

EQUESTRIAN NSW
A.B.N. 17 157 619 696

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2015

**Liability limited by a scheme approved under
Professional Standards Legislation**

EQUESTRIAN NSW
A.B.N. 17 157 619 696

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EQUESTRIAN NSW INCORPORATED

ABN 17 157 619 696

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
Revenue			
Membership Income		1,235,234	1,155,622
Horse Related Income		339,353	364,179
Merchandise Income		10,620	10,553
NCAS Income		-	2,240
Equiskills Income		3,628	4,599
Discipline Committees Income	5	428,499	267,295
Sundry Income		28,803	3,050
Funding Received	5	75,100	116,259
Management Fee Received		51,786	48,956
Interest Received		32,813	34,901
Other Income		-	(3,215)
		<u>2,205,836</u>	<u>2,004,439</u>
Expenses			
Administration Costs		214,962	199,934
Auditors Fee		6,750	7,500
Council Support	6	440,317	416,869
Council Employment Expense		51,786	48,956
Depreciation		21,820	20,727
Discipline Committees Expense	6	507,926	224,391
Financial Expense		5,848	5,961
National Expense		510,318	473,489
NCAS Expense		1,445	1,379
Provision for Doubtful Debts		-	1,500
Repairs & Maintenance		12,639	11,965
Services & IT	6	14,985	72,803
Wages & Salaries	6	469,243	421,823
		<u>2,258,041</u>	<u>1,907,297</u>
Net current year surplus/(deficit)		<u>(52,205)</u>	<u>97,143</u>
Other comprehensive income			
<i>Items that will not be reclassified to profit and loss</i>		<u>-</u>	<u>-</u>
Total Comprehensive Income		<u><u>(52,205)</u></u>	<u><u>97,143</u></u>

The accompanying notes on pages 6 to 13 form an integral part of this financial report.

EQUESTRIAN NSW INCORPORATED**ABN 17 157 619 696****STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015**

	Note	2015 \$	2014 \$
CURRENT ASSETS			
Cash and cash equivalents	7	1,341,098	1,334,904
Trade and other receivables	8	40,773	8,105
Other Assets	9	265	410
Total Current Assets		<u>1,382,136</u>	<u>1,343,419</u>
NON-CURRENT ASSETS			
Property, plant and equipment	10	<u>75,702</u>	<u>70,388</u>
Total Non-Current Assets		<u>75,702</u>	<u>70,388</u>
TOTAL ASSETS		<u>1,457,837</u>	<u>1,413,807</u>
CURRENT LIABILITIES			
Trade and other payables	11	101,183	141,829
Borrowings	12	7,187	6,779
Provisions	13	32,824	24,201
Other liabilities	14	<u>396,343</u>	<u>322,159</u>
Total Current Liabilities		<u>537,537</u>	<u>494,968</u>
NON-CURRENT LIABILITIES			
Borrowings	12	20,128	27,315
Provisions	13	20,058	16,865
Other liabilities	14	<u>-</u>	<u>196,178</u>
Total Non-Current Liabilities		<u>40,186</u>	<u>240,357</u>
TOTAL LIABILITIES		<u>577,723</u>	<u>735,326</u>
NET ASSETS		<u><u>880,114</u></u>	<u><u>678,481</u></u>
EQUITY			
Reserves		-	-
Retained surplus	15	<u>880,114</u>	<u>678,481</u>
TOTAL EQUITY		<u><u>880,114</u></u>	<u><u>678,481</u></u>

The accompanying notes on pages 6 to 13 form an integral part of this financial report.

