
2019 Annual Report

Newcastle MBA Golf Club Incorporated

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Trustees Declaration

Newcastle MBA Golf Club Incorporated
For the year ended 30 June 2019

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Profit & Loss

Newcastle MBA Golf Club Incorporated For the 12 months ended 30 June 2019

| | Jun-19 | Jun-18 |
|---------------------------------------------------------|-----------------|-----------------|
| Income | | |
| Club Uniform Revenue | | |
| Club Uniform Sales | 1,168 | 45 |
| Total Club Uniform Revenue | 1,168 | 45 |
| Hornibrook Tournament | | |
| Hornibrook Revenue | | |
| Hornibrook Player Fees Collected | 11,296 | 15,390 |
| Total Hornibrook Revenue | 11,296 | 15,390 |
| Less: Hornibrook Costs | | |
| Less Hornibrook Event Hosting Costs | - | (69) |
| Less Hornibrook Player Registration Costs - Away Events | (12,273) | (16,409) |
| Total Hornibrook Costs | (12,273) | (16,479) |
| Total Hornibrook Tournament | (977) | (1,089) |
| Match Day Revenue | | |
| Green Fees Collected | 26,473 | 17,105 |
| Total Match Day Revenue | 26,473 | 17,105 |
| Membership Revenue | | |
| Memberships - Individual | 6,368 | 3,923 |
| Total Membership Revenue | 6,368 | 3,923 |
| Special Event Revenue | | |
| Functions Income | 1,164 | 36 |
| Total Special Event Revenue | 1,164 | 36 |
| Sponsorship Revenue | | |
| Sponsorships - Club | 11,500 | 11,600 |
| Total Sponsorship Revenue | 11,500 | 11,600 |
| Total Income | 45,695 | 31,620 |
| Less Cost of Sales | | |
| Match Day Costs | | |
| Green Fees & Cart Hire Paid | 27,581 | 21,140 |
| Match Day Food and Beverage Costs | 9,550 | 5,607 |
| Members Draw | 600 | - |
| Prize Vouchers | 2,982 | - |
| Prize Vouchers Expensed | - | 3,168 |
| Transport Costs | 3,905 | 1,791 |
| Total Match Day Costs | 44,618 | 31,705 |
| Special Event Costs | | |
| Function Costs | 1,742 | - |
| Total Special Event Costs | 1,742 | - |
| Total Cost of Sales | 46,360 | 31,705 |

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Profit & Loss

| | Jun-19 | Jun-18 |
|---------------------------------|----------------|--------------|
| Gross Profit | (664) | (85) |
| Plus Other Income | | |
| Interest Income | 2,919 | 2,110 |
| Other Revenue | - | 401 |
| Total Other Income | 2,919 | 2,512 |
| Less Operating Expenses | | |
| Bank Fees | 75 | - |
| Club Uniform Costs | 3,746 | (1,342) |
| General Expenses | 491 | - |
| Printing & Stationery | 408 | 654 |
| Software Subscriptions | 1,274 | 905 |
| Travel - National | 424 | - |
| Total Operating Expenses | 6,417 | 217 |
| Net Profit | (4,163) | 2,210 |

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Balance Sheet

Newcastle MBA Golf Club Incorporated As at 30 June 2019

| | 30 Jun 2019 | 30 Jun 2018 |
|----------------------------------------|----------------|----------------|
| Assets | | |
| Bank | | |
| ANZ Cheque Account | 6,928 | 32,260 |
| ANZ Online Saver | 1,203 | 1,407 |
| Total Bank | 8,131 | 33,667 |
| Current Assets | | |
| Accounts Receivable | 5,000 | 2,250 |
| ANZ Term Deposit Acct No 9792-45603 | 16,000 | - |
| Newcastle Permanent Term Deposit #1402 | 30,565 | 29,819 |
| Newcastle Permanent Term Deposit #3807 | 22,275 | 21,695 |
| Newcastle Permanent Term Deposit #4100 | 54,319 | 52,726 |
| Stock on Hand | 115 | 1,400 |
| Total Current Assets | 128,274 | 107,890 |
| Total Assets | 136,405 | 141,556 |
| Liabilities | | |
| Current Liabilities | | |
| GST | 287 | 676 |
| GST Adjustments | (39) | (39) |
| Unclaimed Prize Vouchers | 1,935 | 2,535 |
| Total Current Liabilities | 2,183 | 3,172 |
| Total Liabilities | 2,183 | 3,172 |
| Net Assets | 134,222 | 138,384 |
| Equity | | |
| Current Year Earnings | (4,163) | 2,210 |
| Retained Earnings | 138,384 | 136,174 |
| Total Equity | 134,222 | 138,384 |

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Newcastle MBA Golf Club Incorporated For the year ended 30 June 2019

1. Statement of Significant Policies

The directors' have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

1.(a) Income Tax

The income tax expense for the year comprises current income tax expense. The company does not apply deferred tax. Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

1.(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in, first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

1.(c) Property, Plant and Equipment

Property, plant and equipment are carried at cost, independent or directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in shareholders' equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the profit and loss. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the profit and loss and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

1.(d) Intangibles

Goodwill is recorded at the amount by which the purchase price for a business combination exceeds the fair value attributed to the interest in the net fair value of identifiable assets, liabilities and contingent liabilities acquired at date of acquisition.

Gains and losses on the disposal of a business include the carrying amount of goodwill relating to the business sold.

1.(e) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

1.(f) Provisions

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

Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

1.(g) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

1.(h) Trade Receivables and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful has been created.

1.(i) Trade Creditors and Other Payables

Trade creditors and other payables, including bank borrowings and distributions payable, are recognised at the nominal transaction value without taking into account the time value of money.

1.(j) Revenue and Other Income

Revenue is measured at the value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

1.(k) Goods and Services Tax

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 balance sheet are shown inclusive of GST.

1.(l) Finance Leases

Leases are classified as finance leases wherever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Auditors Report

Newcastle MBA Golf Club Incorporated For the year ended 30 June 2019

We have audited the accompanying financial report, being a special purpose financial report, of Newcastle MBA Golf Club Incorporated, which comprises the balance sheet as at 30 June 2019, and the profit and loss for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

1. The Responsibility of the Directors for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report are appropriate to meet the financial reporting requirements of the company's constitution and are appropriate to meet the needs of the members. The directors' responsibilities also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

2. Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting under the company's constitution. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional ethical pronouncements.

4. Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects the financial position of Newcastle MBA Golf Club Incorporated as at 30 June 2019 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

[Name of Firm]D

Name of Partner

Address

Dated this _____ day of _____ 2019

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