



**EQUESTRIAN NSW INCORPORATED**

ABN 17 157 619 696

**FINANCIAL REPORT**

**FOR THE YEAR ENDED**

**30 JUNE 2022**

Liability limited by a scheme approved under  
Professional Standards Legislation

**CONTENTS**

<b>Committee's Report</b>	<b>3</b>
<b>Statement of Comprehensive Income</b>	<b>5</b>
<b>Statement of Financial Position</b>	<b>6</b>
<b>Statement of Changes in Equity</b>	<b>7</b>
<b>Statement of Cash Flows</b>	<b>8</b>
<b>Notes to the Financial Statements</b>	<b>9</b>
<b>Statement by Members of the Committee</b>	<b>20</b>
<b>Independent Audit Report</b>	<b>21</b>
<b>Auditors' Independence Declaration</b>	<b>24</b>

## **Committee's Report**

### **For the Year Ended 30 June 2022**

The committee members submit the financial report of the Association for the financial year ended 30 June 2022.

#### **1. General information**

##### **Committee Members**

The names of the committee members in office at any time during, or since the end of, the year are:

	<b>From</b>	<b>To</b>
<b>President – Professor Brad Frankum OAM</b> Bachelor of Medicine (Hons), FRACP FAMA	November 2020	June 2022
<b>Helen Batson</b> Bachelor of Applied Science Bachelor of Commerce	October 2020	November 2021
<b>David Cameron</b> Bachelor of Human Movement Bachelor of Secondary Education	July 2021	November 2021
<b>Suzanne Cunningham</b>	November 2021	June 2022
<b>Amber Fuller</b> Bachelor of Arts Bachelor of Laws	November 2021	June 2022
<b>Coco Miles</b> Bachelor of Communications	November 2020	June 2022
<b>Katie Robertson</b> Bachelor of Commerce, Chartered Accountant Harvard Advanced Management Program	July 2020	June 2022
<b>Alexandra Townsend</b> Bachelor of Arts (Hons) Master of Journalism	November 2020	June 2022
<b>Lisa Winn</b> Bachelor of Commerce – 1 <sup>st</sup> class Honours	November 2021	June 2022
<b>Jamie Winning-Kermond</b>	July 2020	November 2021

Committee members have been in office since the start of the financial year to the date of this report unless otherwise stated.

##### **Principal activities**

The principal activities of the Association during the financial year were to provide a structured and regulated framework for equestrian competitions with fair rules and regulations for competitors and to promote, develop and grow the sport.

No significant change in the nature of these activities occurred during the year.

**Committee's Report  
For the Year Ended 30 June 2022**

**2. Operating results**

The deficit of the Association for the financial year amounted to \$(95,829) (2021: surplus \$379,059).

**3. Other Items**

**Significant changes**

COVID-19 lockdowns continued in NSW through until October 2021 having significant impact on local and global communities.

From November through to the end of the Financial Year, the East Coast of Australia experienced a La Nina event that led to periods of flooding that had profound effects on members' competition, training, and businesses.

Apart from the above, there have been no significant changes in the state of affairs of the Association during the year.

**Future developments and results**


Likely developments in the operations of the Association and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Association.

**Environmental issues**

The Association's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

Signed in accordance with a resolution of the Members of the Committee:

Committee member:   
B. FRANKUM

Committee member: 

Dated this ~~21st~~ 20th day of 2022, December.

Lisa Winn  
20th December, 2022

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>INCOME</b>			
Membership Income		1,432,530	1,232,286
Management Fees Received	4	8,832	18,726
Horse Related Income		383,546	409,445
NCAS Income		1,098	1,141
Discipline Councils/ Committee Income	6	534,346	522,629
		2,360,352	2,184,227
<b>OTHER INCOME</b>			
Funding Received	7	261,468	329,118
Interest Received		300	5,870
Other Income	8	62,522	165,097
		324,290	500,086
		2,684,642	2,684,313
<b>EXPENDITURE</b>			
Administration Expenses	9	175,914	170,374
Financial Expenses		4,357	3,961
Marketing & Promotion	5	33,289	4,206
National Expenses	10	619,162	552,742
Council Employment Expenses	4	19,301	32,796
NCAS Expense		13,261	13,977
Services & IT		8,692	7,982
Depreciation		18,044	47,957
Discipline Councils & Committee Expenses	6	1,116,969	907,199
Professional Expenses	9	316,408	109,253
Employment Expenses	11	455,074	454,807
		2,780,471	2,305,254
<b>(Loss) Profit for the year</b>		(95,829)	379,059
Retained earnings at the beginning of the financial year		1,216,748	837,689
<b>Retained earnings at the end of the financial year</b>		1,120,919	1,216,748