EQUESTRIAN NSW INCORPORATED

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**STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2015**

	Note	Reserves \$	Retained surplus \$	Total Equity \$
Balance as at 1 July 2013		-	631,480	631,480
Prior period adjustment (Special Purpose Fund)	14		(50,142)	(50,142)
Surplus for the year attributable to members of the entity		-	97,143	97,143
Balance as at 30 June 2014		-	678,481	678,481
Balance as at 30 June 2014		-	678,481	678,481
Surplus/(Deficit) for the year attributable to members of the entity		-	(52,205)	(52,205)
Prior period adjustment (Goods and Services Tax)			20,043	20,043
Prior period adjustment (Special Purpose Fund)	14	-	233,796	233,796
Total comprehensive income for the year		-	880,114	880,114
Balance as at 30 June 2015		-	880,114	880,114

The accompanying notes on pages 6 to 13 form an integral part of this financial report.

EQUESTRIAN NSW INCORPORATED**ABN 17 157 619 696****STATEMENT OF CASH FLOWS
AS AT 30 JUNE 2015**

	Note	2015 \$	2014 \$
Cash flows from operating activities			
Funding received		75,100	116,259
Other receipts in the course of operations		2,432,921	2,074,160
Payments to suppliers and employees		(2,498,277)	(1,708,205)
Interest received		32,813	34,901
Net cash provided by/(unused in) operating activities	16(ii)	<u>42,557</u>	<u>517,115</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		-	1
Payments for property, plant and equipment		(27,133)	(27,863)
Net cash provided by/(used in) investing activities		<u>(27,133)</u>	<u>(27,862)</u>
Cash flows from financing activities			
Payments for borrowings	12	(9,230)	(9,230)
Net cash provided by (used in) financing activities		<u>(9,230)</u>	<u>(9,230)</u>
Net increase (decrease) in cash held		6,194	480,023
Cash on hand beginning of the financial year		1,334,904	854,881
Cash at end of the financial year		<u><u>1,341,098</u></u>	<u><u>1,334,904</u></u>

The accompanying notes on pages 6 to 13 form an integral part of this financial report.

EQUESTRIAN NSW INCORPORATED

ABN 17 157 619 696

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015**

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Reduced Disclosure Requirements, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report was approved by the directors as at the date of the directors' declaration.

The financial report is for the entity Equestrian NSW as an individual entity. Equestrian NSW is an organisation limited by guarantee, incorporated and domiciled in Australia. Equestrian NSW is a not for profit entity for the purpose of preparing the financial statements.

The following is a summary of the material accounting policies adopted by the organisation in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Basis of preparation of the financial report

Historical Cost Convention

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets as described in the accounting policies.

(b) Revenue

Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and the costs incurred or to be incurred in respect of the transaction can be measured reliably. Risks and rewards of ownership are considered passed to the buyer at the time of delivery of the goods to the customer.

Sponsorships revenue is recognised as and when received.

Revenue from organising and hosting events is recognised in the period in which the events are held.

Interest revenue is recognised when it becomes receivable on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of the amount of goods and services tax (GST).

(c) Foreign currency translations and balances

Functional and presentation currency

The financial statements are presented in Australian dollars which is the organisation's functional and presentation currency.

Transactions and Balances

Foreign currency monetary items that are outstanding at the reporting date (other than monetary items arising under foreign currency contracts where the exchange rate for that monetary item is fixed in the contract) are translated using the spot rate at the end of the financial year.

Except for certain foreign currency hedges, all resulting exchange differences arising on settlement or statement are recognised as revenues and expenses for the financial year.

(d) Contributions, Government Grants and Donations

A non reciprocal contribution or grant is recognised when the entity obtains control of the contribution or grant and it is probable that the economic benefits will flow to the entity, and the amount of the contribution or grant can be measured reliably.

If conditions are attached to the contribution or grant that must be satisfied before the entity is eligible to receive the contribution, recognition of contribution or income is deferred until those conditions are met.

A non reciprocal donation is recognised when the right to receive a donation has been established.

When the entity receives grants but is obliged to give directly approximately equal value to the contributor, recognition of grant income will be deferred until the delivery of service.

