

Riding Pony Stud Book Society Ltd.  
S.A. Sub-Committee

Financial statements for the year ended  
31 March 2014

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## Statement of comprehensive income for the year ended 31 March 2014

	Note	2014 \$	2013 \$
Total income	2	5,828	9,953
Total expenses	3	(10,845)	(11,215)
<b>Net profit/(loss) for the year</b>		<u>(5,017)</u>	<u>(1,262)</u>

The statement of comprehensive income should be read in conjunction with the notes to and forming part of the financial statements as set out on pages 4 to 6.

## Statement of recognised income & expense for the year ended 31 March 2014

	Note	2014 \$	2013 \$
Net income recognised directly in equity		-	-
Net profit/(loss) for the period		(5,017)	(1,262)
<b>Total recognised income and expense for the period</b>		<u>(5,017)</u>	<u>(1,262)</u>

The statement of recognised income and expense should be read in conjunction with the notes to and forming part of the financial statements as set out on pages 4 to 6.

## Statement of financial position as at 31 March 2014

	Note	2014 \$	2013 \$
<b>Assets</b>			
Cash and cash equivalents	4	2,660	3,895
Trade and other receivables	5	66	3,229
Inventory	6	-	1,000
Equipment	7	1,868	1,594
<b>Total Assets</b>		4,594	9,718
<b>Liabilities</b>			
Trade and other liabilities	8	-	107
<b>Total Liabilities</b>		-	107
<b>Net Assets</b>		4,594	9,611
<b>Equity</b>			
Retained earnings		9,611	10,873
Current result		(5,017)	(1,262)
<b>Total Equity</b>		4,594	9,611

The statement of financial position is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 4 to 6.

## Notes to and forming part of the financial statements for the year ended 31 March 2014

### 1. Statement of significant accounting policies

Riding Pony Stud Book Society Ltd. South Australia (S.A.) Sub-Committee (“the Committee”) is a State based division of the Riding Pony Stud Book Society Ltd. The legal entity was incorporated on 22 February 2008.

#### (a) Statement of compliance

In the opinion of the Members of the Sub Committee, the Committee is not a reporting entity. The financial statements of the Committee have been drawn up as special purpose financial statements for the purpose of discharging its responsibility as a State based Sub-Committee.

The financial statements are presented in Australian Dollars.

The financial statements have been prepared on an accrual basis in accordance with the historical cost convention and, except where stated, do not take into account changing money values or fair value of assets.

##### *Not-for-profit status*

Under AIFRS, there are requirements that apply specifically to not-for-profit entities that are not consistent with International Financial Reporting Standards (IFRS) requirements. The Committee has analysed its purpose, objectives and operating philosophy and determined that it does not have profit generation as a prime objective. Consequently where appropriate the Committee has elected to apply options and exemptions within AIFRS that are applicable to not-for-profit entities.

#### (b) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable net of the amount of goods and services tax (GST) payable to the Australian Taxation Office. Revenue is measured on major income categories as follows:

##### *Dividends, newcomer and state show entries*

Dividends, newcomer and state show entry fees are recognised when they are received.

##### *Interest Revenue*

Interest revenue is recognised as it accrues.

#### (c) Tax

##### *Goods and services tax*

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of the GST incurred is not recoverable from the Australian Tax Office (ATO). Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Balance Sheet.

##### *Income tax*

The Committee is exempt from income tax.

## Notes to and forming part of the financial statements for the year ended 31 March 2014 (continued)

2. Income	2014 \$	2013 \$
<b>Revenue</b>		
Dividends received	1,606	2,728
Show Income from National Branch	1,000	-
Entry fees	2,065	2,339
Newcommer	100	200
Float	400	-
Grants & Donations	22	4,250
Sponsorships	160	160
GST received	-	225
Interest received	15	51
Other	460	-
	5,828	9,953
 <b>3. Expenses</b>		
Accounting and audit	370	375
Catering	-	52
Cost of goods sold	808	1,792
Computer	51	-
Depreciation	464	389
First Aid Kit	175	-
Honorarium Payments	150	600
Judges	1,448	2,526
Postage, printing & stationery	360	304
Refunds	-	402
Photography	80	-
Prizes & trophies	2,808	3,722
School expenses	-	148
Show expenses	579	-
Sponsorship & donations	255	109
Venue	386	505
Website hosting	280	230
Other expenses	2,631	61
	10,845	11,215
 <b>4. Cash and cash equivalents</b>		
Cash at bank	2,660	2,974
Petty cash	-	921
	2,660	3,895

