146 441</u>
		<u>11 671</u>	<u>13 455</u>



## ALLIANCE OF FREE DEMOCRATS (AFD)

### INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
IEC fund allocation		<u>283 242</u>	<u>222 184</u>
<b>TOTAL INCOME</b>		283 242	222 184
<b>EXPENSES</b>		(290 723)	(358 279)
Accommodation		590	74 463
Administration		99 103	150 158
Arrangement of meetings and rallies		68 175	6 418
Personnel expenditure		75 055	77 950
Promotions and publications		4 022	26 398
Travel expenses		43 779	22 892
Surplus/(deficit) from operations		<u>(7 481)</u>	<u>(136 095)</u>



# AFRICAN NATIONAL CONGRESS (ANC)

## BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-current assets</b>		<b>921 999</b>	1 141 128
Furniture and Equipment	3	<b>851 526</b>	1 011 317
Intangible assets	4	<b>70 473</b>	129 811
<b>Current assets</b>			
Cash and cash equivalents	5	<b>4 395</b>	644 857
Trade and other receivables	6	<b>30 865</b>	-
<b>Total assets</b>		<b><u>957 259</u></b>	<b><u>1 785 985</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Accumulated surplus		<b>697 661</b>	360 570
<b>Current liabilities</b>			
Trade and other payables	7	<b><u>259 598</u></b>	<u>1 425 415</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>957 259</u></b>	<b><u>1 785 985</u></b>

Certified by Accounting Officer: *Mr. M Phosa*  
 Audited by: *Deloitte & Touche*  
 Audit Opinion: *Unqualified*

## CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>OPERATING ACTIVITIES</b>			
Cash receipts from the Independent Electoral Commission		<b>61 113 511</b>	57 426 318
Cash paid to suppliers and employees		<b>(61 741 564)</b>	(56 427 649)
Cash (utilized in)/generated by operations	8	<b>(628 053)</b>	998 669
Interest received		<b>47 293</b>	260 544
<b>Net cash from operating activities</b>		<b><u>(580 760)</u></b>	<u>1 259 213</u>
<b>INVESTING ACTIVITIES</b>			
Additions to furniture and equipment		<b>(59 702)</b>	(507 199)
Additions to intangible assets		-	(108 130)
<b>Net cash utilised in investing activities</b>		<b><u>(59 702)</u></b>	<u>(615 329)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(640 462)</b>	643 884
Cash and cash equivalents at beginning of year		<b>644 857</b>	973
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	5	<b><u>4 395</u></b>	<u>44 857</u>



# AFRICAN NATIONAL CONGRESS (ANC)

## INCOME STATEMENT for the year ended 31 March 2009

	2009 R	2008 R
<b>INCOME</b>	61 160 804	57 686 862
Grants received	61 113 511	57 426 318
Interest received	47 293	260 544
<b>EXPENDITURE</b>	60 823 713	57 878 092
<b>Personnel expenditure</b>		
Salaries	33 103 568	36 009 170
<b>Accommodation expenditure</b>		
Accommodation and meals	2 219 589	1 207 968
<b>Travel expenditure</b>	3 881 251	3 012 863
Air travel – internal	2 494 430	2 654 605
Air travel – external	1 124 425	-
Subsistence allowance – internal	130	-
Private transport – reimbursement	2 642	-
Parking fees and toll roads	174	-
Car rental	259 450	358 258
<b>Arrangement of meeting and rallies</b>	5 376 959	3 200 882
Catering	1 719 034	37 325
Hiring - buses and taxis	562 084	373 375
- conference venues	1 909 700	2 429 657
Insurance – conference venues	-	51 569
Decorations	493 566	-
Equipment rentals – public addressing	332 736	-
Equipment rentals – other	148 200	-
Training	211 639	305 956



## AFRICAN NATIONAL CONGRESS (ANC)

	2009 R	2008 R
<b>EXPENDITURE (continued)</b>		
<b>Administrative – general</b>	8 610 125	11 229 056
Cleaning	797 030	822 621
Communication expenses - cell phones	689 779	1 240 664
- telephone fax modem	1 237 674	3 254 118
Consultation fees	1 482 800	230 488
Courier services	219 834	243 081
Insurance – equipment	-	674 554
Maintenance and repairs - buildings	90 664	142 127
- computers	-	1 034
- equipment	-	21 880
- motor vehicles	16 848	114 432
Postage	-	5 000
Refuse removal	-	35 056
Sanitation	-	199 408
Security services	3 189 055	3 552 870
Server expenses	318 783	368 375
Stationery	201 510	134 837
Website maintenance	366 168	188 511
<b>Administrative – other</b>	965 273	1 220 214
Audit costs – Independent Electoral Commission	167 600	92 000
Bank charges	1 678	5 162
Electricity Supply	-	155 503
Fuel	14 679	1 261
Improvement on Property	114 000	-
Installation – Equipment	-	3 150
Internet Maintenance	3 221	-
Interest Paid	153	-
Legal costs	-	485 464
Post box rental	-	998
Renewal of licenses	30 096	-
Rental - office plant	56 257	25 895
- parking	230 400	308 296
Services rendered	322 634	77 630
Staff training	2 180	5 280
Subscription fees	22 375	33 040
Travel	-	10 795
Water, lights and electricity	-	15 740



## AFRICAN NATIONAL CONGRESS (ANC)

### INCOME STATEMENT for the year ended 31 March 2009

Notes	2009 R	2008 R
<b>EXPENDITURE (continued)</b>		
<b>Promotions and publications</b>	6 388 117	1 789 918
Advertisement – other	2 000 000	-
Backing Boards	3 232 000	-
Books/magazines	-	13 548
Hire of sound system	61 929	31 920
Photographic costs	3 420	10 476
Press conference and media	194 105	113 978
Printing and production - books	8 883	1 324 303
- pamphlets	708 875	295 693
- posters	90 216	-
Promotional t-shirts and caps	77 805	-
Translations	10 884	-
<b>Depreciation and amortization</b>	<u>278 831</u>	<u>208 021</u>
<b>(Deficit)/Surplus for the year</b>	<u><u>337 091</u></u>	<u><u>(191 230)</u></u>



## AFRICAN PEOPLE'S CONVENTION (APC)

AUDITED ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2009

Not submitted at the date of printing





## AZANIAN PEOPLE'S ORGANISATION (AZAPO)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	2	2
<b>Current assets</b>			
Bank balances		<u>286</u>	<u>13 668</u>
<b>Total assets</b>		<u><u>288</u></u>	<u><u>13 670</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Accumulated loss		(8 961)	3 308
<b>Current liabilities</b>			
Trade and other payables	3	<u>9 249</u>	<u>10 362</u>
<b>Total equity and liabilities</b>		<u><u>288</u></u>	<u><u>13 670</u></u>

*Certified by Accounting Officer:* Mr. RD Monnakgotla  
*Audited by:* Barrus & Associates  
*Audit Opinion:* Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flows from operating activities</b>			
Cash (utilized in)/generated by operating activities	4.1	(13 332)	3 596
Interest paid		<u>(50)</u>	<u>-</u>
Net cash from operating activities		<u>(13 382)</u>	<u>3 598</u>
(Decrease)/increase in cash and cash equivalents		(13 382)	3 598
Cash and cash equivalents at beginning of year		<u>13 668</u>	<u>10 070</u>
Cash and cash equivalents at end of year		<u><u>286</u></u>	<u><u>13 668</u></u>



## AZANIAN PEOPLE'S ORGANISATION (AZAPO)

### INCOME STATEMENT for the year ended 31 March 2009

	2009 R	2008 R
<b>ALLOCATION FROM FUND</b>	<u>95 786</u>	<u>90 938</u>
<b>EXPENSES</b>	108 055	87 589
Accounting officer's fee	1 480	-
Auditors remuneration	4 500	4 000
Bank charges	3 079	2 298
E-mail and internet	2 520	1 400
Interest	50	-
Printing and stationery	270	717
Rent paid	24 731	35 356
Repairs and maintenance	3 174	2 670
Salaries	50 906	21 812
Telephone and fax	16 045	19 336
Travel	1 300	-
(Deficit)/Surplus	<u>(12 269)</u>	<u>3 349</u>



## CHRISTIAN PARTY (CP)

### BALANSSTAAT soos op 31 Maart 2009

	Aantekeninge	2009 R	2008 R
<b>BATES</b>			
<b>Nie-bedryfsbates</b>			
Meubels en Toerusting	2	80 746	84 664
<b>Bedryfsbates</b>			
Kontant en Kontantekwivalente	3	-	351 643
<b>TOTALE BATES</b>		<u>80 746</u>	<u>436 307</u>
<b>RESERWES</b>			
<b>Opgehoopde Fondse</b>	4	<u>80 746</u>	<u>436 307</u>

*Certified by Accounting Officer:* Mr. LJB Marneweck  
*Audited by:* Nel, Prenzler & Potgieter  
*Audit Opinion:* Unqualified

### KONTANTVLOEISTAAT vir dir jaar deeindig 31 Maart 2009

	Aantekeninge	2009 R	2008 R
<b>KONTANTVLOEI UIT BEDRYSAKTIWITEITE</b>		(330 193)	187 123
Fondse Ontvang		301 217	285 972
Betalings aan personeel en verskaffers		<u>(668 429)</u>	<u>(115 781)</u>
Rente Ontvang		(367 212) 37 019	170 191 16 932
<b>KONTANTVLOEI NA BELEGGINGSAKTIWITEITE</b>			
Nie-bedryfsbates aangekoop		<u>(21 450)</u>	<u>(26 921)</u>
<b>NETTO TOENAME / (AFNAME) IN KONTANTEKWIVALENTE</b>		(351 643)	160 202
Kontantekwivalente aan die begin van die jaar		<u>351 643</u>	<u>191 441</u>
<b>KONTANTEKWIVALENTE AAN DIE EINDE VAN DIE JAAR</b>		<u>NUL</u>	<u>351 643</u>



