PEDAL POWER ASSOCIATION

TREASURER'S REPORT 1 JULY 2025 to 30 JUNE 2026

FINANCIAL STRATEGY

The PPA is a public benefit organisation with the primary objective of promoting cycling. The Executive Committee pursues a conservative financial policy which facilitates achieving the objectives of the organisation.

During the year, the PPA Office presents monthly financial reports to the Management and Finance Committee for review, after which the monthly financial results are presented to the full PPA Executive Committee. This ensures that the committee is aware of financial matters on an on-going basis. During the past year the Management and Finance committee met when required and the Executive Committee met 5 times. At all times a quorum was present.

AUDITED FINANCIAL STATEMENTS

The Audited Annual Financial Statements for the year ended 30 June 2026 have not been reproduced in full. Copies are available on request from the PPA Office.

The restructuring of the Cape Town Cycle Tour Trust and the licensing of the PPA Events to Golazo have resulted in a once-off windfall of R13.5m Rands, and will result in ongoing licence fees of R1.5m in subsequent years. The Executive Committee has prudently decided to use this windfall to secure the future funding of the Association.

PPA is implementing its strategic plan, including the pivot to an increased advocacy role and the accessing of broader funding streams. In this transitional period the organisation will necessarily run at a deficit and will utilise reserves as planned.

The financial results of the PPA were prepared by our independent registered auditors, Braude Gordon & Co who have conducted an independent review of the financials and issued a favourable opinion. The key features of this year's financial performance are as follows:

PEDAL POWER ASSOCIATION
STATEMENT OF FINANCIAL POSITION AT
30 JUNE 2026

	2026	2025
	R	R
ASSETS		
NON-CURRENT ASSETS	4,507,428	4,441,311
Property Plant and Equipment	4,507,428	4,441,311
CURRENT ASSETS	18,989,908	5,544,054
Other current assets	6,896	71,564
Trade and other receivables	5,857,615	947,753
Bank	13,125,397	4,524,737
TOTAL ASSETS	23,497,336	9,985,365
EQUITY AND LIABILITIES		
EQUITY	16,502,642	5,108,436
Accumulated surplus	16,502,642	5,108,436
NON-CURRENT LIABILITIES	3,700,000	3,800,000
Borrowings	3,700,000	3,800,000
CURRENT LIABILITIES	3,294,694	1,076,929
Trade and other payables	561,581	448,764
Current portion of borrowings	100,000	200,000
Income received in advance	2,633,113	428,165
TOTAL EQUITY AND LIABILITIES	23,497,336	9,985,365

PEDAL POWER ASSOCIATION

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	R	R
REVENUE	**18,499,471**	**3,927,598**
Membership fees received	2,022,671	1,750,480
CTCT Distribution	8,500,000	778,798
CTCT Licence fees	6,500,000	0
PPA Trust	708,977	758,775
Finance income	380,809	151,725
Rental income	379,014	355,880
Other income	8,000	131,940
OPERATING COSTS	7,563,946	5,446,102
OPERATING SURPLUS/(DEFICIT)	**10,935,525**	**(1,518,504)**
EVENT EXPENSES/(SURPLUS)	645,810	339,285
PROJECT FUNDING EXPENSES/(SURPLUS)	(187,129)	175,632
NET SURPLUS/(SHORTFALL)	**11,394,206**	**(1,003,587)**

PEDAL POWER ASSOCIATION

OPERATING EXPENSE LISTING FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	R	R
Accounting fees	291,272	278,376
AGM Expenses	4,750	4,400
Audit Fees	153,627	141,341
Bad debts	0	1,250
Bank charges and credit card commission	137,317	99,015
Cleaning	56,544	51,124
Commission paid	14,117	14,117
Computer Expenses	27,176	25,191
Depreciation	18,545	27,303
Gifts	13,270	0
Honoraria	0	2,600
Insurance	103,515	90,159
Interest paid	0	14,734
Legal Fees	171,644	152,038
Marketing	598,375	314,629
Municipal Costs	194,548	183,170
Postage, printing and stationery	2,904	4,354
Professional Fees	562,192	96,848
Provision for doubtful debts	1,071,389	0
Refreshments & Catering	23,609	17,787
Repairs & Maintenance	103,331	95,170
Salaries	3,688,952	3,586,281
Subscriptions	122,449	20,335
Telephone	16,192	15,269
Training	498	5,448
Travel	187,730	205,163
OPERATING COSTS	7,563,946	5,446,102

PEDAL POWER ASSOCIATION
EVENTS EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	R	R
Killarney training	18,284	5,413
PPA Events	610,089	308,125
Supported events	17,437	25,747
Timekeeping - Race administration expenses	0	0
	645,810	339,285

PEDAL POWER ASSOCIATION
PROJECT COSTS FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	R	R
Bike 4 All	37,994	403,712
Cool Kid on a Bike	356,145	(51,213)
Safe Cycling	(581,268)	(176,867)
	(187,129)	175,632