

THE BOTSWANA INSTITUTE OF ARBITRATORS

CR 11410

ANNUAL FINANCIAL STATEMENTS

31 DECEMBER 2014

THE BOTSWANA INSTITUTE OF ARBITRATORS

(The society is registered in terms of the Botswana Societies Act – registration number CR11410)

GENERAL INFORMATION

EXECUTIVE COMMITTEE

Chairman	AMD Allen
Vice chairman	JS Bookbinder
Honorary secretary	A Gindor
Honorary treasurer	JM Marinelli
Member	MH Bathuleng-Mookodi
Member	SS Miglani
Member	K Osei Ofei

NATURE OF BUSINESS

The Botswana Institute of Arbitrators is the organisation to promote and facilitate timely and private resolution of disputes in Botswana through arbitration and mediation.

POSTAL ADDRESS

PO Box AD85 ADD
Gaborone

EMAIL ADDRESS

info@biarb.org
www.biarb.org

BANKERS

Standard Chartered Bank Botswana Limited

THE BOTSWANA INSTITUTE OF ARBITRATORS
ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2014

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THE BOTSWANA INSTITUTE OF ARBITRATORS
ANNUAL FINANCIAL STATEMENTS
EXECUTIVE COMMITTEE'S RESPONSIBILITY STATEMENT AND APPROVAL
OF ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2014


The executive committee is required to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is its responsibility to ensure that the annual financial statements fairly present the state of affairs of the society as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standard for Small and Medium-sized Entities issued by the International Accounting Standards Boards.

The annual financial statements are prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the entity and all members are required to maintain the highest ethical standards in ensuring the society's business is conducted in a manner that in all reasonable circumstances is above reproach. While operating risk cannot be fully eliminated, the society endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints. The committee is of the opinion that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The committee has reviewed the society's cash flow forecast for the ensuing year and, in the light of this review and the current financial position, it is satisfied that the society has or has access to adequate resources to continue in operational existence for the foreseeable future.

The executive committee is responsible for the financial affairs of the society.

The attached annual financial statements, which have been prepared on the going concern basis, were approved by the executive committee and were signed on its behalf by:


Chairperson
Treasurer

JM Marinelli

P O Box 1666

GABORONE

Botswana

Telephone (267) 71307569

email jmm@jmmarinelli.com

REPORT OF THE ACCOUNTANT
TO THE MEMBERS OF
THE BOTSWANA INSTITUTE OF ARBITRATORS

On the basis of information provided by management I have compiled, in accordance with the International Standards on Related Services applicable to compilation engagements, the statement of financial position of the institute at 31 December 2014 and the related statement of comprehensive income, statement of of significant accounting policies and other explanatory information.

I performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

I have applied my expertise in accounting and financial reporting to assist management in the preparation and presentation of these financial statements in accordance with International Financial Reporting Standards. I have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These accompanying financial statements and the accuracy and completeness of the information used to compile them are the executive committee's responsibility.

Since a compilation engagement is not an assurance engagement, I am not required to verify the accuracy or completeness of the information management provided to me to compile these financial statements. Accordingly, I do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with International Financial Reporting Standards.

My compilation report is intended for the use of all the members of the institute, tax authorities, clients, bankers and suppliers. As my compilation report may not be suitable for any other purpose, it may not be distributed to any parties other than those specified above without my prior written consent.



JM Marinelli

Registered Member: JM Marinelli (19900357)

Gaborone

Date

20 April 2015

THE BOTSWANA INSTITUTE OF ARBITRATORS
 STATEMENT OF COMPREHENSIVE INCOME
 for the year ended 31 December 2014

	<u>2014</u>	<u>2013</u>
	P	P
Income		
Interest income	130	177
Membership fees	0	400
Total net income	<u>130</u>	<u>577</u>
Expenses		
Bank charges	773	896
General office and administrative costs	<u>16,914</u>	<u>1,120</u>
	<u>17,687</u>	<u>2,016</u>
Net result	<u>(17,557)</u>	<u>(1,439)</u>

THE BOTSWANA INSTITUTE OF ARBITRATORS
STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2014

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		P	P
ASSETS			
Current Assets			
Cash and cash equivalents		<u>49,807</u>	<u>67,205</u>
Total current assets		<u>49,807</u>	<u>67,205</u>
Total assets		<u><u>49,807</u></u>	<u><u>67,205</u></u>
EQUITY AND LIABILITIES			
Equity			
Accumulated surplus		<u>48,607</u>	<u>66,164</u>
Total equity		<u>48,607</u>	<u>66,164</u>
Current Liabilities			
Payments received in advance		1,200	0
Accounts payable		<u>0</u>	<u>1,041</u>
Total current liabilities		<u>1,200</u>	<u>1,041</u>
Total equity and liabilities		<u><u>49,807</u></u>	<u><u>67,205</u></u>

JOURNEY OF HOPE BOTSWANA
 STATEMENT OF CHANGES IN EQUITY
 for the year ended 31 December 2014

	Retained <u>Income</u>	<u>Total</u>
	P	P
Balance at 31 December 2012	67,603	67,603
Total comprehensive income for the year	(1,439)	(1,439)
Balance at 31 December 2013	<u>66,164</u>	<u>66,164</u>
Total comprehensive income for the year	(17,557)	(17,557)
Balance at 31 December 2014	<u><u>48,607</u></u>	<u><u>48,607</u></u>

THE BOTSWANA INSTITUTE OF ARBITRATORS
STATEMENT OF CASH FLOWS
for the year ended 31 December 2014

	<u>2014</u>	<u>2013</u>
	P	P
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash receipts from members and other	0	400
Cash payments to suppliers	<u>(17,687)</u>	<u>(2,016)</u>
Net cash from operating activities	<u>(17,687)</u>	<u>(1,616)</u>
 CASH FLOWS USED IN INVESTING ACTIVITIES:		
Interest income	<u>130</u>	<u>177</u>
Net cash used in investing activities	<u>130</u>	<u>177</u>
 NET CASH GENERATED	<u>(17,557)</u>	<u>(1,439)</u>
CASH AND CASH EQUIVALENTS at beginning of the year	<u>67,205</u>	<u>68,644</u>
CASH AND CASH EQUIVALENTS at end of the year	<u><u>49,648</u></u>	<u><u>67,205</u></u>
 Represented by:		
Cash and cash equivalents	<u><u>49,807</u></u>	<u><u>67,205</u></u>

THE BOTSWANA INSTITUTE OF ARBITRATORS
Accounting policies to the financial statements
for the year ended 31 December 2014

1. Summary of significant accounting policies

Basis of preparation

These financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities issued by the International Accounting Standards Board. The financial statements have been prepared on the historical cost basis except for the modification to a fair value basis for of certain assets and financial instruments. The financial statements are presented in Botswana Pula (P).

Foreign currency translation

Functional currency and presentation currency

The financial statements are presented in the currency of the primary economic environment in which the entity operates (its functional currency).

Transactions and balances

In preparing the financial statements, transactions in currencies other than the functional currency of the entity (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences are recognised in profit or loss in the period in which they arise except for exchange differences on transactions entered into in order to hedge certain foreign currency risks (refer hedging accounting policies), and exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised initially in other comprehensive income and reclassified from equity to profit or loss on disposal or partial disposal of the net investment.

Provisions

Provisions are recognised when the entity has a present obligation (legal or constructive) as a result of a past event, it is probable that the entity will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

Revenue recognition

Revenue is measured at the fair value of the consideration received.