

EMPORIUM MEDICS (PTY) LTD
MANAGEMENT ACCOUNTS REPORT

EMPORIUM MEDICS (PTY) LTD
MANAGEMENT ACCOUNTS REPORT – 01 MARCH 2019-30 APRIL 2019

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**EMPORIUM MEDICS (PTY) LTD.
MANAGEMENT ACCOUNTS REPORT – 01 MARCH 2019-30 APRIL 2019**

GENERAL INFORMATION

Nature of business Emporium Medics (PTY) Ltd is a privately incorporated S.A company established to improve access to primary healthcare in under serviced communities.

Postal address 7 Woodbrink estate
7 Robruce Drive
Johannesburg
2998

Sole Director Cedrick Shakes Mbata

APPROVAL OF MANAGEMENT ACCOUNTS REPORT

The Management Accounts Report as set out on pages 6 to 14 were approved by the director as follows:

Cedrick Shakes Mbata
(Director)

Date

EMPORIUM MEDICS (PTY) LTD
MANAGEMENT ACCOUNTS REPORT – 01 MARCH 2019-30 APRIL 2019

DIRECTOR'S REPORT

1. Introduction

The managing member hereby presents the Management Accounts Report of Emporium Medics (PTY) Ltd for the period 01 March 2019 to 30 April 2019. The preparation and submission of this management account report is for the responsibility of the director.

2. Services rendered by the entity

EMPORIUM MEDICS (PTY) LTD. is a privately owned clinic by Dr Seipati Nthabiseng Legoete. The health Centre offers medical service to underserved township communities.

3. Financial results

The total revenue for the Management Accounts period 01 March 2019-30 April 2019 amounted to **R1 297 610**.

4. Review of financial position

Apart from additions and annual depreciation of fixed assets, there were no any other transactions applicable to the company's fixed assets.

5. Judicial proceedings

There were no known cases filed against Emporium Medics (PTY) Ltd for the management report period under review.

6. Events subsequent to the Balance Sheet date

During the period between the Management Report date and the date when the management report was authorised for issue, there were no known events subsequent to the management report date.

QUALI HEALTHCARE INCORPORATED INC
MANAGEMENT ACCOUNTS REPORT – 01 MARCH 2019-30 APRIL 2019.

DIRECTOR'S REPORT (Continued.....)

7. Related Party Transactions

Emporium Medics (PTY) Ltd is under control and wholly owned by its sole managing director, Dr Seipati Nthabiseng Legoete.

8. Going Concern

The management report has been prepared on a going concern basis since management has each and every reason to believe that the company will continue in operation for the foreseeable future.

9. Corporate governance arrangements

The company, being under control of its own sole member, receives internal inspections from the department of health to ensure that all its units comply with the applicable laws and guidelines prescribed.

Cedrick Shakes Mbata
(Director)

Date



INDEPENDENT REVIEW REPORT

Introduction

I have performed an independent review on the accompanying management report of EMPORIUM MEDICS (PTY) LTD. which comprise the statement of financial position as at 30 April 2019 and the statement of financial performance, the statement of changes in net assets and the cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes as set out on pages 10 to 14.

My responsibility for the management report.

I have performed the duties of an accounting officer for Emporium Medics (PTY) Ltd for the period 01 March 2019 up to 30 April 2019.

In terms of the act, no audit was required and as such, no audit was carried out and I do not imply or express or provide any assurance in terms of the Management Accounts Report as required by the International Standards on Review Engagements.

The Management Accounts as set out are the responsibility of the director of the incorporation.

I have prepared the management accounts report as set out in terms of the applicable company's act and I have determined that the management accounts are in agreement with the financial records as provided by the director.

Appreciation

The assistance rendered by the director of the Company is sincerely appreciated.

A handwritten signature in black ink, appearing to be "B.A.S. Lutalo", is written above a horizontal line.

Mr B.A.S Lutalo (Registered Public Accounting Officer)
Reg No.2010/076015/23, Pr.No: SAIBR777,

EMPORIUM MEDICS (PTY) LTD
STATEMENT OF FINANCIAL POSITION AS AT -01 MARCH 2019-30 APRIL 2019.

	Notes	2019 R
ASSETS		
Non-current assets		R1 806 649
Property, plant and equipment	10	R1 461 757
Intangibles Assets		R344 892
Current assets		R1 140 766
Trade and other receivables	11	R1 325
Cash and cash equivalents	12	R9 718
Inventory		R105 672
Deferred Tax		R1 024 051
Total assets		R2 947 415
EQUITY AND LIABILITIES		R2 947 415
EQUITY		(R4 860 532)
Accumulated Surplus/Deficit	13	(R4 869 632)
Share Capital		R100
		R7 807 947
LIABILITIES		
Non-Current liabilities		R5 657 202
SARS PAYE		R5 657 202
Current liabilities		R2 150 745
Trade and Other Payables	14	R2 150 745

EMPORIUM MEDICS (PTY) LTD
STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME FINANCIAL
PERFORMANCE – 01 MARCH 2019 TO 30 APRIL 2019.

	Notes	2019
Revenue	15	R1 297 610
Operating expenses	16	(R1 324 638)
Losses before finance costs		(R27 028)
Finance costs		(R22 376)
Loss before tax		(R49 404)
Income tax		(R13 833)
Net Loss After tax		(R63 236)
Retained Losses at the beginning of the year		(R4 797 396)
Retained Losses - end of year		(R4 860 632)

EMPORIUM MEDICS (PTY) LTD
CASH FLOW STATEMENT – 01 MARH 2019-30 APRIL 2019.