## CHRISTIAN PARTY (CP)

### INKOMSTE- EN UITGAWESTAAT vir die jaar geëindeig 31 Maart 2009

	2009 R	2008 R
<b>INKOMSTE</b>	338 236	302 904
Fondse ontvang vanaf OVK in terme van Wet 103 van 1997	301 217	285 972
Rente Ontvang	37 019	16 932
<b>MIN: UITGAWES</b>	(689 879)	(142 702)
Administratiewe uitgawes (Art 8(1)e)		
- Bankkoste	2 247	1 613
- Ouditeursvergoeding	8 647	3 192
- OVK Verkiesing fooie	40 000	-
Akkomodasie (Art 8(1)b)	9 480	12 756
Promosies en publikasies (Art 8(1)f)	408 746	60 221
Personeeluitgawe (Art 8(1)a)		
- Salarisse	199 309	4 320
Reiskoste (Art 8(1)c)	-	25 188
Reel van vergaderigs en byeenkomste (Art 8(1)d)	-	8 491
Vaste bates aangekoop (Art 8(1)e)		
- Rekenaartoerusting	21 450	10 900
- Toerusting	-	15 572
- Kantoormeubels	-	449
<b>NETTO OORSKOT VIR DIE JAAR</b>	<u>(351 643)</u>	<u>160 202</u>
<b>Bedrag oorgedra na volgende finansiële jaar in terme van Paragraaf 9(1) van Wet 103 van 1997:</b>		
- Netto oorskot vir die jaar	(351 643)	160 202
- Min: Rente Ontvang	<u>(37 019)</u>	<u>(16 932)</u>
	<u>(388 662)</u>	<u>143 270</u>



## DEMOCRATIC ALLIANCE (DA)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	327	328
Other financial asset	3	-	10 000
		<u>327</u>	<u>10 328</u>
<b>Current Assets</b>			
Accounts receivable	4	-	2 300
Other financial asset	3	10 000	-
Cash and cash equivalents	5	109 343	349 664
		<u>119 343</u>	<u>351 964</u>
<b>Total Assets</b>		<u>119 670</u>	<u>362 292</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Funds</b>			
(Accumulated deficit) / surplus		<u>(23 728)</u>	<u>167 735</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts payable	6	143 398	194 557
<b>Total Equity and Liabilities</b>		<u>119 670</u>	<u>362 292</u>

Certified by Accounting Officer: Mr. R Coetzee  
 Audited by: BBR Van Der Grijp  
 Audit Opinion: Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flows from operating activities</b>			
Cash used in operations	13	(291 449)	(221 545)
Interest received		51 175	74 993
Finance costs		(47)	(86)
<b>Net cash from operating activities</b>		<u>(240 321)</u>	<u>(146 638)</u>
<b>Total cash movement for the year</b>		<u>(240 321)</u>	<u>(146 638)</u>
Cash at beginning of the year		349 664	496 302
<b>Total cash at end of the year</b>	5	<u>109 343</u>	<u>349 664</u>



## DEMOCRATIC ALLIANCE (DA)

### INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>INCOME</b>			
Grants received from Independent Electoral Commission	7	10 538 737	10 093 247
Interest received	9	51 175	74 993
	1.3	<b>10 589 912</b>	<b>10 168 240</b>
<b>EXPENDITURE</b>			
<b>Personnel expenditure</b>			
Insurance: UIF		35 130	26 572
Medical funds		187 460	236 309
Pension funds		278 733	275 499
Recruitment of staff		49 626	58 332
Salaries		5 196 012	3 573 395
Staff gifts		285	240
Staff training		87 901	226 459
		<u>5 835 147</u>	<u>4 396 806</u>
<b>Travel Expenditure</b>		<u>739 867</u>	<u>688 075</u>
<b>Administrative expenditure</b>			
Auditor's remuneration	12	24 624	19 000
Bank charges		6 857	5 986
Communication expenditure: telephone and fax		733 644	563 677
Consultancy fees		153 936	252 132
Courier and postage services		68 378	86 464
Finance costs	10	47	86
Internet		181 417	137 341
Loss on disposal of asset	2	1	1
Maintenance and repairs: building		72 791	57 551
Maintenance and repairs: computers		419 383	173 021
Maintenance and repairs: equipment		65 137	105 920
Newspapers, books and publications		50 963	1 593
Printing and stationery		331 972	598 376
Refreshments and sundries		52 162	40 492
Rent and electricity		638 462	820 222
Rental office equipment		1 341 932	1 249 171
Security expenses		7 649	5 427
Skills development levies		46 756	33 040
		<u>4 196 111</u>	<u>4 149 500</u>
<b>Arrangement of meetings and rallies</b>		<u>10 251</u>	<u>845 691</u>
<b>Total expenditure</b>		<b>10 781 375</b>	<b>10 080 072</b>
<b>(Deficit) Surplus for the period</b>		<b>(191 463)</b>	<b>88 168</b>



## FEDERATION OF DEMOCRATS (FD)

### STATEMENT OF FINANCIAL POSITION as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Furniture and equipment	2	<u>5 252</u>	<u>6 692</u>
<b>Current Assets</b>			
Trade and other receivable	3	860	-
Cash and cash equivalents	4	<u>1 143</u>	<u>84 003</u>
		<b><u>2 003</u></b>	<b><u>84 003</u></b>
<b>Total Assets</b>		<b><u>7 255</u></b>	<b><u>90 695</u></b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Retained income		<u>7 255</u>	<u>86 669</u>
<b>Liabilities</b>			
Current Liabilities			
Trade and other payables	5	<u>-</u>	<u>4 026</u>
<b>Total Equity and Liabilities</b>		<b><u>7 255</u></b>	<b><u>90 695</u></b>

*Certified by Accounting Officer:* Mr. LM Green  
*Audited by:* SizweNtsaluba VSP  
*Audit Opinion:* Unqualified

### STATEMENT OF CASH FLOWS for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flows from operating activities</b>			
Cash (used in) generated from operations	7	<u>(82 860)</u>	<u>50 927</u>
<b>Net cash from investing activities</b>			
Purchase of furniture and equipment	2	<u>-</u>	<u>(7 200)</u>
<b>Total cash movement for the year</b>		<b>(82 860)</b>	<b>43 727</b>
Cash at beginning of the year		<u>84 003</u>	<u>40 276</u>
<b>Total cash at end of the year</b>	5	<b><u>1 143</u></b>	<b><u>84 003</u></b>





## FEDERATION OF DEMOCRATS (FD)

### STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Revenue</b>			
Represented Political Party Fund Allowance		<u>95 786</u>	<u>90 938</u>
<b>Other income</b>			
Other income		<u>1 247</u>	<u>-</u>
<b>Expenses</b>		<b>(176 447)</b>	<b>(39 517)</b>
<b>Accommodation</b>		9 459	4 917
<b>Administration</b>		7 455	1 742
Bank charges		1 023	719
Parking		27	206
Stationery		0	309
Telephone		1 573	0
Conference fees		700	0
Depreciation		1 440	508
Audit Fees		2 692	0
		112 243	208
Promotional Material		44 207	0
Printing		59 001	0
Entertainment/Lunches		2 235	208
Website Maintenance		6 800	0
<b>Travelling</b>		36 575	32 650
Transport		0	3 190
Travelling		36 575	29 460
<b>Arrangement of meetings and rallies</b>			
Workshop expenses		<u>10 715</u>	<u>0</u>
<b>(Deficit) / Surplus for the year</b>		<u><b>176 447</b></u> <u><b>(79 414)</b></u>	<u><b>39 517</b></u> <u><b>51 421</b></u>





## FREEDOM FRONT PLUS (FF)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Equipment, furniture and motor vehicle	2	1	1
<b>CURRENT ASSETS</b>		20 223	62 092
Cash and cash equivalents	3	20 223	62 092
<b>TOTAL ASSETS</b>		<b>20 224</b>	<b>62 093</b>
<b>RESERVE AND LIABILITIES</b>		20 224	62 093
Unutilized (loss) / surplus	4	(161 698)	62 093
Creditors		181 922	-
<b>TOTAL RESERVE AND LIABILITIES</b>		<b>20 224</b>	<b>62 093</b>

*Certified by Accounting Officer:* Col PD Uys  
*Audited by:* Brink & Brink  
*Audit Opinion:* Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		<b>(41 869)</b>	<b>(65 874)</b>
Cash received from Government Appropriations		1 496 340	1 383 139
Cash paid to suppliers and employees		(1 548 501)	(1 467 130)
Cash generated from operations	8	(52 161)	(83 991)
Interest received		10 292	18 117
Net /(decrease)/increase in cash and cash equivalents		(41 869)	(65 874)
<b>Cash equivalents</b>			
Opening Balance		62 092	127 966
Closing Balance	3	20 223	62 092



## FREEDOM FRONT PLUS (FF)

### INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>INCOME</b>		1 506 632	1 375 458
Allocation from fund		1 496 340	1 357 341
Interest received		10 292	18 117
<b>EXPENDITURE</b>		1 730 423	1 467 130
Administration costs			
- Audit fees		13 234	7 942
- Bank charges		1 653	13 593
- Insurances		9 745	24 492
- Maintenance & cleaning		11 586	12 537
- Rent of property, levies and municipal costs		59 497	114 970
- Stationery, postage and couriers		12 700	9 958
- Subscriptions		23 813	2 700
- Telephone, fax & internet		128 709	52 508
Accommodation		7 980	28 069
Arrangement of meetings and rallies		56 249	113 192
Administration fees paid to branches		210 995	359 728
Legal fees		16 792	-
Personnel expenditure		560 632	451 321
Promotions and publications		448 057	205 268
Purchase of equipment	2	21 020	6 000
Travelling expenses		147 761	64 852
Shortage / (Surplus for the year)		<u>(223 791)</u>	<u>(91 672)</u>



