

# Cashflow Statement and Notes

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2001

	Note	R'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net cash flow from operating activities excluding capital items	1	118 800
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of plant and equipment	2	(11 787)
Net cash flows operating and investing activities		107 013
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Movements on receivables, prepayments, advances, payables and provisions	3	(96 909)
Net increase/(decrease) in cash and cash equivalents		10 104
Cash and cash equivalents at beginning of period	4	57 428
Cash and cash equivalents at end of period	5	67 532

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2001

	R'000
<b>1 Net cash flow from operating activities excluding capital items</b>	<b>118 800</b>
Net surplus as per Income statement	107 013
Add to net surplus:	
Purchase of capital items	11 787
<b>2 Cash flows from investing activities</b>	<b>(11 787)</b>
Purchase of capital equipment	
<b>3 Movements on receivables, prepayments advances, payables and provisions</b>	<b>(96 909)</b>
Unauthorized expenditure	23 265
Receivables	28 156
Voted funds surrendered in respect of prior year	(177 169)
Revenue surrendered I.r.o previous financial year	(681)
Revenue surrendered I.r.o current financial year	(7 997)
Increase in revenue collected after year end.	1
Increase in balance of Health Donation Fund, Research Grants and Donor Funding	37 036
Decrease in advances given.	1 563
Finance generated by increases payables/decreases in receivables	(1 083)
Net funds required to finance receivables and payables/ or Net funds generated by receivables and payables	
<b>4 Cash and cash equivalents beginning of period</b>	<b>57 428</b>
Paymaster general account	120 710
Deposits	7 151
Cash on hand	13
Balance on Health Donation Fund	23
Orders Payable	(15 698)
PMG adjustments	(6)
ACB Control account EFT Payments	(54 765)



# Cashflow Statement and Notes

	R'000
<b>5 Cash and cash equivalent end of period</b>	<b>67 532</b>
Paymaster general account	185 075
Deposits	41
Cash on hand	13
Balance on Health Donation Fund	25
Orders Payable	(43 869)
PMG adjustments	(1 759)
ACB Control account EFT payments	(71 994)



# Statement of Accounting Policies

## STATEMENT OF ACCOUNTING POLICIES AND RELATED MATTERS for the year ended 31 MARCH 2001

### 1 Basis of accounting

The financial statements have been unless otherwise indicated, prepared on the historical cost basis in accordance with the under mentioned policies which have been applied consistently in all material respects.

#### 1.1 Underlying assumptions

The financial statements have been prepared on the cash basis of accounting except where stated otherwise. Under the cash basis of accounting transactions and other events are recognized when cash is received or paid. This basis of accounting measures financial results for a period as the difference between cash receipts and cash payments.

However, where appropriate and meaningful, additional information has been disclosed to enhance the usefulness of the financial statements and to comply with the statutory requirements of the Public Finance Management Act, No 1 of 1999 (as amended by Act 29 of 1999) and the Treasury Regulations for Departments and Constitutional Institutions issued in terms of the Act.

The statements have been prepared on the historical cost basis and reliance is placed upon the fact that the Department is a going concern.

#### 1.2 Revenue

Revenue of the State and/or departmental receipts are paid over to the principal South African Revenue Services. Unexpended voted funds are surrendered to the National Revenue Fund.

#### 1.3 Expenditure

The income statement includes both current and capital expenditure. Unauthorized expenditure is not accounted for as expenditure until such expenditure is either authorized by Parliament, recovered from a third party, or funded from the following year's appropriation.

#### 1.4 Assets

Physical assets (fixed assets, moveable assets and inventories) are written off in full when they are paid for and are accounted for as expenditure in the income statement. The balance sheet therefore excludes physical assets unless stated otherwise.

#### 1.5 Receivables and payables

Receivables and payables are not normally recognized under the cash basis of accounting. However, receivables and payables included in the balance sheet arise from cash payments which are recoverable and cash receipts which are due to either the National Revenue Fund or another party.

### 2 Comparative figures

The comparative figures shown in these financial statements are limited to the figures shown in the previous year's audited financial statements and such other comparative figures that the department may reasonably have available for reporting in terms of the Public Finance Management Act.