(e) Income tax

No provision for income tax has been raised as the organisation is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

EQUESTRIAN NSW INCORPORATED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Financial instruments

Classification

The organisation classifies its financial assets into the following categories: financial assets at fair value through profit and loss, loans and receivables, held to maturity investments, and available for sale financial assets. The classification depends on the purpose for which the instruments were acquired. Management determines the classification of its financial instruments at initial recognition. The organisation does not hold derivative financial instruments.

Financial instruments

Financial instruments consist of investments in equity and debt securities, trade and other receivables, cash and cash equivalents, loans and borrowings, and trade and other payables.

Financial instruments are initially recognised at fair value, plus directly attributable transaction costs (if any), except for instruments recorded at fair value through profit and loss. After initial recognition, financial instruments are measured as described below.

Loans and receivables

Loans and receivables are measured at fair value at inception and subsequently at amortised cost using the effective interest rate method.

Available-for-sale

Available for sale financial assets include any financial assets not included in the above categories and are measured at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity. The cumulative gain or loss is held in equity until the financial asset is de recognised, at which time the cumulative gain or loss held in equity is recognised in profit and loss.

Donated financial assets

Financial assets donated to the organisation are recognised at fair value at the date the organisation obtains control of the assets.

Financial liabilities

Financial liabilities include trade payables, other creditors and loans from third parties, including balances and loans from, or other amounts due, to director related entities.

Non derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Financial liabilities are classified as current liabilities unless the organisation has an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

(g) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and any accumulated impairment losses.

Property

The organisation does not hold ownership or interest in any freehold land and buildings.

Plant and equipment

Plant and equipment is measured on the cost basis.

Depreciation and amortisation

The depreciable amount of all fixed assets is depreciated over their estimated useful lives commencing from the time the asset is held ready for use. Land and the land component of any class of fixed asset is not depreciated.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rates	Depreciation basis
Plant and equipment	10% to 40%	Diminishing value
Furniture and fittings	30%	Diminishing value
Computer and office equipment	40%	Diminishing value
Motor Vehicle	22.5%	Diminishing value

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Impairment of Assets

Assets with an indefinite useful life are not amortised but are tested annually for impairment in accordance with AASB 136. Assets subject to annual depreciation or amortisation are reviewed for impairment whenever events or circumstances arise that indicate that the carrying amount of the asset may be impaired.

An impairment loss is recognised where the carrying amount of the asset exceeds its recoverable amount. The recoverable amount of an asset is defined as the higher of its fair value less costs to sell and value in use.

The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

(i) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as an expense on a straight-line basis over the term of the lease.

Lease incentives received under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(j) Employee Benefits

(i) Short-term employee benefit obligations

Liabilities arising in respect of wages and salaries, annual leave and any other employee benefits expected to be settled within twelve months of the reporting date are measured at their nominal amounts based on remuneration rates which are expected to be paid when the liability is settled. The expected cost of short term employee benefits in the form of compensated absences such as annual leave is recognised in the provision for employee benefits. All other short term employee benefit obligations are presented as payables.

(ii) Long-term employee benefit obligations

Liabilities arising in respect of long service leave and annual leave which is not expected to be settled within twelve months of the reporting date are measured at the present value of the estimated future cash outflow to be made in respect of services provided by employees up to the reporting date.

Employee benefit obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur.

Contributions made by the organisation to Superannuation funds are charged as expenses when incurred.

(k) Provisions

Provisions are recognised when the organisation has a legal or constructive obligation, as a result of past events, for which it is probable that an out flow of economic benefits will result and that outflow can be reliably measured.

(l) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

(m) Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

EQUESTRIAN NSW INCORPORATED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

2 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Certain accounting estimates include assumptions concerning the future, which, by definition, will seldom represent actual results. Estimates and assumptions based on future events have a significant inherent risk, and where future events are not as anticipated there could be a material impact on the carrying amounts of the assets and liabilities discussed below.