## INDEPENDENT DEMOCRATS (ID)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property plant and equipment	2	<u>76 048</u>	<u>117 876</u>
<b>Current Assets</b>			
Trade and other receivables	3	-	71 847
Cash and cash equivalents	4	<u>-</u>	<u>354</u>
		<u>-</u>	<u>72 201</u>
<b>Total Assets</b>		<b><u>76 048</u></b>	<b><u>190 077</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Accumulated loss		<u>(754 496)</u>	<u>(370 178)</u>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
Finance lease obligation	5	<u>89 494</u>	<u>113 074</u>
<b>Current Liabilities</b>			
Finance lease obligation	5	23 632	20 269
Trade and other payables	6	716 482	429 912
Bank overdraft	4	<u>936</u>	<u>-</u>
		<b><u>741 050</u></b>	<b><u>447 181</u></b>
<b>Total Liabilities</b>		<b><u>830 544</u></b>	<b><u>560 255</u></b>
<b>Total Equity and Liabilities</b>		<b><u>76 048</u></b>	<b><u>190 077</u></b>

Accounting Officer: Mr. MH Hoosen  
 Audited by: C2M Chartered Accountants  
 Audit Opinion: Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flow from operating activities</b>			
Cash generated from operations	10	13 455	9 802
Interest income		<u>5 472</u>	<u>8 290</u>
<b>Net cash from operating activities</b>		<b><u>18 927</u></b>	<b><u>18 092</u></b>
<b>Net Cash from financing activities</b>			
Finance lease payments		<u>(20 217)</u>	<u>(18 088)</u>
<b>Total cash movement for the period</b>		<b><u>(1 290)</u></b>	<b><u>4</u></b>
Cash at the beginning of the period		<u>354</u>	<u>350</u>
<b>Total cash at end of the period</b>	4	<b><u>(936)</u></b>	<b><u>354</u></b>



## INDEPENDENT DEMOCRATS (ID)

### INCOME STATEMENT for the year ended 31 March 2009

	2009 R	2008 R
<b>Revenue</b>		
Represented Political Party Fund allocation	<u>1 249 562</u>	<u>1 168 522</u>
<b>Other income</b>		
Interest received 8	<u>5 472</u>	<u>8 290</u>
<b>Operating expenses</b>		
Administration	(131 389)	(118 899)
Arrangement of meetings and rallies	(2 595)	(10 910)
Personnel expenditure	(1 058 331)	(474 874)
Promotions and publications	(447 037)	(778 188)
	<u>(1 639 352)</u>	<u>(1 382 871)</u>
<b>Surplus / (shortfall) for the period</b>	<u>(384 318)</u>	<u>(206 059)</u>



## INKATHA FREEDOM PARTY (IFP)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property plant and equipment	2	<u>322</u>	<u>598</u>
<b>Current Assets</b>			
Trade and other receivables		-	7 330
Cash and cash equivalents	3	<u>-</u>	<u>10 383</u>
		-	<b>17 713</b>
<b>TOTAL ASSETS</b>		<b><u>322</u></b>	<b><u>18 011</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Accumulated profit (loss)		<u>(183)</u>	<u>18 011</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Bank overdraft	3	<u>505</u>	<u>-</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>322</u></b>	<b><u>18 011</u></b>

*Certified by Accounting Officer:* Mr. K Worthington  
*Audited by:* Nolands Richmond Incorporated  
*Audit Opinion:* Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flow from operating activities</b>			
Cash generated from operations	4	436 231	306 137
Interest income		<u>16 397</u>	<u>32 686</u>
<b>Net cash from operating activities</b>		<b><u>452 628</u></b>	<b><u>338 823</u></b>
<b>Cash flows from investing activities</b>			
Additions to property, plant and equipment	2	<u>(463 516)</u>	<u>(390 580)</u>
<b>Net cash movement for the year</b>		<b><u>(10 888)</u></b>	<b><u>(51 757)</u></b>
Cash and cash equivalents at the beginning of the year		<u>10 383</u>	<u>62 140</u>
<b>Cash and cash equivalents at end of the year</b>	3	<b><u>(505)</u></b>	<b><u>10 383</u></b>



## INKATHA FREEDOM PARTY (IFP)

### INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Revenue</b>		5 403 084	5 111 829
<b>Operating expenses</b>		<u>(5 437 675)</u>	<u>(5 188 933)</u>
<b>Personnel expenditure</b>		960 672	2 664 330
Salaries: employees		832 457	2 285 368
Pension contributions		105 365	301 037
Training: computer and other		22 850	77 925
<b>Travel expenditure</b>		821 497	508 132
Hotel expenditure - other		448 553	240 099
Car rental		86 837	89 387
Fuel and maintenance		1 270	11 506
Air travel – internal		136 573	80 788
Parking fees and toll roads		104 283	54 692
Public transport		43 981	31 660
<b>Arrangement of meeting and rallies</b>		714 132	334 008
Hiring - conference venues		101 748	169 465
Hiring - buses and taxis		354 499	18 057
Renting equipment – public address		65 548	23 404
Renting equipment – other		16 853	4 000
Food and beverage		132 673	69 780
Security		42 811	49 302



# INKATHA FREEDOM PARTY (IFP)

## INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>EXPENDITURE (continued)</b>			
<b>Administration expenditure</b>		2 131 885	1 033 635
Communication expenditure: telephone, fax, modem		126 510	297 278
Communication expenditure – postal services		-	3 621
Maintenance and repairs - equipment		102 833	31 788
Maintenance and repairs - buildings		5 641	3 000
Maintenance and repairs - computers		11 894	-
Maintenance and repairs - motor vehicles		19 994	7 661
Cleaning		11 889	1 586
Entertainment – meetings and rallies		77 122	116 040
Stationery		192 867	67 072
Legal costs		776 726	3 534
Audit costs		34 236	27 360
Bank charges		5 830	8 196
Rental – other office space		536 646	373 894
Rental – office equipment		68 326	61 857
Electricity and water		165 863	22 595
Subscriptions		5 508	8 153
<b>Promotions and publications</b>		345 997	258 257
Promotional T shirts and caps		201 978	148 796
Promotional badges and keyrings		5 179	-
Printing and production: posters, books and pamphlets		138 840	109 461
<b>Depreciation and amortization</b>		463 492	390 571
<b>Total expenditure</b>		<b>5 437 675</b>	<b>5 188 933</b>
<b>Operating loss</b>		<b>(34 591)</b>	<b>(77 104)</b>
Investment revenue		16 397	32 686
<b>Loss for the year</b>		<b>(18 194)</b>	<b>(44 418)</b>





## MINORITY FRONT (MF)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Equipment, furniture and motor vehicle	2	<u>36</u>	<u>26</u>
<b>Current assets</b>			
Receivables and prepayments	3	-	-
Cash and cash equivalents	4	<u>-</u>	<u>22 496</u>
		<u>-</u>	<u>22 496</u>
<b>Total assets</b>		<b><u>36</u></b>	<b><u>22 522</u></b>
<b>RESERVE AND LIABILITIES</b>			
<b>Reserve</b>			
Unutilised surplus/(Deficit)	5	<u>(37 562)</u>	<u>(13 311)</u>
<b>Current liabilities</b>			
Trade and other payables	6	37 542	35 833
Bank overdraft	4	<u>55</u>	<u>-</u>
		<u>37 597</u>	<u>35 833</u>
<b>Total reserve and liabilities</b>		<b><u>36</u></b>	<b><u>22 522</u></b>

Certified by Accounting Officer: Ms. S. Rajbally  
 Audited by: Logie Govender & Co  
 Audit Opinion: Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash generated/(utilised) from operations	8.1	(12 328)	(79 413)
Interest received		-	-
Interest paid		<u>-</u>	<u>-</u>
Net cash inflow/outflow from operating activities		(12 328)	(79 413)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of equipment, furniture and motor vehicles		<u>(10 223)</u>	<u>(5 597)</u>
Net increase/(decrease) in cash and cash equivalents		(22 551)	(85 370)
Cash and cash equivalent at beginning of period		<u>22 496</u>	<u>107 866</u>
<b>Cash and cash equivalent at end of year</b>		<b><u>(55)</u></b>	<b><u>22 496</u></b>





## MINORITY FRONT (MF)

### INCOME STATEMENT for the year ended 31 March 2009

	2009 R	2008 R
<b>INCOME</b>	<b>617 921</b>	<b>586 647</b>
Allocation from Fund	617 921	586 647
<b>EXPENDITURE</b>	<b>642 172</b>	<b>687 406</b>
Personnel expenditure	35 200	1 500
Salaries: Employees	35 200	1 500
Accommodation expenditure	-	-
Travel expenditure	-	1 870
Car rental	-	1 870
Arrangements of meetings and rallies	-	-
Administrative expenditure	130 168	120 379
Communication expenditure: Telephone, fax, modem	18 437	34 888
Communication expenditure: Cell phones	18 380	13 747
Maintenance and repairs: Equipment	-	2 651
Stationery	22 618	18 622
Entertainment expenditure: Meetings and rallies	10 450	1 600
Entertainment expenditure: Other	-	6 692
Audit cost	15 390	15 390
Bank charges	2 944	2 280
Workshops	11 250	-
Accounting fees	1 710	-
Social services	2 000	-
Rental – Provincial office	26 988	24 509
Promotion and publications	466 592	557 701
Advertisement – Newspapers	202 688	213 980
Advertisement – Other	57 049	154 720
Promotions – T shirts, caps, flags	2 280	27 380
Promotional material	61 800	-
Other	-	510
Printing and production of advertisements	142 774	161 111
Fixed assets written down	10 213	5 956
<b>Surplus/(deficit) for the Year</b>	<b><u>(24 251)</u></b>	<b><u>(100 759)</u></b>