	Notes	2019 R
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers		R2 297 610
Cash paid to suppliers and employees		(R2 461 454)
Net cash flow from operating activities	17	(R163 844)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment		-
Net cash utilised in investing activities		-
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan Proceeds from directors		R171 901
Loan Payments		-
Net cash flows from financing activities		R171 901
Net movement in cash and cash equivalents		R8 057
Cash equivalents at the beginning of the period		R1 661
Cash equivalents at the end of the period	12	R9 718

EMPORIUM MEDICS (PTY) LTD
NOTES TO THE MANAGEMENT ACCOUNTS

Accounting policies and Notes to the management accounts

Basis of preparation

The management accounts have been prepared on the accrual basis in terms of the International Financial Reporting Standards.

The following are the principal accounting policies adopted in the preparation of the management accounts of Emporium Medics (PTY) Ltd that are in all material respects, consistent with those applied in the previous years, except where otherwise indicated.

Property, plant and equipment

Property, plant and equipment is stated at historical cost/fair value less accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the asset.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation on assets is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives as follows:

Equipment	3 years
Furniture & Fittings	6 years
Computer equipment's	6 years

EMPORIUM MEDICS (PTY) LTD
NOTES TO THE MANAGEMENT ACCOUNTS -01 MARCH 2019 TO 30 APRIL 2019

Revenue recognition

Revenue is recognised when it is probable that future economic benefits will flow to the entity.

Currency

These management accounts are denominated in the South African Rand since that is the currency in which all of the transactions are carried through.

Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. Cash and cash equivalents include only demand deposits held at banks.

Financial instruments

Recognition

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

Trade receivables

Trade receivables are being recognised at cost at the initial stage and balance sheet date due to the immaterial impact of subsequent measurement at amortised costs using the effective interest method.

Trade payables

Trade payables are also recognised at cost on the initial stage and the reporting stage due to the immaterial impact of subsequent measurement at amortised cost using the effective interest method.

EMPORIUM MEDICS (PTY) LTD
NOTES TO THE MANAGEMENT ACCOUNTS 01 MARCH 2019-30 APRIL 2019

10 Property, plant and equipment

For the management report period as at 01 March 2019-30 April 2019

Description	COMPUTER EQUIPMENT	FURNITURE & FITTINGS	MEDICAL EQUIPMENT	OFFICE EQUIPMENT	TOTAL
	R	R	R	R	R
Net carrying amount at beginning of year	448 304	204 128	240 293	764 926	1 657 651
Cost	626 443	259 011	415 329	979 592	2 280 375
Accumulated depreciation	(178 139)	(54 883)	(175 036)	(214 666)	(622 724)
Additions		-	-	-	-
Depreciation charge	(50 345)	(14 217)	(67 798)	R63 534	(195 894)
Net carrying amount at end of year	397 959	189 911	172 495	701 392	1 461 757
Cost	626 443	259 011	415 329	979 592	2 280 375
Accumulated depreciation	(228 484)	(69 100)	(242 834)	278 200	(818 618)

EMPORIUM MEDICS (PTY) LTD
NOTES TO THE MANAGEMENT ACCOUNTS 01 MARCH 2019-30 APRIL 2019

11 Trade and other receivables

Trade receivables	R1 325
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Trade receivables consist entirely of study fees due from clients.

12 Cash and Cash Equivalents

Demand deposits held at bank	R9 718
Petty Cash	-
Other cash and cash equivalents	-
	R9 718

13 Accumulated Surplus

Retained Earnings increase for the current management report period is mainly attributable to consistent accumulation of profits reported with each reporting period.

14 Trade and other payables

Trade and other payables consist mainly of amounts due to suppliers

Trade payables	R2 150 745
	R2 150 745

15 Revenue

Included in revenue for the management report period is as following:

DESCRIPTION	30 APRIL 2019
Revenue	R1 297 610
TOTAL REVENUE	R1 297 610

EMPORIUM MEDICS (PTY) LTD
NOTES TO THE MANAGEMENT ACCOUNTS 01 MARCH 2019-30 APRIL 2019

16 Net earnings for the management period

The following items with comparative information have been debited in arriving at net earnings for the management period under review.

Item	30 APRIL 2019
Advertising	R1 567
Amortisation Expenses	R172 446
Bank Charges	R87 421
Consulting & Accounting	R30 000
Depreciation	R195 894
Uber transport	R1 452
General Expenses	R14 054
Laundry	R14 500
Medication	R194 005
Oxygen	R172 446
Printing & Stationery	R24 465
Rent Expense	R183 380
Repairs and Maintenance	R12 012
Security Service	R42 730
Subscriptions	R3 224
Telephone & internet	R35 495
Wages and Salaries	R181 243
TOTAL OPERATING EXPENDITURE	(R1 324 638)

EMPORIUM MEDICS (PTY) LTD
NOTES TO THE MANAGEMENT ACCOUNTS 01 MARCH 2019-30 APRIL 2019

17. Cash flow from operating activities	2019
	R
Net profit for the year	(R27 028)
<i>Adjusted for:</i>	R368 340
- Depreciation	R195 894
- Amortisation	R172 446
<i>Working capital changes:</i>	(R505 156)
(increase) in trade and other receivables	R22 131
(Decrease) in trade and other payables	(R527 287)
Net cash flow from operating activities	(R163 844)