(a) Annual leave and long service leave

Net present value calculations are used to estimate the annual leave and long service leave provisions

3 ACCOUNTING STANDARDS AND INTERPRETATIONS ISSUED BUT NOT OPERATIVE AT JUNE 2015

There is not expected to be any significant impact on the organisation's financial report due to the initial application of Australian Accounting Standards issued at reporting date but not yet effective.

4 FINANCIAL RISK MANAGEMENT

The organisation's financial instruments consist mainly of deposits with banks, accounts receivable and payable, and hire purchase contracts.

The organisation is exposed to a variety of financial risks comprising:

- (a) Funding risk
- (b) Interest rate risk
- (c) Credit risk
- (d) Liquidity risk

The board of directors have overall responsibility for identifying and managing operational and financial risks. These risks are managed by the board and / or committees consented by the board.

(a) Funding risk

The organisation receives minimal outside funding to operate many of its services. Government and Equestrian Australia funding contributed 3.5% (2014: 6%) of the organisation's revenues in the 2015 financial year. The risk of loss of these funding streams is considered to be minimal to the organisation.

With the use of a cash forecast tool, Equestrian NSW have modelled what happens if the Government cuts the funding, and have a broad plan of action should this occur.

(b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. Interest rate risk is minimal as the organisation has limited borrowings. Subject to consideration of liquidity risk, cash is held in fixed interest rate accounts to maximise returns.

(c) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date of recognised financial assets is the carrying amount of those assets, net of any provisions for impairment of those assets, as disclosed in statement of financial position and notes to financial statements.

The organisation does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the organisation.

The organisation does not have any material credit risk in respect of cash and cash equivalents as these are held with Authorised Deposit-taking Institutions (ADIs) regulated by APRA.

(d) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The organisation manages liquidity risk by monitoring forecast cash flows and ensuring that adequate cash and cash equivalents and / or unutilised borrowing facilities are maintained.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015**

4 FINANCIAL RISK MANAGEMENT (continued)

The carrying amounts for each category of financial instruments measured in accordance with the accounting policies to these financial statements, are as follows:

		2015	2014
	Note	\$	\$
Financial assets			
Cash and cash equivalents	7	1,341,098	1,334,904
Loans and receivables	8	40,773	8,105
Total financial assets		<u><u>1,381,870</u></u>	<u><u>1,343,008</u></u>
Financial liabilities			
Financial liabilities at amortised cost:			
Trade and other payables	11	101,183	141,829
Borrowings	12	27,315	34,094
Total Financial Liabilities		<u><u>128,498</u></u>	<u><u>175,923</u></u>

Fair Values

- (i) For listed available-for-sale financial assets and financial assets at fair value through profit or loss, the fair values have been based on closing quoted bid prices at the end of the reporting period. In determining the fair values of the unlisted available-for-sale financial assets, the directors have used inputs that are observable either directly (as prices) or indirectly (derived from prices).
- (ii) Fair Values of held-to maturity investments are based on quoted market prices at the end of the reporting period.

5 REVENUE

	2015	2014
	\$	\$
Revenue from Discipline Councils and Committees:		
Eventing Council	11,862	28,863
Jumping Council	1,136	-
Show Horse Committee	105,828	88,310
Interschool's Committee	300,672	150,123
Vaulting Committee	9,000	-
	<u><u>428,499</u></u>	<u><u>267,295</u></u>

The significant increase in Interschools Committee Revenue is mainly due to running bigger NSW Championships and Clinics in Sydney and regional NSW.

Management Fee Received:

Equestrian NSW employs the Secretaries for Dressage NSW and Eventing NSW, with all employment costs reimbursed.