## NATIONAL ALLIANCE (NA)

AUDITED ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2009

**Not submitted at the date of printing**



# NATIONAL DEMOCRATIC CONVENTION (NADECO)

## BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	2	<u>5 200</u>	<u>-</u>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		<u>2 407</u>	<u>7 696</u>
<b>Total Assets</b>		<u><b>7 607</b></u>	<u><b>7 696</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>MEMBERS' INTEREST AND RESERVES</b>			
Retained income		<u>7 229</u>	<u>(8 074)</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	3	<u>378</u>	<u>15 770</u>
<b>Total Equity and Liabilities</b>		<u><b>7 607</b></u>	<u><b>7 696</b></u>

*Certified by Accounting Officer:* Mr. MV Ngema  
*Audited by:* Mzimela & Co  
*Audit Opinion:* Qualified

## CACH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash receipts from IEC		1 143 077	8 694
Cash paid to suppliers and employees		(1 140 972)	(236 374)
Cash generated from (used in) operations	7	<u>2 105</u>	<u>227 680</u>
Administration – finance costs		<u>(194)</u>	<u>(78)</u>
<b>Net cash from operating activities</b>		<u><b>1 911</b></u>	<u><b>(227 758)</b></u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	2	<u>(7 200)</u>	<u>-</u>
<b>Total cash movement for the year</b>		<u><b>(5 289)</b></u>	<u><b>(227 758)</b></u>
Cash at beginning of the year		<u>7 696</u>	<u>235 454</u>
<b>Total Cash at end of the year</b>		<u><b>2 407</b></u>	<u><b>7 696</b></u>



# NATIONAL DEMOCRATIC CONVENTION (NADECO)

## INCOME STATEMENT For the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>REVENUE</b>			
Grants from IEC		<u>1 136 597</u>	<u>8 694</u>
<b>OTHER INCOME</b>			
Donations received		<u>6 480</u>	<u>-</u>
<b>OPERATING EXPENSES</b>			
Administration - accounting fees		(13 155)	(4 000)
Administration - legal fees		(217 000)	(138 500)
Administration - bad debts written off		-	(205 074)
Administration - bank charges		(11 507)	(874)
Arrangement of meetings and rallies		(390 949)	(57 000)
Administration - depreciation		(2 000)	-
Administration - printing and stationery		(28 056)	-
Promotions & publications		(256 587)	(40 000)
Personnel expenditure - salaries & wages		(182 400)	-
Administration - telephone and fax		(11 476)	-
Travel - local		(14 450)	-
		<u>(1 127 580)</u>	<u>(445 448)</u>
<b>Operating surplus/deficit</b>	5	<b>15 497</b>	<b>(436 754)</b>
Administration - finance cost		<u>(194)</u>	<u>(78)</u>
<b>Surplus/ deficit for the year</b>		<b><u>15 303</u></b>	<b><u>(436 832)</u></b>

REPRESENTED POLITICAL PARTY



## NEW VISION PARTY (NVP)

AUDITED ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2009

**Not submitted at the date of printing**



## PAN AFRICANIST CONGRESS OF AZANIA (PAC)

AUDITED ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2009

**Not submitted at the date of printing**



# UNITED CHRISTIAN DEMOCRATIC PARTY (UCDP)

## BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-current assets</b>		48	48
Equipment, furniture and fittings	2	48	48
<b>Current assets</b>		575	780
Cash and cash equivalents	3	575	780
<b>Total Assets</b>		<b>623</b>	<b>828</b>
<b>RESERVE AND LIABILITIES</b>			
<b>Reserve</b>		(2 233)	(2 341)
Unutilised deficit	4	(2 233)	(2 341)
<b>Current liabilities</b>		2 856	3 170
Trade and other payables	5	2 856	3 170
<b>Total Reserve and Liabilities</b>		<b>623</b>	<b>828</b>

*Certified by Accounting Officer:* Mr. IR Mahuma  
*Audited by:* Walker Daly Incorporated  
*Audit Opinion:* Unqualified

## CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash generated by operations	8.1	(205)	2 974
Interest received		-	204
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>(205)</b>	<b>3 178</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of fixed assets		-	(2 690)
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>-</b>	<b>(2 690)</b>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(205)</b>	<b>488</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		<b>780</b>	<b>292</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>575</b>	<b>780</b>



# UNITED CHRISTIAN DEMOCRATIC PARTY (UCDP)

## INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>INCOME</b>		744 194	706 734
Allocation from fund		744 194	706 734
Interest received		-	204
<b>EXPENDITURE</b>		744 086	703 621
<b>Personnel expenditure</b>		388 332	398 858
- Salaries employees		349 654	341 021
- Pay as you earn (PAYE)		30 122	29 035
- Medical fund		-	21 784
- Casual wages		1 260	411
- Unemployment insurance fund (UIF)		7 296	6 607
<b>Travel expenditure</b>		34 593	46 472
- Pool vehicles		34 593	46 472
<b>Administrative expenditure</b>		254 816	217 702
- Communication expenditure: Telephone, fax, modem		66 985	72 304
- Courses and workshops		-	540
- Courier services		5 010	2 529
- Insurances		15 440	14 674
- Interest paid		1	-
- Maintenance and repairs: Equipment		12 271	7 210
- Maintenance and repairs: Computer		14 949	-
- Maintenance and repairs: Building		-	7 979
- Stationery		29 333	21 623
- Entertainment expenditure: office teas		3 631	12 778
- Audit and accounting fees		57 100	27 671
- Bank charges		10 054	7 751
- Cleaning		2 168	6 288
- Security services		3 947	3 979
- Rental office equipment and consumables		32 494	27 415
- Water and lights, rates and taxes		1 436	4 961
<b>Party development</b>		66 346	37 901
- Workshops, meetings & rallies		63 346	37 901
Fixed assets written off during the year		-	2 688
<b>Surplus for the year</b>		<u>108</u>	<u>3 113</u>





## UNITED DEMOCRATIC MOVEMENT (UDM)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Equipment, furniture and motor vehicles	2	-	
<b>Current assets</b>		459	2 138
Receivables and prepayments	3	-	-
Cash and cash equivalents		459	2 138
		<u>459</u>	<u>2 138</u>
<b>RESERVE AND LIABILITIES</b>			
<b>Reserve</b>			
Unutilised Surplus	5	459	2 138
<b>Current liabilities</b>			
Trade and other payables	6	-	-
		<u>459</u>	<u>2 138</u>

*Certified by Accounting Officer:* Mr. BH Holomisa  
*Audited by:* Fourie + Botha  
*Audit Opinion:* Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash applied in operations	9.1	(1 678)	(100 052)
Interest received		-	-
Interest paid		1	-
Net cashflow applied in operating activities		<u>(1 679)</u>	<u>(100 052)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Disposal of equipment, furniture and motor vehicles		-	23
Net increase in cash and cash equivalents		<u>(1 679)</u>	<u>(100 029)</u>
Cash and cash equivalents at beginning of period		<u>2 138</u>	<u>102 167</u>
<b>Cash and cash equivalents at end of period</b>		<u>459</u>	<u>2 138</u>



## UNITED DEMOCRATIC MOVEMENT (UDM)

### INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>INCOME</b>		<b>1 611 975</b>	<b>1 499 672</b>
Allocation from fund		1 611 975	1 499 672
<b>EXPENDITURE</b>		<b>1 613 654</b>	<b>1 462 238</b>
<b>Personnel expenditure</b>		<b>8 000</b>	<b>7 000</b>
Salaries: Employees		8 000	7 000
<b>Accommodation expenditure</b>		-	-
<b>Travel expenditure</b>		-	-
<b>Arrangement of meetings and rallies</b>		<b>200 000</b>	<b>23 258</b>
Hiring: Buses and taxis		-	23 258
Conference facilitators		200 000	-
<b>Administrative expenditure</b>		<b>159 766</b>	<b>108 880</b>
Communication expenditure: Telephone, fax and modem		2 388	2 388
Legal costs		156 361	100 080
Bank charges		1 016	1 452
Rental – Provincial office		-	4 937
Loss on sale of fixed assets		-	23
<b>Promotion and publication</b>		<b>1 245 888</b>	<b>1 323 100</b>
Advertisement – Newspapers		120 000	47 000
Promotions – T Shirts, caps, flags		277 000	413 000
Printing and production of pamphlets		53 300	112 000
Printing and production of posters		322 588	-
Printing and production of banners		-	100 000
Printing and production of billboards		363 000	382 000
Press conference and media		110 000	368 100
<b>Surplus/(Deficit) for the year</b>		<b>(1 679)</b>	<b>37 434</b>



## UNITED INDEPENDENT FRONT (UIF)

### BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	<u>13 671</u>	<u>21 353</u>
<b>Current assets</b>			
Trade and Other receivable	3	-	342 179
Cash and cash equivalents	4	<u>19 642</u>	<u>111 966</u>
		<b>19 642</b>	<b>454 145</b>
<b>Total Assets</b>		<b>33 133</b>	<b>475 498</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Accumulated loss		<u>15 846</u>	<u>354 788</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	5	17 028	120 710
Bank overdraft	4	<u>439</u>	<u>-</u>
		<b>17 467</b>	<b>120 710</b>
<b>Total Equity and Liabilities</b>		<b>33 133</b>	<b>475 498</b>

*Certified by Accounting Officer:* Mr. M Manjiya  
*Audited by:* C2M Chartered Accountants  
*Audit Opinion:* Unqualified

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Cash flow from operating activities</b>			
Cash used in operations	8	(93 591)	(210 529)
Interest income		7 860	-
Finance costs		<u>(32)</u>	<u>(1 092)</u>
<b>Net cash from operating activities</b>		<b>(85 763)</b>	<b>(211 620)</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	<u>(7 000)</u>	<u>-</u>
<b>Total cash movement for the year</b>		<b>(92 763)</b>	<b>(211 620)</b>
Cash at the beginning of the year		<u>111 966</u>	<u>323 586</u>
<b>Total cash at end of the year</b>	4	<b>19 203</b>	<b>111 966</b>