## Notes to and forming part of the financial statements for the year ended 31 March 2014 (continued)

5. Trade and other receivables	2014 \$	2013 \$
Trade Debtors	-	2,278
Other Debtors	-	864
Provision for Doubtful Debts	-	(593)
GST Receivable	66	680
	66	3,229
	66	3,229
<b>6. Inventory</b>		
Stock on hand	-	1,000
	-	1,000
	-	1,000
<b>7. Equipment</b>		
Equipment at Cost	3,711	2,973
Less: Accumulated Depreciation	(1,843)	(1,379)
	1,868	1,594
	1,868	1,594
<b>8. Trade and other liabilities</b>		
Trade Creditors	-	107
	-	107
	-	107



## Members of the Sub-Committee Declaration

We, the Chairman and Treasurer of Riding Pony Stud Book Society Ltd. S.A. Sub-Committee declare, in our opinion:

- (a) the Committee is not a reporting entity,
- (b) the financial statements and notes, set out on pages 1 to 6,
  - (i) give a true and fair view of the financial position of the Sub-Committee as at 31 March 2014 and of its performance for the financial period ended on that date in accordance with the accounting policies applied in note 1 to the financial statements,
  - (ii) comply with Australian Accounting Standards and other mandatory professional reporting requirements to the extent described in Note 1; and
- (c) there are reasonable grounds to believe that the Sub-Committee will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Committee:

\_\_\_\_\_  
*Chairman*

\_\_\_\_\_  
*Treasurer*

Dated at                                  this                  day of                  2014.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RIDING PONY STUD BOOK SOCIETY LTD. S.A. SUB-COMMITTEE**

### **REPORT ON THE FINANCIAL REPORT**

We have audited the accompanying financial statements, being special purpose financial statements, of Riding Pony Stud Book Society Ltd. S.A. Sub-Committee ('the Committee'), which comprise the statement of financial position as at 31 March 2014, and the statement of comprehensive income and statement of recognised income and expense for the period then ended, a summary of significant accounting policies and other explanatory notes and the Members of the Sub-Committee Declaration set out on pages 1 to 7.

#### *Committee member's responsibility for the financial statements*

The Riding Pony Stud Book Society Ltd. S.A. Sub-Committee members are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the needs of the members. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are 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.

#### *Auditor's responsibility*

Our responsibility is to express an opinion on the financial statements based on our audit. 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 statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements 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 controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Riding Pony Stud Book Society Ltd. S.A. Sub-Committee members, as well as evaluating the overall presentation of the financial statements.

We performed the procedures to assess whether in all material respects the financial report presents fairly, in accordance with Australian Accounting Standards requirements, a view which is consistent with our understanding of the Riding Pony Stud Book Society Ltd. SA. Sub-Committee's financial position, and of its performance.

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

*Qualification*

It is not practicable for Riding Pony Stud Book Society Ltd. S.A. Sub-Committee to establish accounting control over all sources of income producing activities prior to the receipt of these funds by the Committee. Accordingly, it is not possible for our examination to include procedures, which extend beyond the amounts of such income, recorded in the accounting records of the Committee.

*Qualified audit opinion*

In our opinion, except for the above qualification, the financial statements of Riding Pony Stud Book Society Ltd. S.A. Sub-Committee are properly drawn up, so as to present fairly in accordance with the Australian Accounting Standards as applied per Note 1, and the constitution of the Riding Pony Stud Book Society Ltd. S.A. Sub-Committee, the financial position of the Committee as at 31 March 2014 and the statement of comprehensive income and statement of recognised income and expense for the period then ended.

*Emphasis of matter - basis of accounting and restriction on distribution*

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describe the basis of accounting. The financial report has been prepared for the purpose of fulfilling the financial reporting responsibilities. As a result, the financial statements may not be suitable for another purpose.

Crowe Horwath Albury

Bradley D Bohun  
*Partner*

Registered Company Auditor: registered No. 335257

Dated at Albury this        day of        2014.