Funding Received:

Office of Communities - Sport Development Program	48,500	48,500
Office of Communities - Community Building Partnership	-	26,175
Office of Communities - Other	15,000	-
Other - Coprice	-	5,000
Equestrian Australian - High Performance Program	11,600	36,584
	<u><u>75,100</u></u>	<u><u>116,259</u></u>

6 EXPENSES

	2015	2014
	\$	\$
Expenditure on Discipline Councils and Committees:		
Dressage Council	116,591	109,126
Eventing Council	186,487	176,000
Jumping Council	151,090	97,258
Show Horse Committee	88,315	91,538
Interschool's Committee	357,039	140,689
Driving Committee	18,000	6,034
Vaulting Committee	25,261	15,615
Individuals	5,461	5,000
	<u><u>948,243</u></u>	<u><u>641,260</u></u>

Services & IT

The \$57,818 decrease is mainly due to not producing a Year Book.

Wages and Salaries

The \$47,420 (11.2%) increase is mainly due to a 4% salary increase for Office Staff in December 14 and adjustments to prior period long service and annual leave provisions.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
7 CASH AND CASH EQUIVALENTS		
Cash at bank	1,333,353	1,329,181
Cash on hand	2,745	723
Bond deposit	5,000	5,000
	<u>1,341,098</u>	<u>1,334,904</u>
8 TRADE AND OTHER RECEIVABLES		
Trade Debtors	34,099	9,605
Less: provision for doubtful debts	-	(1,500)
	<u>34,099</u>	<u>8,105</u>
Other receivables		
GST receivable	6,674	-
	<u>40,773</u>	<u>8,105</u>
9 OTHER ASSETS		
Borrowing Costs	265	410
	<u>265</u>	<u>410</u>
10 PROPERTY, PLANT & EQUIPMENT		
Plant and Equipment - at cost	31,553	29,875
Less accumulated depreciation	(11,055)	(8,346)
	<u>20,498</u>	<u>21,529</u>
Furniture and Fittings - at cost	68,873	68,873
Less accumulated depreciation	(61,936)	(58,961)
	<u>6,937</u>	<u>9,912</u>
Computer Equipment - at cost	55,586	30,130
Less accumulated depreciation	(26,329)	(15,713)
	<u>29,257</u>	<u>14,417</u>
Motor Vehicles - at cost	42,545	42,545
Less accumulated depreciation	(23,535)	(18,015)
	<u>19,010</u>	<u>24,530</u>
	<u>75,702</u>	<u>70,388</u>

Reconciliations

Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year.

	Plant and Equipment	Furniture and Fittings	Computer Equipment	Motor Vehicles	Total
Opening carrying amount	21,529	9,912	14,417	24,530	70,388
Additions	1,678	-	25,455	-	27,133
Revaluation of fair value of building					-
Disposals					-
Depreciation Expense	(2,709)	(2,973)	(10,618)	(5,519)	(21,819)
Closing Carrying amount	<u>20,498</u>	<u>6,939</u>	<u>29,254</u>	<u>19,011</u>	<u>75,702</u>

11 TRADE AND OTHER PAYABLES

Current

Trade creditors	79,761	29,914
Other creditors (refer note 22)	-	91,242
SPF Creditor	-	1,360
Employee super	10,771	10,237
GST, FBT and PAYG payable	9,440	9,986
Credit card liability	1,212	(911)
	<u>101,183</u>	<u>141,829</u>

12 BORROWINGS

Current

Hire Purchase Liability	9,230	9,230
Less: Unexpired Finance Charges	(2,043)	(2,451)
	<u>7,187</u>	<u>6,779</u>

Non Current

Hire Purchase Liability	20,722	29,952
Less: Unexpired Finance Charges	(595)	(2,638)
	<u>20,128</u>	<u>27,315</u>

Aggregate Borrowings	<u>27,315</u>	<u>34,094</u>
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EQUESTRIAN NSW INCORPORATED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015**