# UNITED INDEPENDENT FRONT (UIF)

## INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>REVENUE</b>			
Grants received		<u>754 151</u>	<u>1 003 184</u>
<b>Other Income</b>			
Interest received		<u>7 860</u>	<u>-</u>
<b>OPERATING EXPENSES</b>			
Accounting fees		-	(80 000)
Advertising		(19 600)	(41 000)
Bank charges		(4 204)	(6 072)
Consulting and professional fees		(37 000)	-
Depreciation, amortisation and impairments		(14 683)	(14 959)
General expenses		(312 782)	-
Lease rentals on operating lease		-	(16 679)
Legal expense		-	(191 448)
Personnel expenditure		(205 660)	(311 031)
Postage		-	(3 500)
Printing and stationery		(11 100)	(53 530)
Staff welfare		(80 000)	-
Subscriptions		(10 464)	-
Telephone and fax		-	(24 507)
Travel expenditure		(405 428)	(142 779)
Utilities		-	(988)
		<b>(1 100 921)</b>	<b>(886 493)</b>
<b>Operating (shortfall) surplus</b>		<b>(338 910)</b>	<b>116 691</b>
Finance costs		(32)	(1 091)
<b>(Shortfall) profit for the year</b>		<b>(338 942)</b>	<b>(115 600)</b>

# REPORT OF THE AUDIT COMMITTEE



# REPORT OF THE AUDIT COMMITTEE FOR THE FINANCIAL YEAR OF THE REPRESENTED POLITICAL PARTIES' FUND ESTABLISHED IN TERMS OF ACT 103 OF 1997 FOR THE PERIOD ENDED 31 MARCH 2009

We are pleased to present our report for the financial year of the Represented Political Parties' Fund ended 31 March 2009.

## 1. Audit Committee Members and Attendance

The audit committee consists of the members listed hereunder and meets at least twice per annum as per its approved terms of reference. During the current year, four meetings were held.

Name of Member

Number of Meetings and Attendance

		17-Mar-09	11-Dec-08	30-Jul-08	26-May-08
Mr. J. Maqubela (Chairperson) *	2	Resignations		✓	✓
Ms. Linky Mamoepa	3	✓	✓	X	✓
Adv. Roshan Dehal	1	✓	New Appointment		
Mr. J.F.J. Scheepers (Acting Chairperson)	3	✓	✓	✓	X

**\*Resigned August 2008**

## 2. Audit Committee Responsibility

The Audit Committee 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. However, the audit committee charter has since been amended to include specific responsibility for the Represented Political Parties' Fund.

## 3. The effectiveness of internal control

The system of controls is designed to provide cost effective assurance that assets are safeguarded and that liabilities and working capital are efficiently managed. In line with best practice and the King II Report on Corporate Governance requirements, Internal Audit provides the Audit Committee and management with assurance that the internal controls are appropriate and effective for the focus areas reviewed. This is achieved by means of the risk management process, as well as the identification of corrective actions and suggested enhancements to the controls and processes.

The instances of non-compliance with statutory requirements, key governance responsibilities and prescribed policies and procedures reported in the Audit Report and Management Letter of the Auditor-General on the Annual Financial Statements of the Represented Political Parties' Fund is noted. However, the Audit Committee accepts Management's undertaking to address these matters and hereby directs Internal Audit to, in auditing the Represented Political Parties' Fund, review progress in this regard.

Accordingly, we can report that there were no material deficiencies in the systems of internal control for the period under review.

#### **4. Quality of in-year management, monthly and quarterly reports**

The Committee is satisfied that the policies and procedures implemented by management with regard to the Represented Political Parties' Fund, were in the main sufficient to ensure that the accounting and information systems and related controls are adequate and effective.

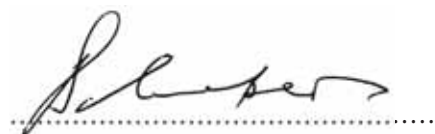
#### **5. Evaluation of Annual Financial Statements**

The Audit Committee has with regard to the Represented Political Parties' Fund:

- Reviewed and discussed the audited annual financial statements to be included in the annual report with the Auditor-General and the Accounting Officer;
- Reviewed the Auditor-General's management letter and the response of management thereto;
- Reviewed changes in accounting policies and practices; and
- Reviewed significant adjustments resulting from the audit.

The Audit Committee is of the opinion that the annual financial statements are a fair reflection of the financial position of the Represented Political Parties' Fund and that all funds have been accounted for as disclosed.

The Audit Committee concurs and accepts the Auditor-General's conclusions on the annual financial statements. The audit Committee is of the opinion that the audited annual financial statements are accepted and read together with the report of the Auditor-General.



Chairperson of the Audit Committee

Date: 20 October 2009



# REPORT OF THE AUDITOR GENERAL



# REPORT OF THE AUDITOR-GENERAL TO PARLIAMENT ON THE FINANCIAL STATEMENTS OF THE REPRESENTED POLITICAL PARTIES FUND FOR THE YEAR ENDED 31 MARCH 2009

## REPORT ON THE FINANCIAL STATEMENTS

### Introduction

1. I have audited the accompanying financial statements of the Representative Political Parties Fund (RPPF) which comprise the balance sheet as at 31 March 2009, and the income statement, statement of changes in equity and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 63 to 78.

### The accounting officer's responsibility for the financial statements

2. The accounting officer is responsible for the preparation and fair presentation of these financial statements in accordance with South African Statements of Generally Accepted Accounting Practice (SA Statements of GAAP) and in the manner required by the Public Funding of Represented Political Parties Act, 1997 (Act No. 103 of 1997) (PFRPP Act) and for such internal control as the accounting officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### The Auditor-General's responsibility

3. As required by section 188 of the Constitution of the Republic of South Africa, 1996 read with section 4 of the Public Audit Act, 2004 (Act No. 25 of 2004) (PAA) and section 8(2) of the PFRPP Act, my responsibility is to express an opinion on these financial statements based on my audit.
4. I conducted my audit in accordance with the International Standards on Auditing read with *General Notice 616 of 2008*, issued in *Government Gazette No. 31057 of 15 May 2008*. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
5. 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 management, as well as evaluating the overall presentation of the financial statements.

6. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### **Opinion**

7. In my opinion the financial statements present fairly, in all material respects, the financial position of the RPPF as at 31 March 2009 and its financial performance and its cash flows for the year then ended, in accordance with the South African Statements of Generally Accepted Accounting Practice (SA Statements of GAAP) and in the manner required by section 4(2) the PFRPP Act.

### **Other matters**

Without qualifying my opinion, I draw attention to the following matters that relate to my responsibilities in the audit of the financial statements:

### **Unaudited supplementary schedules**

8. The supplementary information set out on pages 79 to 82 does not form part of the financial statements and is presented as additional information. I have not audited these schedules and accordingly I do not express an opinion thereon.

### **Non-compliance with applicable legislation**

#### **Public Funding of Represented Political Parties Act**

9. Four political parties failed to submit auditor's report and audited financial statements for the financial year ending 31 March 2009 review as prescribed by section 9(3) of the PFRPP Act.
10. During the review of the submitted financial statements it was identified that six political parties did not submit their audited financial statements for the financial year ending 31 March 2009 timeously as required by section 9(3) of the PFRPP Act.
11. The RPPF approved a payment of R678 953 from the fund, to a political party during December 2009. This payment was erroneously calculated and the error led to an overpayment of funds to the amount of R226 319. This overpayment is in contravention with section 5(2)(a)(i) and 5(2)(a)(ii) of the PFRPP Act as well as paragraph 2(2), 3 and 4 of the PFRPP Regulations.
12. During the review of the submitted financial statements it was identified that a political party received a disclaimer audit opinion, therefore reflecting that the amounts allocated to the political party were not spent in accordance with section 9(3) of the PFRPP Act.
13. During the review of the financial statements it was identified that a political party expenditure was not disclosed in accordance with section 8(1) PFRPP Regulations.

### **Governance framework**

14. The governance principles that impact the auditor's opinion on the financial statements are related to the responsibilities and practices exercised by the accounting officer and executive management and are reflected in the key governance responsibilities addressed below:

### Key governance responsibilities

15. The PFRPP Act tasks the accounting officer with a number of responsibilities concerning financial and risk management and internal control. Fundamental to financial and risk management and internal control, is the implementation of key governance responsibilities, which I have assessed as follows:

No.	Matter	Y	N
<b>Clear trail of supporting documentation that is easily available and provided in a timely manner</b>			
1.	No significant difficulties were experienced during the audit concerning delays or the availability of requested information.	✓	
2.	The financial statements were not subject to any material amendments resulting from the audit.		✓
3.	The annual report was submitted for consideration prior to the tabling of the auditor's report.	✓	
<b>Timeliness of financial statements and management information</b>			
4.	The annual financial statements were submitted for auditing as per the legislated deadlines set out in section 8(2) of the RPPF Act.	✓	
<b>Availability of key officials during audit</b>			
5.	Key officials were available throughout the audit process.	✓	
<b>Development and compliance with risk management, effective internal control and governance practices</b>			
6.	Audit committee		
	• The fund had an audit committee in operation throughout the financial year.	✓	
	• The audit committee operates in accordance with approved, written terms of reference.	✓	
	• The audit committee substantially fulfilled its responsibilities for the year.	✓	
7.	Internal audit		
	• The company had an internal audit function in operation throughout the financial year.	✓	
	• The internal audit function operates in terms of an approved internal audit plan.	✓	
	• The internal audit function substantially fulfilled its responsibilities for the year.		✓
8.	There are no significant deficiencies in the design and implementation of internal control in respect of financial and risk management.	✓	

No.	Matter	Y	N
9.	There are no significant deficiencies in the design and implementation of internal control in respect of compliance with applicable laws and regulations.	✓	
10.	The information systems were appropriate to facilitate the preparation of the financial statements.	✓	
11.	A risk assessment was conducted on a regular basis and a risk management strategy, which includes a fraud prevention plan, is documented and used as set out in charter.		✓
12.	Powers and duties have been assigned, as in the charter.	✓	
<b>Follow-up of audit findings</b>			
13.	The prior year audit findings have been substantially addressed.		✓

16. The RPPF maintained satisfactory levels of good practice principles and acceptable levels of financial management. The result of this discipline within the RPPF resulted in an unqualified audit report for the RPPF for the financial year reviewed. The reported instances of non-compliance with PFRPP Act resulted from political parties not adhering to the requirement of the PFRPP Act. The management of the fund has however taken action as stipulated in section 7(2)(b) of the PFRPP Act, by setting off future allocations to existing political parties or by instituting civil claims against accounting officers of disbanded political parties to recover funds spent irregularly by the relevant political parties.

