

EQUESTRIAN VICTORIA INC.

(Incorporated under the Associations Incorporation Act (Vic) 1981)

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2013

INDEPENDENT AUDITOR'S REPORT

To the members of Equestrian Victoria

Report on the Financial Report

We have audited the accompanying financial report of Equestrian Victorian Inc. (the Association), which comprises the statement of financial position as at 30 June 2013, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Committee Members' Responsibility for the Financial Report

The Members of the Committee of the Association are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Associations Incorporation Act (Vic) 1981 and for such internal control as the Members of the Committee determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 judgement, 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 of the financial report that gives a true and fair view 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 by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

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

Basis for Qualified Opinion

In carrying out our audit, it was not practicable to positively confirm all income from social functions and event gate takings beyond accounting for amounts received as shown in the books and records of Equestrian Victoria Inc.

*The accompanying notes form part of these financial statements.
These financial statements have been subject to audit and should be read in
conjunction with the attached audit report*

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of Equestrian Victoria Inc. is in accordance with the *Associations Incorporation Act (Vic) 1981* including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2013 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and the *Associations Incorporation Act (Vic) 1981*.

BDO East Coast Partnership

Alex Swansson
Partner

Melbourne
20 November 2013

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**EQUESTRIAN VICTORIA INC.
STATEMENT BY MEMBERS OF THE COMMITTEE
FOR THE YEAR ENDED 30 JUNE 2013**

In the opinion of the Members of the Committee of the Equestrian Victoria Inc., the financial report:

1. presents a true and fair view of the financial position of the Association as at 30 June 2013 and its performance for the year ended on that date in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Act 1981 (Vic); and
2. at the date of this statement, there are reasonable grounds to believe that the Association 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 Members of the Committee by:

.....
Barry Roycroft
President

.....
Greg Pratt
Treasurer

20 November 2013
Melbourne

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Equestrian Victoria Inc.
Statement of Comprehensive Income
For the Year ended 30 June 2013

	Note	2013 \$	2012 \$
Revenue		3,308,419	3,380,167
Employee Benefits Expense		476,008	543,242
Depreciation and Amortisation		39,295	33,847
Other Expenses		2,865,975	2,873,379
Loss before Income Tax		<u>(72,859)</u>	<u>(70,301)</u>
Total Comprehensive Income		<u>(72,859)</u>	<u>(70,301)</u>

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Equestrian Victoria Inc.
Statement of Financial Position
As at 30 June 2013

	Note	2013 \$	2012 \$
Current Assets			
Cash and Cash Equivalents	2	89,619	350,395
Trade and Other Receivables	3	76,480	233,837
Financial Assets	4	92,985	46,649
Other Current Assets		7,261	-
Total Current Assets		<u>266,345</u>	<u>630,881</u>
Non-Current Assets			
Inventories	5	4,950	4,950
Property, Plant and Equipment	5	59,199	96,156
Total Non-Current Assets		<u>64,149</u>	<u>101,106</u>
Total Assets		<u>330,494</u>	<u>731,987</u>
Current Liabilities			
Trade and Other Payables	6	117,890	233,055
Short-Term Financial Liabilities		3,106	47,036
Provisions	8	57,675	84,652
Other	7	240,995	383,819
Total Current Liabilities		<u>419,666</u>	<u>748,562</u>
Total Liabilities		<u>419,666</u>	<u>748,562</u>
Net Assets		<u>(89,172)</u>	<u>(16,575)</u>
Equity			
Accumulated Losses		(89,172)	(16,575)
Total Equity		<u>(89,172)</u>	<u>(16,575)</u>

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Equestrian Victoria Inc.
Statement of Changes in Equity
For the Year ended 30 June 2013

	2013	2012
	\$	\$
	\$	\$
Retained Earnings		
Balance at 1 July 2012	(16,313)	53,726
Total Comprehensive Income	<u>(72,859)</u>	<u>(70,301)</u>
Balance at 30 June 2013	<u>(89,172)</u>	<u>(16,575)</u>
	<u>(89,172)</u>	<u>(16,575)</u>

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**Equestrian Victoria
Statement of Cash Flows
For the Year ended 30 June 2013**

	Note	2013 \$	2012 \$
Cash Flows from Operating Activities			
Receipts from Customers		3,094,104	3,264,841
Payments to Suppliers and Employees		(3,349,246)	(3,406,633)
Dividends Received		-	-
Interest Received		6,981	32,185
Net Cash Outflow from Operating Activities	10(b)	(248,161)	(109,607)
Cash Flows from Investing Activities			
Payments for Investments		226,241	3,264,841
Proceeds from sale of Investments		38,317	(3,406,633)
Net Cash Outflow from Investing Activities		264,558	(109,607)
Net Increase in Cash Held		16,397	63,832
Cash and Cash Equivalents as at 1 July 2012		73,222	137,054
Cash and Cash Equivalents as at 30 June 2013	10(a)	89,619	73,222

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

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, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Act 1981 (Vic).

