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# Financial Statements

NEWCASTLE & HUNTER RUGBY UNION INC

30 September 2016

Prepared by SiDCOR chartered accountants



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## NEWCASTLE & HUNTER RUGBY UNION INC

### For the year ended 30 September 2016

The directors have determined that the company 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.

The directors of the company declare that:

1. the financial statements and notes, as set out herein present fairly the company's financial position as at 30 September 2016 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors:



Junior Vice President: Allan Stace

Dated: 30 November 2016



President: Paul Coles

Dated: 30 November 2016

## NEWCASTLE & HUNTER RUGBY UNION INC For the 12 months ended 30 September 2016

	Sep-16	Sep-15
<b>Income</b>		
Competitions Income	89,699	84,875
Events Income	213,391	156,789
HJRU Services Income	5,269	28,500
Investment Income	4,455	6,244
Media Contributions	48,610	45,454
Other Sundry Income	151	2,101
Rent Received	10,762	10,271
Sponsorship	123,164	129,318
<b>Total Income</b>	<b>495,500</b>	<b>463,552</b>
<b>Gross Profit</b>	<b>495,500</b>	<b>463,552</b>
<b>Less Operating Expenses</b>		
Administration	12,299	16,025
Advertising & Promotion	-	1,238
Competition Expenses	13,158	14,000
Employment Expenses	165,312	134,603
Events Expenses	120,452	107,727
Media Production Expenses	63,328	77,681
Office Expenses	57,512	55,132
Other Sundry Expenses	155	455
Representative Program	22,747	33,635
Sponsorship Expenses	8,740	7,001
<b>Total Operating Expenses</b>	<b>463,703</b>	<b>447,497</b>
<b>Operating Profit</b>	<b>31,797</b>	<b>16,055</b>
<b>Non-operating Expenses</b>		
Depreciation	30,618	29,505
<b>Total Non-operating Expenses</b>	<b>30,618</b>	<b>29,505</b>
<b>Net Profit</b>	<b>1,180</b>	<b>(13,450)</b>

## NEWCASTLE & HUNTER RUGBY UNION INC As at 30 September 2016

30 Sep 2016

30 Sep 2015

### Assets

<b>Bank</b>		
Cash	349,709	298,092
<b>Total Bank</b>	<b>349,709</b>	<b>298,092</b>
<b>Current Assets</b>		
Prepayments	3,590	18,500
Receivables	76,567	83,634
<b>Total Current Assets</b>	<b>80,157</b>	<b>102,134</b>
<b>Non-current Assets</b>		
Property, Plant & Equipment	47,599	46,237
<b>Total Non-current Assets</b>	<b>47,599</b>	<b>46,237</b>
<b>Total Assets</b>	<b>477,464</b>	<b>446,464</b>

### Liabilities

<b>Current Liabilities</b>		
Credit Card	(41)	2,488
Payables	133,111	100,762
<b>Total Current Liabilities</b>	<b>133,070</b>	<b>103,250</b>
<b>Total Liabilities</b>	<b>133,070</b>	<b>103,250</b>
<b>Net Assets</b>	<b>344,394</b>	<b>343,214</b>

### Equity

Current Year Earnings	1,180	(13,450)
Reserve	9,401	9,401
Retained Earnings	333,813	347,262
<b>Total Equity</b>	<b>344,394</b>	<b>343,214</b>

# Notes to the Financial Statements

## NEWCASTLE & HUNTER RUGBY UNION INC For the year ended 30 September 2016

### 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) 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.(b) 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.(c) 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.(d) 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.(e) 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.(f) 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).

# Notes to the Financial Statements

## 1.(g) 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.

## 2. Fixed Assets

Leasehold Improvements - At Cost	126,178
Leasehold Improvements - Depreciation Accumulated	(112,958)
Plant & Equipment - At Cost	18,760
Plant & Equipment - Depreciation Accumulated	(14,574)
Rugby Equipment - At Cost	28,999
Rugby Equipment - Depreciation Accumulated	(4,295)
Website	5,488
At cost	6,860
Less Accumulated Depreciation	(1,372)
<b>Total Fixed Assets</b>	<b>47,599</b>

## NEWCASTLE & HUNTER RUGBY UNION INC

### For the year ended 30 September 2016

We have audited the accompanying financial report, being a special purpose financial report, of NEWCASTLE & HUNTER RUGBY UNION INC, which comprises the balance sheet as at 30 September 2016, 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 & HUNTER RUGBY UNION INC as at 30 September 2016 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

SIDCOR chartered accountants



Mark Strickland Edmunds  
F CPA, Registered Company Auditor

50 Hunter Street, Newcastle, NSW 2300

Dated: 30/11/2016