## APPRECIATION

17. The assistance rendered by the staff of the RPPF during the audit is sincerely appreciated.

*Auditor General*

Pretoria

2 October 2009



AUDITOR GENERAL  
SOUTH AFRICA

*Auditing to build public confidence*

# ANNUAL FINANCIAL STATEMENTS OF THE REPRESENTED POLITICAL PARTIES' FUNDS

For the year ended 31 March 2009

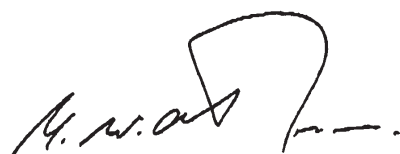




# REPRESENTED POLITICAL PARTIES' FUND

## BALANCE SHEET as at 31 March 2009

	Notes	2009 R	2008 Restated R
<b>ASSETS</b>			
<b>Current assets</b>			
Trade and other receivables	2	2 714 769	45 470
Cash and cash equivalents	3	<u>2 076 761</u>	<u>2 473 722</u>
		<u>4 791 530</u>	<u>2 519 192</u>
<b>Total assets</b>		<u><b>4 791 530</b></u>	<u><b>2 519 192</b></u>
<b>RESERVE AND LIABILITIES</b>			
<b>Reserve</b>			
Unutilised surplus	4	<u>3 876 296</u>	<u>762 448</u>
<b>Current liabilities</b>			
Trade and other payables	5	577 805	568 197
Current portion of Provisions	6	<u>337 429</u>	<u>1 188 547</u>
		<u>915 234</u>	<u>1 756 744</u>
<b>Total reserve and liabilities</b>		<u><b>4 791 530</b></u>	<u><b>2 519 192</b></u>



**NW du Plessis**  
**ACTING ACCOUNTING OFFICER**

25/09/2009

**Date**

## REPRESENTED POLITICAL PARTIES' FUND

### INCOME STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>Government Grants</b>	8.1	<b>88 187 000</b>	<b>83 354 000</b>
Allocation to parties	8.3	(88 287 677)	(83 842 036)
Administration expenses		(294 407)	(293 267)
Personnel cost		(263 541)	(238 576)
Operating (deficit)/surplus	8	<u>(658 625)</u>	<u>(1 019 879)</u>
Finance income	9.1	770 686	529 033
Other income	9.2	<u>3 001 787</u>	<u>223 265</u>
<b>Net surplus/(deficit) for the year</b>		<b><u>3 113 848</u></b>	<b><u>(267 581)</u></b>

## REPRESENTED POLITICAL PARTIES' FUND

### STATEMENT OF CHANGES IN EQUITY for the year ended 31 March 2009

	Unutilised Surplus R
<b>Balance at 31 March 2007</b>	<b>1 030 029</b>
Deficit for the year	(267 581)
<b>Balance at 31 March 2008</b>	<b>762 211</b>
Adjustments	
Changes in net assets	<u>237</u>
<b>Restated balance at 31 March 2008</b>	<b>762 448</b>
Surplus for the year	<u>3 113 848</u>
<b>Balance at 31 March 2009</b>	<b><u>3 876 296</u></b>

## REPRESENTED POLITICAL PARTIES' FUND

### CASH FLOW STATEMENT for the year ended 31 March 2009

	Notes	2009 R	2008 R
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash utilised by operations	10	(1 167 647)	498 410
Interest received		<u>770 686</u>	<u>529 033</u>
Net cash outflow from operating activities		(396 961)	1 027 443
Net decrease in cash and cash equivalents		<u>(396 961)</u>	<u>1 027 443</u>
Cash and cash equivalents at beginning of period		<u>2 473 722</u>	<u>1 446 279</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b><u>2 076 761</u></b>	<b><u>2 473 722</u></b>

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2009

### 1. Accounting policy

The annual financial statements have been prepared on the historical cost basis and conform, in all material respects, to Generally Accepted Accounting Practice (SA GAAP) and the requirements of the Public Funding of Represented Political Parties Act, 1997 (Act No. 103 of 1997) and Public Funding of Represented Political Parties Regulations, 1998.

The principal accounting policies adopted and applied during this year of operation, are set out below.

#### 1.1 Government grants

Government appropriation for the funding of political parties participating in Parliament and Provincial Legislatures and for the compensation of operating expenditure and capital, are recognised initially as deferred income when there is reasonable assurance that they will be received. Grants that compensate the Fund for expenses incurred are recognised in profit or loss on a systematic basis in the same periods in which the expenses are recognised. Government grants related to assets, including non-monetary grants at fair value, are presented in the balance sheet by deducting the grant in arriving at the carrying amount of the assets.

Government assistance as action by government designed to provide an economic benefit specific to an entity or range of entities qualifying under certain criteria.

Government assistance is not recognised in the Annual Financial Statements, but the nature, extent and duration of the assistance provided is disclosed in note 13.

#### 1.2 Revenue Recognition

Interest is recognised on a time proportion basis.

Income, other than Government appropriations and interest, are accounted for when collectable and measurable.

#### 1.3 Financial instruments

##### Recognition

Financial assets and financial liabilities are recognised on the balance sheet when the Fund becomes a party to the contractual provisions of the instrument.

All "regular way" purchases and sales of financial assets are initially recognised using trade date accounting.

##### Measurement

Financial instruments are initially measured at fair value, which includes transaction costs. Subsequent to initial recognition these instruments are measured as set out below.

##### Financial assets

The Fund's principle financial assets are accounts receivable, cash and cash equivalents and call deposits.

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2009

### **Trade and other receivables**

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less provision for impairment. Impairment of trade and other receivables is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of receivables.

Significant financial difficulties of the debtor, default or delinquency in payments are considered indicators that the trade and other receivables are impaired. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate.

### **Cash and cash equivalents**

Cash and cash equivalents consisting of cash on hand and cash in banks are measured at amortised cost.

### **Financial liabilities**

The Fund's principle financial liabilities are trade and other payables.

All financial liabilities are initially recognised at fair value which is subsequently measured at amortised cost using the effective interest rate method.

### **De-recognition**

#### **Financial assets**

Financial assets are de-recognised when the contracted right to the cash flow from the asset expires, or when substantially all the risks and rewards of ownership of the financial assets are transferred to another party without retaining control or substantially all risks and rewards of the assets.

#### **Financial liabilities**

Financial liabilities are de-recognised when the obligation in the contract is discharged, cancelled or expires.

## **1.4 Provisions**

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of the obligation can be made.

## **1.5 Cash flow**

For the purposes of the Cash Flow Statement, cash includes cash on hand and deposits held on call with banks.

## **1.7 Comparative figures**

Where necessary comparative figures have been adjusted to conform to changes in presentation in the current year.

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2009

	2009 R	2008 R
<b>2. Trade and other receivables</b>		
Party Allocation Repayable - NADECO	228 348	-
Party Allocation Repayable - PAC	466 874	-
Party Allocation Repayable - PIM	45 470	45 470
Party Allocation Repayable - ACDP	70 973	-
Party Allocation Repayable - AFD	2 605	-
Party Allocation Repayable - APC	894 153	-
Party Allocation Repayable - FD	2 003	-
Party Allocation Repayable - NA	95 786	-
Party Allocation Repayable - NVP	153 947	-
Party Allocation Repayable - UDM	459	-
Party Allocation Repayable - UIF	754 151	-
Trade accounts receivable	<u>2 714 769</u>	<u>45 470</u>

The executive considers that the carrying amount of trade and other receivables approximates the fair value due to their short-term maturity.

### 3. Cash and cash equivalents

Bank balances – Call deposits	<u>2 076 761</u>	<u>2 473 722</u>
	<u>2 076 761</u>	<u>2 473 722</u>

Cash and cash equivalents comprise cash and short-term, highly liquid investments that are held with a registered bank institution with maturities of three months or less and that are subject to insignificant interest rate risk. The carrying amount of these assets approximates the fair value.

### 4. Unutilised surplus/(deficit)

Opening unutilised surplus	762 448	1 030 029
Surplus/(deficit) for the year	<u>3 113 848</u>	<u>(267 581)</u>
Unutilised surplus at 31 March 2008	<u>3 876 296</u>	<u>762 448</u>

### 5. Trade and other payables

Trade accounts payable	<u>577 805</u>	<u>568 197</u>
------------------------	----------------	----------------

The executive considers that the carrying amount of trade and other payables approximates to their fair value due to their short-term maturity.

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2009

### 6. Provisions

	Political Parties	Total
At 31 March 2008	1 188 547	1 188 547
Additional provisions	-	-
Unused amounts reversed	(558 807)	(558 807)
Utilised during the year	(292 311)	(292 311)
Current portion of provision	(337 429)	(337 429)
At 31 March 2009	-	-
	<b>Political Parties</b>	<b>Total</b>
At 31 March 2007	-	-
Additional provisions	1 211 281	1 211 281
Unused amounts reversed	(22 734)	(22 734)
Utilised during the year	-	-
Current portion of provision	(1 188 547)	(1 188 547)
At 31 March 2008	-	-

### Political Parties

A provision for outstanding parties' allocation is measured at the present value of the expected cost of settling the allocation.

Prior year earnings were adjusted by reversing a provision of R22,734.43 in terms of section 7(2)(b) of the Public Funding of Represented Political Parties Act 103 of 1997.



# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)

for the year ended 31 March 2009

### EXPENDITURE PER POLITICAL PARTY for the year ended 31 March 2009

7.

	African Christian Democratic Party (ACDP) R	Alliance of Free Democrats (AFD) R	African National Congress (ANC) R	African People's Convention (APC) R	Azanian People's Organisation (AZAPO) R	Christian Party (CP) R	Democratic Alliance (DA) R	Federation of Democrats (FD) R	Freedom Front Plus (FF) R	Independent Democrats (ID) R	Inkatha Freedom Party (IFP) R	Minority Front (MF) R	National Alliance (NA) R	National Democratic Convention (NADECO) R	New Vision Party (NVP) R	Pan Africanist Congress (PAC) R	United Christian Democratic Party (UCDP) R	United Democratic Movement (UDM) R	United Independent Front (UIF) R	Total R
Allocations for the year	2 177 425	283 242	61 113 511	894 153	95 786	301 217	10 538 737	95 786	1 496 340	1 249 562	5 403 084	617 921	95 786	905 278	153 947	95 786	744 194	1 611 975	461 840	88 335 570
Amount paid i.r.o. 2007/2008																			292 311	292 311
Amount overpaid during 2008/2009														226 319						226 319
Amount set off i.r.o. 2007/2008 debt																(47 893)				(47 893)
Total paid	2 177 425	283 242	61 113 511	894 153	95 786	301 217	10 538 737	95 786	1 496 340	1 249 562	5 403 084	617 921	95 786	1 131 597	153 947	47 893	744 194	1 611 975	754 151	88 806 307
Less: Total Expenditure	(2 373 528)	(290 724)	(60 823 713)	-	(108 055)	(689 879)	(10 781 376)	(176 447)	(1 730 423)	(1 639 352)	(5 437 675)	(642 173)	-	(1 127 580)	-	-	(744 087)	(1 613 654)	(1 100 953)	(89 279 619)
Personnel expenditure	579 471	75 055	33 103 568		50 906	199 309	5 835 147	-	560 632	1 058 331	960 672	35 200	-	182 400			388 332	8 000	285 660	43 322 683
Accommodation expenditure	1 050	590	2 219 589		-	9 480	-	9 459	7 980	-	-	-	-	-				-	-	2 248 148
Travel expenditure	315 856	43 779	3 881 251		1 300	-	739 867	36 575	147 761	-	821 497	-	-	14 450			34 593	-	405 428	6 442 357
Arrangements of meetings and rallies	249 452	68 175	5 376 959		-	-	10 251	10 715	56 249	2 595	714 132	-	-	390 949			66 346	200 000	-	7 145 823
Administrative expenditure	577 452	99 103	9 575 398		55 849	50 894	4 196 111	7 455	488 724	131 389	2 131 885	130 168	-	283 194			254 816	159 766	395 182	18 537 386
Promotion and publications	650 247	4 022	6 388 117		-	408 746	-	112 243	448 057	447 037	345 997	466 592	-	256 587			-	1 245 888	-	10 773 533
Fixed asset expenditure	-		278 831		-	21 450	-	-	21 020	-	463 492	10 213	-	-			-	-	14 683	809 689
Unspent money at the end of year	(196 103)	(7 482)	289 798	894 153	(12 269)	(388 662)	(242 639)	(80 661)	(234 083)	(389 790)	(34 591)	(24 252)	95 786	4 017	153 947	47 893	107	(1 679)	(346 802)	(473 312)
Plus: Interest and other income received	29 734	-	47 293	-	-	37 019	51 175	1 246	10 292	5 472	16 397	-	-	-	-	-	-	-	7 860	206 488
Surplus / (deficit) for the year	(166 369)	(7 482)	337 091	894 153	(12 269)	(351 643)	(191 464)	(79 415)	(223 791)	(384 318)	(18 194)	(24 252)	95 786	4 017	153 947	47 893	107	(1 679)	(338 942)	(266 824)

#### Notes:

- Four political parties failed to submit the audited financial statements for the period under review, as prescribed by section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: APC, NA, PAC and NVP.
- One political party did not comply with section 7(1) of the Public Funding of Represented Political Parties Act 103 of 1997 and therefore received a disclaimer audit opinion from the independent auditors. The party is UIF.
- Six political parties failed to submit audit reports and audited annual financial statements for the year ending 31 March 2009 within the statutory deadline (on or before 14 April 2009) as prescribed in section 9(3) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: AZAPO, FD, ID, MF, NADECO, UDM.
- Two political parties financial statements did not comply with the disclosure requirements as set out in section 6(3) of the Public Funding of Represented Political Parties Act 103, 1997, read with section 8(1) of the Public Funding of Represented Political Parties Regulations, 1998, that require the financial statements to be prepared showing the amounts spent for purposes classifiable under specific descriptive categories. They are as follows: AZAPO and NADECO. NADECO has corrected their financial statements. \* - AZAPO has not as yet rectified this omission.
- Five political parties did not return unspent money as required by section 9(3) of the Public Funding of Represented Political Parties Act 103 of 1997. They are as follows: ACDP, AFD, FD, NADECO, UDM.

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)

for the year ended 31 March 2009

### 7. EXPENDITURE PER POLITICAL PARTY for the year ended 31 March 2008

	African Democratic Congress (ADC)	Alliance of Free Democrats (AFD)	African National Congress (ANC)	African People's Congress (APC)	African People's Organisation (APO)	Christian Party (CP)	Democratic Alliance (DA)	Federal Alliance FA	Federation of Democrats (FD)	Freedom Front Plus (FF)	Independent Democrats (ID)	Inkatha Freedom Party (IFP)	Minority Front (MF)	National Alliance (NA)	National Democratic Congress (NADECO)	National Democratic Congress (PAC)*	Progressive Independent Movement (PIM)*	United Christian Democratic Party (UCDP)	United Democratic Movement (UDM)	United Independent Front (UIF)	United Party of South Africa (UPSA)	Total
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R
<b>Allocations for the year</b>	2 049 425	251 110	57 426 318	424 449	90 938	285 972	10 093 247	162 126	90 938	1 357 341	1 168 523	5 111 829	586 647	45 469	904 930	466 872	45 470	706 530	1 499 672	1 051 495	45 470	83 864 771
<b>Less: Amount not paid</b>																						
<b>Less: Unspent amount during 2005/2006</b>		(28 926)																				
<b>Total paid to political parties</b>	2 049 425	222 184	57 426 318	424 449	90 938	285 972	10 093 247	162 126	90 938	1 357 341	1 168 523	5 111 829	586 647	22 735	8 694	466 872	45 470	706 530	1 499 672	759 184	45 470	82 624 564
<b>Less: Total Expenditure</b>	(2 039 399)	(359 629)	(57 878 092)	(396 892)	(87 589)	(142 702)	(10 080 072)	(79 885)	(40 534)	(1 467 130)	(1 382 871)	(5 188 933)	(687 407)	-	-	-	-	(703 621)	(1 462 238)	(887 584)	(34 579)	(82 919 157)
Personnel expenditure	563 585	77 950	36 009 170	-	21 812	4 320	4 396 806	-	-	451 321	474 874	2 664 330	1 500	-	-	-	-	398 858	7 000	311 031	-	45 382 557
Accommodation expenditure	4 006	74 463	1 207 968	31 500	-	12 756	-	-	4 917	28 069	-	-	-	-	-	-	-	-	-	-	-	1 363 679
Travel expenditure	266 328	22 892	3 012 863	205 769	-	25 188	688 075	6 119	33 667	64 852	-	508 132	1 870	-	-	-	-	46 472	-	142 779	4 300	5 029 306
Arrangements of meetings and rallies	302 459	7 768	3 200 882	-	-	8 491	845 691	-	-	113 192	10 910	334 008	-	-	-	-	-	37 901	23 258	-	-	4 884 560
Administrative expenditure	492 037	150 158	12 449 270	76 056	65 777	4 805	4 149 500	73 766	1 442	598 428	118 899	1 033 635	120 378	-	-	-	-	217 702	108 880	418 815	30 279	20 109 827
Promotion and publications	410 984	26 398	1 789 918	83 567	-	60 221	-	-	-	205 268	778 188	258 257	557 703	-	-	-	-	-	1 323 100	-	-	5 493 604
Fixed asset expenditure	-	-	208 021	-	-	26 921	-	-	508	6 000	(214 348)	390 571	5 956	-	-	-	-	2 688	-	14 959	-	655 624
<b>Unspent money at the end of year</b>	10 026	(137 445)	(451 774)	27 557	3 349	143 270	13 175	82 241	50 404	(109 789)	(214 348)	(77 104)	(100 760)	22 735	8 694	466 872	45 470	2 909	37 434	(128 400)	10 891	(294 593)
Plus: Interest and other income received	29 228	-	260 544	-	-	16 932	74 993	7 595	-	18 117	8 290	32 686	-	-	-	-	-	204	-	-	620	449 209
<b>Surplus / (deficit) for the year</b>	<b>39 254</b>	<b>(137 445)</b>	<b>(191 230)</b>	<b>27 557</b>	<b>3 349</b>	<b>160 202</b>	<b>88 168</b>	<b>89 836</b>	<b>50 404</b>	<b>(91 672)</b>	<b>(206 058)</b>	<b>(44 418)</b>	<b>(100 760)</b>	<b>22 735</b>	<b>8 694</b>	<b>466 872</b>	<b>45 470</b>	<b>3 113</b>	<b>37 434</b>	<b>(128 400)</b>	<b>11 511</b>	<b>154 616</b>