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
Cash and cash equivalents	12	2,436,324	2,524,321
Trade and other receivables	13	30,023	12,558
Other current assets		41,843	9,287
<b>TOTAL CURRENT ASSETS</b>		<b>2,508,190</b>	<b>2,546,166</b>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables		5,000	5,000
Property, plant and equipment	14	74,987	21,012
<b>TOTAL NON-CURRENT ASSETS</b>		<b>79,987</b>	<b>26,012</b>
<b>TOTAL ASSETS</b>		<b>2,588,177</b>	<b>2,572,178</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	15	394,968	131,612
Provisions	15,16	91,431	79,593
Other current liabilities		978,001	1,132,616
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,464,400</b>	<b>1,343,821</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	16	2,858	11,609
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>2,858</b>	<b>11,609</b>
<b>TOTAL LIABILITIES</b>		<b>1,467,258</b>	<b>1,355,430</b>
<b>NET ASSETS</b>		<b>1,120,919</b>	<b>1,216,748</b>
<b>EQUITY</b>			
Retained earnings	17	1,120,919	1,216,748
<b>TOTAL EQUITY</b>		<b>1,120,919</b>	<b>1,216,748</b>

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>Retained Earnings</b>	<b>Total Equity</b>
	<hr/>	<hr/>
<b>Balance as at 1 July 2020</b>	<b>837,689</b>	<b>837,689</b>
Surplus/(Deficit) for the year attributable to members of the entity	379,059	379,059
<b>Balance as at 30 June 2021</b>	<b>1,216,748</b>	<b>1,216,748</b>
Surplus/(Deficit) for the year attributable to members of the entity	(95,829)	(95,829)
<b>Balance as at 30 June 2022</b>	<b>1,120,919</b>	<b>1,120,919</b>

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**STATEMENT OF CHANGES IN CASH FLOW**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Receipts from customers	2,358,625	2,349,325
Payments to suppliers and employees	- (469,792)	53,891
Government subsidies and grants	301,415	329,118
Interest received	300	5,870
General administration expenses and direct expenses	(2,213,263)	(1,821,336)
<b>Net cash provided by/(used in) operating activities</b>	<b>(22,715)</b>	<b>916,868</b>
 <b>Cash flows from investing activities</b>		
Proceeds from sale of plant and equipment	7,273	-
Payments for motor vehicle	(57,285)	(29,782)
Payments for property, plant and equipment	(15,105)	(2,500)
<b>Net cash provided by/(used in) investing activities</b>	<b>(65,117)</b>	<b>(32,282)</b>
 <b>Net increase (decrease) in cash held</b>	<b>(87,832)</b>	<b>884,586</b>
Cash on hand beginning of the financial year	2,524,156	1,639,570
<b>Cash at end of the financial year</b>	<b>2,436,324</b>	<b>2,524,156</b>



**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, simplified 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 members of the Committee as at the date of the statement by members of the Committee.

The financial report is for the entity Equestrian NSW Incorporated (Equestrian NSW) as an individual entity. Equestrian NSW is an incorporated association 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 unless they are associated with an event and then follow the rule hereafter.

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.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**(d) Contributions, Government Grants and Donations**

The Association has analysed the terms of each contract to determine whether the arrangement meets the enforceability and the 'sufficiently specific' criteria under AASB 15. For those grant contracts that are not enforceable, or the performance obligations are not sufficiently specific, this will result in immediate income recognition under AASB 1058. Income will be deferred under AASB 15 otherwise and recognised when (or as) the performance obligations are satisfied.

Based on an analysis of the Association's underlying arrangements for donations as at 30 June 2022 on the basis of the facts and circumstances that exist at that date, the organisation has assessed that the impact of the income requirements will not have a significant impact on the amounts recognised in the Organisation's financial statements as majority of the donations do not meet the 'enforceability' and the 'sufficiently specific' criteria under AASB 15 and would therefore be accounted as immediate income recognition under AASB 1058.

**(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.

**(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.

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

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 - 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%	Straight line
Furniture and fittings	30%	Straight line
Computer and office equipment	40%	Straight line
Motor vehicle	22.5% to 33.3%	Straight line

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**(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.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**(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.