13 PROVISIONS		2015	2014
Current		\$	\$
Provision for annual leave	(a)	<u>32,824</u>	<u>24,201</u>
Non Current			
Employee benefits	(a)	<u>20,058</u>	<u>16,865</u>
(a) Aggregate employee benefits liability		<u>52,882</u>	<u>41,066</u>
(b) Reconciliations			
		Employee	Total
Non Current employee benefits:		Benefits	
Opening balance as at 1 July 2014		16,865	16,865
Additional provisions raised during year		3,193	3,193
Amounts Used		<u>-</u>	<u>-</u>
Balance at 30 June 2015		<u>20,058</u>	<u>20,058</u>
14 OTHER LIABILITIES			
Current			
Prepaid Income		396,343	282,501
Amount due to Special Projects		<u>-</u>	<u>39,658</u>
		<u>396,343</u>	<u>322,159</u>
Non Current			
Amount due to Special Projects		<u>-</u>	<u>196,178</u>

PREPAID INCOME

Being membership's applicable to the current financial year, received prior to 1 July.

AMOUNT DUE TO SPECIAL PROJECTS

Up until 30 June 2015, Equestrian NSW banked \$7.00 from Senior Competitor membership fees into a separate term account, with the interest earned to be used for Special Projects.

Up until 30 June 2013, the \$7.00 per Senior Competitor was allocated to a provision on the Balance Sheet. Interest from the account was brought to account as revenue through the Profit and Loss statement.

An adjustment was made on 30 June 2014 to align the amount shown in the Provision for Special Projects (SPF) with cash put aside and held specifically for this purpose.

Accordingly, a prior period adjustment amounting to \$50,142, being SPF related interest earned prior to 1 July 2013, was transferred from Retained Earnings and allocated to the SPF provision in the Balance Sheet.

Accounting treatment of the SPF was again adjusted as at 30 June 2015 to remove this provision completely from the Balance Sheet and show the levy as income in the Profit & Loss statement.

Accordingly, a further prior period adjustment, amounting to \$233,795, being all SPF related income and expenditure prior to 1 July 2014, has now been transferred to the Retained Surplus.

15 RETAINED SURPLUS

Balance at 1 July	678,481	631,480
Surplus/(deficit) for the year	(52,205)	97,143
Prior period adjustment (GST)	20,043	-
Prior period adjustment (SPF)	233,796	(50,142)
Asset Revaluation Reserve	<u>-</u>	
Balance as at 30 June	<u>880,114</u>	<u>678,481</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015**

2015 2014
\$ \$

16 CASH FLOW INFORMATION

(i) Reconciliation of cash

For the purposes the Statement of Cash Flows, cash includes cash on hand, cash at bank and short term deposits, net of any outstanding bank overdrafts.

Cash at bank, on deposit and on hand	<u>1,341,098</u>	<u>1,334,904</u>
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(ii) Reconciliation of cash flow from operations with surplus/ (deficit) for the year

Surplus/ (deficit) for the year	(52,205)	97,143
<i>Adjustments and non cash items:</i>		
(Profit)/loss on disposal of Non-Current Assets	-	(807)
Depreciation	21,820	20,727
Doubtful debts expense	-	1,500
Unpresented cheques	602	180
Borrowing costs written off	145	145
Interest expense - Hire purchase	2,451	2,688
Net cash provided before changes in assets and liabilities	<u>(27,187)</u>	121,575
<i>Changes in assets and liabilities during the financial year</i>		
(Increase) / decrease in receivables	(31,168)	(491)
Outstanding deposits	(1,514)	(7,671)
(Decrease) / increase in prepaid income	113,842	279,184
(Decrease) / increase in payables	(40,646)	106,582
(Decrease) / increase in employee provisions	11,816	(9,067)
(Decrease) / increase in other liabilities	(236,423)	77,144
(Decrease)/ increase in prior period adjustments	253,839	(50,142)
Cash flows from operating activities	<u>42,557</u>	<u>517,115</u>

17 CAPITAL AND LEASING COMMITMENTS

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

- payable not later than 1 year	4,620	4,620
- payable later than 1 year but no later than 5 years	10,781	15,401
	<u>15,401</u>	<u>20,021</u>

Lease commitments comprise payments to be made in relation to an operating lease for a photocopier acquired on 14 November 2013.