#### Notes:

- Four political parties failed to submit the audited financial statements for the period under review, as prescribed by section 6(5) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: NA, NADECO, PAC and PIM.
- Five political parties failed to submit audit reports and audited annual financial statements for the year ending 31 March 2008 within the statutory deadline (on or before 30 June 2008) as prescribed in section 6(5) of the Public Funding of Represented Political Parties Act 103, 1997. They are as follows: ID, NA, NADECO, PAC and UIF.
- One political party failed to submit audit reports and audited annual financial statements for the six months ended 30 September 2007 within the statutory deadline (on or before 30 November 2007) as prescribed in section 4(4) of the Constitutional Matters Amendment Act, 2005. It is as follows: PIM
- Two political parties financial statements did not comply with the disclosure requirements as set out in section 6 (3) of the Public Funding of Represented Political Parties Act 103, 1997, read with section 8(1) of the Public Funding of Represented Political Parties Regulations, 1998, that require the financial statements to be prepared showing the amounts spent for purposes classifiable under specific descriptive categories. They are as follows: FF and FD. The FF has corrected their financial statements but were not countersigned by their auditors. -The FD has not as yet rectified this omission.
- Two political parties did not return unspent money upon their disbandment as required by section 5(4) of the Public Funding of Represented Political Parties Act 103 of 1997. They are as follows: PIM and UPSA

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2009

	2009 R	2008 R
<b>8. Operating (deficit)/surplus is arrived at after taking the following into account:</b>		
<b>8.1 Government Grants</b>	<u>88 187 000</u>	<u>83 354 000</u>
<b>8.2 Auditors remuneration:</b>		
- Audit fees - Current year	246 453	227 587
- Previous year	-	-
	<u>246 453</u>	<u>227 587</u>
<b>8.3 Allocations to Parties</b>	<u>88 287 677</u>	<u>83 842 036</u>
<b>9. Income</b>		
<b>9.1 Finance Income</b>		
Interest received	<u>770 686</u>	<u>529 033</u>
<b>9.2 Other Income (political parties)</b>		
Unused funds receivable at 31 March 2009	<u>3 001 787</u>	<u>223 265</u>
<b>10. Reconciliation of surplus/(deficit) for the year to cash utilised by operating activities</b>		
<b>Surplus/(deficit) for the year</b>	<b>3 113 848</b>	<b>(267 581)</b>
Adjustments for:		
- Interest received	(770 686)	(529 033)
Operating deficit before working capital changes	<u>2 343 162</u>	<u>(796 614)</u>
Working capital changes:	(3 510 809)	1 295 024
- (Decrease) in trade and other receivables	(2 669 299)	(16 544)
- (Decrease)/Increase in trade and other payables and provisions	(841 510)	1 311 568
<b>Cash utilised by operations</b>	<u><b>(1 167 647)</b></u>	<u><b>498 410</b></u>

### 11. Taxation

No provision is made for taxation, as the Represented Political Parties' Fund is exempted from taxation in terms of the Income tax Act.

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2009

	2009 R	2008 R
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### 12. Fund Administration

The Chief Electoral Officer of the Electoral Commission is the accounting officer of the Fund. Staff of the Electoral Commission execute Fund responsibilities alongside other duties assigned to them. The Electoral Commission charges the Fund with costs related to the administration of the Fund.

### 13. Related party transactions

#### Electoral Commission

- Expenditure arising from the allocation of moneys from the Fund	<u>576 592</u>	<u>548 340</u>
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The Electoral Commission manages and administers the Represented Political Parties Fund.

In line with prevailing government practices, functions provided on a no cost basis by the Electoral Commission to the Fund include the rendering of legal, financial, human resources management, information communication technology services, infrastructure and the exercise of internal control.

In terms of the Commission's expenditure allocation policy all expenditure incurred in connection with the rendering of administrative services on a cost recovery basis, is expensed in the Fund. Staff expenditure is allocated on a 20%/80% (manager) and 40%/60% (assistant manager) basis respectively.

### 14. Financial Instrument Risk Management

Electoral Commission's activities have a limited exposure to market risk, credit risk, liquidity risk and cash flow risk. Risk management is carried out by the Executive Committee under policies approved by the Commission. The Commission provides written policies for overall risk management, as well as written policies covering specific areas, such as investing excess liquidity. The Represented Political Parties Fund is managed by the Commission under the same financial policies and procedures applicable to the Commission, taking the stipulations of the Public Funding of Represented Political Parties Fund Act 103 of 1997 into account.

#### a) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash. Sufficient funding is maintained through thorough planning processes.

The following are contractual maturities of financial liabilities

	Carrying amounts	0-3 months
2009/03/31		
Trade and other payables	577 806	577 806
2008/03/31		
Trade and other payables	568 197	568 197

# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2009

### b) Cash flow

The Fund manages its cash flow risk by aligning the quarterly government allocation to its quarterly payments to parties.

### c) Credit risk

Receivables are monitored on an ongoing basis with the result that exposure to bad debts is minimised.

With respect to credit arising from cash and cash equivalents, cash is placed with quality financial institutions.

The carrying amounts of the financial assets represent the maximum credit exposure. The maximum exposure at the reporting date was:

	<b>Carrying amounts</b>	
	<b>2009 R</b>	<b>2008 R</b>
Trade and other receivables	2 714 769	45 470
Cash and cash equivalents	2 076 761	2 473 722

The maximum exposure to credit risk for trade receivables at the reporting date by major customer was:

	<b>Carrying amounts</b>	
	<b>2009 R</b>	<b>2008 R</b>
Trade and other receivables	<u>2 714 769</u>	<u>45 470</u>



# REPRESENTED POLITICAL PARTIES' FUND

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2009

### d) Market risk management

The Fund is exposed to the risk of fluctuations in interest rates on its Call Deposit.

Interest rate risk refers to the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the changes in market interest rates.

The Fund's interest rate profile consists of floating rate bank balances which exposes the Fund to cash flow interest rate risk and can be summarised as follows:

### Financial Assets

Tiered Rate Call Deposit linked to South African Prime rate.

## 15. Prior period error

### Misinterpretation of unspent funds

A surplus amount of R22,497.00 indicated in the audited financial statements of one of the represented parties was interpreted as unspent as at 30 September 2007, notwithstanding that they disclosed contingent liabilities (legal fees) exceeding this amount. As this expenditure realised after this date, an adjustment to trade and other receivables affecting prior year has now been processed.

### Reversal of provisions

Prior year earnings were adjusted by reversing a provision of R22,734.43 in terms of section 7(2)(b) of the Public Funding of Represented Political Parties Act 103 of 1997.

### Effect on 2008:

Decrease in allocation to political parties	(22 734)
Decrease in other income	22 497
	<u>(237)</u>
Decrease in trade receivables	(22,497)
Decrease in provisions	22 734
	<u>237</u>

# APPENDIX A





# REPRESENTED POLITICAL PARTIES' FUND

## DETAILED INCOME AND EXPENDITURE STATEMENT (APPENDIX A) for the year ended 31 March 2009

	2009 R	2008 R
<b>INCOME</b>	<b>91 959 473</b>	<b>84 106 298</b>
Government appropriation	88 187 000	83 354 000
Other Income	3 772 473	752 298
- Unused funds received (FA)	-	177 795
- Unused funds receivable (PIM)	-	45 470
- Unused funds receivable (NADECO)	560 836	-
- Unused funds receivable (PAC)	466 874	-
- Unused funds receivable (ACDP)	70 973	-
- Unused funds receivable (AFD)	2 605	-
- Unused funds receivable (APC)	894 153	-
- Unused funds receivable (FD)	2 003	-
- Unused funds receivable (NA)	95 786	-
- Unused funds receivable (NVP)	153 947	-
- Unused funds receivable (UDM)	459	-
- Unused funds receivable (UIF)	754 151	-
- Interest received	770 686	529 033
<b>EXPENDITURE</b>	<b>88 845 625</b>	<b>84 373 879</b>
<b>Allocations to parties</b>	<b>88 287 677</b>	<b>83 842 036</b>
African Christian Democratic Party (ACDP)	2,177,425	2,049,425
Alliance of Free Democrats (AFD)	283,242	251,110
African National Congress (ANC)	61,113,511	57,426,318
African People's Convention (APC)	894,153	424,449
Azanian People's Organisation (AZAPO)	95,786	90,938
Christian Party (CP)	301,217	285,972
Democratic Alliance (DA)	10,538,737	10,093,247
Federal Alliance (FA)	-	162,126
Federation of Democrats (FD)	95,786	90,938
Freedom Front (FF)	1,496,340	1,357,341
Independent Democrats (ID)	1,249,562	1,168,523
Inkatha Freedom Party (IFP)	5,403,084	5,111,829
Minority Front (MF)	617,921	586,647
National Alliance (NA)	95,786	22,734
National Democratic Convention (NADECO)	905,278	904,930
New Vision Party (NVP)	153,947	-
Pan Africanist Congress (PAC)	47,893	466,872
Progressive Independent Movement (PIM)	-	45,470
United Christian Democratic Party (UCDP)	744,194	706,530
United Democratic Movement (UDM)	1,611,975	1,499,672
United Independent Front (UIF)	461,840	1,051,495
United Party of South Africa (UPSA)	-	45,470

## REPRESENTED POLITICAL PARTIES' FUND

### DETAILED INCOME AND EXPENDITURE STATEMENT (APPENDIX A) (continued) for the year ended 31 March 2009

	2009 R	2008 R
<b>EXPENDITURE (continued)</b>		
Personnel expenditure	263 541	238 576
Salaries: Employees	263 541	238 576
Subsistence allowance	-	-
Travel expenditure	-	10 383
Car rental	-	1 691
Private transport - Reimburse	-	-
Parking fees and toll roads	-	-
Air Travel - Internal	-	8 692
Arrangements of meetings and rallies	-	-
Hiring: Conference venues	-	-
Administrative expenditure	253 407	228 267
Audit cost	246 453	227 587
Bank charges	-	-
Courier services	1 677	-
Stationery	5 277	680
Promotion & publications	41 000	54 617
Printing and production of books	41 000	54 617
<b>Surplus(deficit)/ for the year</b>	<b>3 113 848</b>	<b>(267 581)</b>

## NOTES

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## NOTES

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