The financial report covers Equestrian Victoria Inc. (formerly Equestrian Federation of Australia-Victorian Branch Inc.) as an individual entity. Equestrian Victoria Inc. is an association incorporated in Victoria under the Associations Incorporation Act (Vic) 1981. The financial report is presented in Australian dollars.

The financial report was authorised for issue by the Members of the Committee on the date of signing of the Statement by Members of the Committee.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of the financial report.

(a) Basis of Preparation

The financial report has been prepared on an accruals basis and is based on the historical cost convention and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets. The association is considered to be a Not-for-Profit entity and has prepared the financial statements in accordance with the requirements regarding Not-for-Profit entities as contained in Australian Accounting Standards.

(b) Going Concern

The association has an excess of current liabilities over current assets of \$89,172 and negative cash flows from operations of \$183,965 as at 30 June 2013. The financial statements have been prepared on a going concern basis which contemplates the continuity of normal operating activities and the realisation of assets and settlement of liabilities in the ordinary course of operations. The going concern basis is considered appropriate as included in current liabilities are amounts for prepaid income of \$240,995 which are to be satisfied through the delivery of membership services over the next twelve months. The ability of the association to continue as a going concern is dependent on it continuing to receive income from membership subscriptions and membership related activities. In the event of any significant reduction in these sources on income, the activities of the association would need to be reduced. The committee is not anticipating a significant reduction in Equestrian Victoria's core operations or membership related activities during the next twelve months from the date of signing this report. Equestrian Victoria continues to be solvent and can pay its debts as and when they are due.

(c) Income Tax

Any income derived by the association is exempt from Income Tax under section 50-45 of the Income Tax Assessment Act 1997.

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Revenue

Revenue is measured at the fair value of the consideration received or receivable, and represents amounts receivable for the services rendered. Revenue is recognised when the amount of revenue can be reliably measured; when it is probable that future economic benefits will flow to the entity; and in the accounting period which the services are rendered.

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the group will comply with all attached conditions.

Interest income is recognised using the effective interest method.

(e) 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 Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

Cash flows are included in the Statement of Cash Flows on a gross basis, except for the GST component of cash flows arising from investing and financing activities which are disclosed as operating cash flows.

(f) Cash and Cash Equivalents

Cash and cash equivalents include 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.

(g) Receivables

Trade accounts receivable are generally settled within 30 days and are carried at amounts due. An allowance is raised for any doubtful debts based on a review of all outstanding amounts at balance date. Bad debts are written off in the period in which they are identified.

(h) Financial Instruments

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Financial assets at fair value through profit and loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: Recognition and Measurement of Financial Instruments. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the Statement of Comprehensive Income in the period in which they arise.

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Financial Instruments (Continued)

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Financial liabilities

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

(i) Plant and Equipment

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

The carrying amount of plant and equipment is reviewed annually by the association to ensure it is not in excess of the recoverable amounts from those assets. 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 not been discounted to present values in determining recoverable amounts.

The carrying amount of assets is immediately written down to its recoverable amount if greater than its estimated recoverable amount.

Depreciation

The depreciable amount of all items of plant and equipment is depreciated on a straight-line basis over their estimated useful lives to the association commencing from the time the asset is held ready for use.

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

Trailers	25%
Computer Equipment	33%
Office Furniture and Equipment	20%
Site Improvements	50%

The residual values and useful lives of assets are reviewed and adjusted, if appropriate, at each balance date.

(j) Impairment of Assets

At each reporting date, the association reviews the carrying value of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired.

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

(j) Impairment of Assets (Continued)

If such an indication exists, the recoverable amount of the asset, being the higher of the assets fair value less costs to sell and value-in-use, is compared to the asset's carrying value.