18 MEMBER'S GUARANTEE

The organisation is limited by guarantee. If the organisation is wound up, the Constitution states that the liability of each member is limited to any outstanding monies due and payable to the Association, including the amount of the Annual Subscription payable in respect of the current Financial Year. No other amount shall be payable by the member.

19 ORGANISATION DETAILS

The Association was incorporated on 6 April 1984 under the Associations Corporations Act 1984. The registered office and principal place of business of the organisation is located at Sydney International Equestrian Centre, Saxony Road, Horsley Park, NSW, 2175

20 EVENTS SUBSEQUENT TO BALANCE DATE

In regard to the NSW Interschool Championships, which were held in June 2015, all income applicable to this event was received prior to the end of the financial year.

A small portion of expenditure remaining unpaid at the end of the financial year has been included in Trade Creditors as at 30 June 15.

This differed to last year in which an accrual, amounting to \$91,242, was shown in Other Creditors, which brought to account the outstanding income and expenditure at 30 June 2014.

EQUESTRIAN NSW INCORPORATED
ABN 17 157 619 696

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements .

Inthe opinion of the committee the financial report:

1. Presents a true and fair view of the financial position of Equestrian NSW Incorporated as at 30 June 2015 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Equestrian NSW Incorporated will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Committee 

Peter Dingwall

Committee 

Damian O'Connell

Dated this 29th day of October 2015

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
EQUESTRIAN NSW INCORPORATED
ABN 17 157 619 696**

Scope**The Financial Report and Committee's Responsibility**

The financial report comprises the statement of financial position, income and expenditure statement, statement of cash flows, accompanying notes to the financial statements, and the statement by members of the committee for Equestrian NSW Incorporated (the association), for the year ended 30 June 2015.

The committee of the association is responsible for the preparation and true and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are consistent with the financial reporting requirements of the Associations Incorporations Act NSW and are appropriate to meet the needs of the members. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting requirements under the Associations Incorporations Act NSW. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Audit Approach

We conducted an independent audit in order to express an opinion to the members of the association. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the accounting policies as described in Note 1, so as to present a view which is consistent with our understanding of the company's financial position, and of its performance as represented by the results of its operations. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used, and described in Note 1, are appropriate for the needs of the members.

We formed our audit opinion on the basis of these procedures, which included:

examining, on a test basis, information to provide evidence supporting the amounts and -disclosures in the financial report, and

assessing the appropriateness of the accounting policies and disclosures used and the -reasonableness of significant accounting estimates made by the committee.



Chartered Accountants



COVER OF EXCELLENCE



**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
EQUESTRIAN NSW INCORPORATED
ABN 17 157 619 696**

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

Audit Opinion

In our opinion, the financial report of Equestrian NSW Incorporated presents a true and fair view in accordance with the accounting policies described in Note 1 to the financial statements, the financial position of Equestrian NSW Incorporated as at 30 June 2015 and the results of its operations and its cash flows for the year then ended.

Name of Firm: Ross Fowler & Co
Chartered Accountants



R B Fowler
Registered Company Auditor 01810

Address: 11 Tindale Street Penrith NSW 2750

Dated this 29th day of October 2015

Liability limited by a scheme approved under Professional Standards Legislation.



Chartered Accountants and Business Advisors
Ross Fowler B.Comm. FCA ABN | 96 769 893 959

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
EQUESTRIAN NSW INCORPORATED**

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2015 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: Ross Fowler & Co
Chartered Accountants

R B Fowler
Registered Company Auditor 01810

Address: 11 Tindale Street Penrith NSW 2750

Dated this 29th day of October 2015

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Chartered Accountants