**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. 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. 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.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**(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.

**4. MANAGEMENT FEES RECEIVED**

The Secretaries for Eventing NSW and Dressage NSW were employed by Equestrian NSW on a cost recovery basis up until December 2021.

**5. MARKETING AND PROMOTION**

Most of Marketing and Promotion related to the Annual Awards Night as well as merchandise, filming and promotional communication for major events.

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>6. DISCIPLINE COUNCILS AND COMMITTEES</b>		
<b>REVENUE</b>		
Dressage Council	0	0
Eventing Council	21,919	21,200
Jumping Council	0	0
Show Horse Committee	376,932	384,719
Interschool Committee	4,701	60,554
Vaulting Committee	51,178	30,153
Para Committee	79,616	26,003
	<b>534,346</b>	<b>522,629</b>
<b>EXPENSES</b>		
Dressage Council	126,800	102,900
Eventing Council	174,159	129,978
Jumping Council	122,300	100,000
Show Horse Committee	395,805	291,292
Interschool Committee	45,898	87,265
Vaulting Committee	44,541	29,960
Driving Committee	0	3,200
Para Committee	79,616	26,003
Education Discipline	5,347	0
General Disciplines Support	122,503	136,601
	<b>1,116,969</b>	<b>907,199</b>

**7. FUNDING RECEIVED**

Equestrian NSW received the following grants from the NSW Office of Sport:

- \$48,500 for Sport development.
- \$120,000 for Grassroots programs.
- \$145,500 for various other programs.

Of those grants, \$137,862 will be spent over the next financial year.

**8. OTHER INCOME**

Equestrian NSW received \$53,056 in JobSaver and Business grant from the NSW government as part of the Covid-19 support.

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

		2022 \$	2021 \$
<b>9.</b>	<b>ADMINISTRATION EXPENDITURE</b>		
	Nominate Administration Fees	94,186	96,254
	General Administration	71,272	58,328
	Building Expenses	10,456	15,793
	Professional Services	316,408	109,252
		<b>492,322</b>	<b>279,627</b>
	Professional Services included \$60,000 for Sports Accounting Australia to provide finance and accounting services.		
<b>10.</b>	<b>NATIONAL EXPENSES</b>		
	National Administration Levy	268,438	201,600
	National Horse Research Levy	7,021	7,386
	National Insurance Levy	343,702	343,757
		<b>619,162</b>	<b>552,743</b>
<b>11.</b>	<b>EMPLOYMENT EXPENSES</b>		
	Recruitment	0	0
	Motor Vehicle	19,585	24,302
	Provision for Annual Leave	16,564	(6,310)
	Provision for Long Service Leave	(13,478)	(12,370)
	Salaries & Wages	392,078	413,720
	Entertainment	407	200
	Staff Training	0	548
	Superannuation	37,959	35,329
	Workers Compensation Insurance	1,958	(612)
		<b>455,073</b>	<b>454,807</b>



**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	2022 \$	2021 \$
<b>12. CASH AND CASH EQUIVALENTS</b>		
<b>Reconciliation of cash</b>		
Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:		
Cash at Bank	2,435,818	2,523,391
Cash on Hand	506	930
	<u>2,436,324</u>	<u>2,524,321</u>
<b>13. TRADE AND OTHER RECEIVABLES</b>		
<b>Current</b>		
Trade Debtors	18,570	12,558
GST, FBT and PAYG Payable	11,453	-
	<u>30,023</u>	<u>12,558</u>
The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.		

**EQUESTRIAN NSW**  
**ABN 17 157 619 696**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>14. PROPERTY, PLANT AND EQUIPMENT</b>		
Plant & Equipment	86,860	77,315
Less: Accumulated Depreciation	<u>(70,113)</u>	<u>(65,800)</u>
	16,747	11,515
Motor Vehicles	58,710	41,090
Less: Accumulated Depreciation	<u>(7,710)</u>	<u>(35,988)</u>
	51,000	5,102
Computer Equipment	90,072	86,084
Less: Accumulated Depreciation	<u>(84,106)</u>	<u>(81,689)</u>
	5,966	4,395
Furniture & Fittings	81,586	80,015
Less: Accumulated Depreciation	<u>(80,312)</u>	<u>(80,015)</u>
	1,274	0
<b>Total Plant and Equipment</b>	<b><u>74,987</u></b>	<b><u>21,012</u></b>
<b>15. TRADE AND OTHER PAYABLES</b>		
Accrued Expenses	229,765	14,899
Credit Card Liability	6,506	3,236
Trade Creditors	129,066	80,069
Superannuation Accrued	0	934
Sundry Creditors- Active Kids Vouchers	23,075	0
GST, FBT and PAYG Payable	6,520	32,474
Provision for Holiday Pay	55,257	38,692
Other	36	0
	<u>450,225</u>	<u>170,304</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short term nature of the balances.

**EQUESTRIAN NSW  
ABN 17 157 619 696**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>16. EMPLOYEE BENEFITS</b>		
<b>Current</b>		
Provision for Long Service Leave	36,174	40,901
<b>Non-Current</b>		
Provision for Long Service Leave	2,858	11,609
<b>17. RETAINED EARNINGS</b>		
Retained earnings at the beginning of the financial year	1,218,461	837,609
Net profit (Net loss) attributable to members of the company	(95,829)	380,772
Retained earnings at the end of the financial year	1,120,919	1,218,461
<b>18. AUDITOR'S REMUNERATION</b>		
Remuneration of DFK Laurence Varnay Auditors Pty Ltd for		
- Auditing the financial statement	7,500	7,300
<b>19. CASH FLOW INFORMATION</b>		
Reconciliation of net income to net cash provided by operating activities:		
Deficit for the year	(95,829)	379,059
Non-cash flows in deficit:		
- depreciation	18,044	47,957
- gain on disposal of assets Changes in assets and liabilities:	(6,901)	
- decrease in Trade and Other Receivables	103,783	(128,089)
- (increase) in prepayments	(15,155)	13,709
- (increase) in accrued income	(17,401)	33,552
- (decrease) in deferred income	(154,618)	511,404
- increase in trade and other payables	139,006	40,746
- increase in other Liabilities	3,270	(151)
- increase in other employee benefits	3,086	18,681
Cashflows (used in)/provided by operating activities	22,715	916,868
<b>20. CONTINGENCIES AT YEAR END</b>		

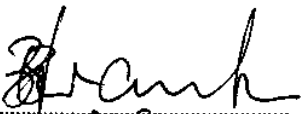


In the opinion of the Committee of Management, the Association did not have any contingencies at 30 June 2022 (June 30, 2021: None)

**Statement by Members of the Committee**

In the opinion of the committee the financial report as set out on pages 3 to 19:

1. Present fairly the financial position of Equestrian New South Wales Incorporated as at 30 June 2022 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Equestrian New South Wales 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 member  Committee member   
B. FRANKUM  
Lisa Winn  
Dated this ~~21st~~ 20th day of December 2022  


## Equestrian New South Wales Incorporated

ABN: 17 157 619696

# Independent Auditor's Report to the members of Equestrian New South Wales Incorporated

## Report on the Audit of the Financial Report

### Opinion

We have audited the accompanying financial report, being a general purpose - simplified disclosures financial report of Equestrian New South Wales Incorporated (the Association), which comprises statement of financial position as at 30 June 2022, statement of income and retained earnings and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and management's assertion statement.

In our opinion, the accompanying financial report of the Association for the year ended 30 June 2022 is prepared, in all material respects, in accordance with the *Associations Incorporations Act (NSW) 2009*.

(i) giving a true and fair view of the Association's financial position at 30 June 2022 and of its financial performance and cash flow for the year ended; and

(ii) that the financial records kept by the Association are such as to enable financial statements to be prepared in accordance with Australian Accounting Standards.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the *Associations Incorporation Act (NSW) 2009* and *Associations Incorporation Regulation (NSW) 2016*, and for such internal control as management determines is necessary to enable the preparation of the financial report which is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

## Equestrian New South Wales Incorporated

ABN: 17 157 619696

# Independent Auditor's Report to the members of Equestrian New South Wales Incorporated

### Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Equestrian New South Wales Incorporated**

ABN: 17 157 619696

**Independent Auditor's Report to the members of Equestrian New South Wales Incorporated**

We also provide the committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the committee, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

DFK Laurence Varnay Auditors Pty Ltd



Faizal Ajmat  
Director

Sydney

21 December 2022



**Equestrian New South Wales Incorporated**

ABN: 17 157 619696

**Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Equestrian New South Wales Incorporated**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022, 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.

DFK Laurence Varnay Auditors Pty Ltd

Faizal Ajmat  
Director

21 December 2022

Sydney