Any excess of the asset's carrying value over its recoverable amount is expensed to the Statement of Comprehensive Income.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(k) Accounts Payable

Trade accounts payable, including accruals not yet billed, are recognised when the association becomes obliged to make future payments as a result of a purchase of assets or services. Trade accounts payable are generally settled within 30 days.

(l) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the association to an employee superannuation fund and are charged as expenses when incurred.

(m) Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(n) Critical Accounting Estimates and Judgements

The committee members evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association. There are no significant judgements or key assumptions made by management in the application of accounting policies that are considered to have a significant risk of causing a material adjustment to the carrying values of assets and liabilities within the next financial year.

(o) Impact of new or revised Australian Accounting Standards or Interpretations that are not yet effective

There have been a number of amendments made to Accounting Standards issued by the Australian Accounting Standards Board ("AASB") that are not yet effective. The committee members do not believe that the new and revised standards issued by the AASB that are not yet effective will have any material impact on the financial statements.

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
2. CASH AND CASH EQUIVALENTS		
Cash at bank - NAB current account	89,137	72,780
Petty cash	482	442
	89,619	73,222
3. TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade debtors	87,869	152,492
Less allowance for doubtful debts	(13,504)	(13,504)
	74,365	138,988
Sundry Debtors	1,635	-
Overpayments	480	-
	76,480	138,988

As at 30 June 2013, the ageing of trade receivables is as follows:

	2013		2012	
	Debtors	Allowance	Debtors	Allowance
	\$	\$	\$	\$
0 – 30 days	30,563	-	47,782	-
31 – 60 days	25,865	-	14,194	-
61 – 90 days	4,191	-	28,691	-
90 days +	27,250	(13,504)	61,825	(13,504)
	87,869	(13,504)	152,492	(13,504)

Receivables past due but not considered impaired are: \$31,441 (2012 \$91,206).
Management is satisfied payment will be received in full.

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
3. TRADE AND OTHER RECEIVABLES (CONT'D)		
The movement in the allowance for doubtful debts is detailed below:		
Opening balance	13,504	27,117
Charge for the year		(13,613)
Closing balance	13,504	13,504
The allowance for doubtful debts is based upon a review of the actual debtors outstanding and an assessment of the recoverability of overdue balances		
4. OTHER FINANCIAL ASSETS		
CURRENT		
Term Deposit	92,985	
EFA term deposit		269,888
LSL term deposit		46,649
	92,985	316,537
5. PROPERTY, PLANT AND EQUIPMENT		
Trailers (at cost)	19,158	19,158
Less accumulated depreciation	(19,158)	(19,158)
	-	-
Computer equipment (at cost)	46,324	52,543
Less accumulated depreciation	(34,765)	(46,897)
	11,559	5,646
Office furniture and equipment (at cost)	68,589	56,332
Less accumulated depreciation	(63,854)	(49,281)
	4,735	7,051
Trophies (at cost)	4,950	4,950
Site improvements and equipment for events (at cost)	146,064	168,354
Less accumulated depreciation	(103,160)	(84,896)
	42,904	83,458
	64,148	101,105

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
5. PROPERTY, PLANT AND EQUIPMENT (CONT'D)		
Reconciliation of movements in carrying amounts of plant and equipment:		
Trophies		
Opening balance	4,950	4,950
Additions		
Depreciation		
Closing balance	4,950	4,950
Office furniture and computer equipment		
Opening balance	12,697	9,210
Additions	6,040	1,522
Depreciation	(2,443)	(3,681)
Closing balance	16,294	7,051
Site improvements and equipment for events		
Opening balance	83,458	86,862
Additions		22,290
Depreciation	(18,264)	(25,694)
Closing balance	42,905	83,458
6. TRADE AND OTHER PAYABLES		
CURRENT		
GST Payable	6,385	25,110
Sundry creditors and accruals	111,505	179,332
	117,890	204,442
7. INCOME IN ADVANCE		
CURRENT		
Prepaid income	240,995	360,490

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
8. PROVISIONS		
CURRENT		
Provision for Superannuation	8,148	
Provision for annual leave	25,950	40,767
Provision for long service leave	23,577	7,669
	57,675	48,436
NON-CURRENT		
Provision for long service leave		33,059
Aggregate employee benefits		81,495
		81,495
9. AUDITOR'S REMUNERATION		
For auditing the financial report	9,500	11,500
For preparation of financial accounts		3,300
	9,500	14,800

10. CASH FLOW INFORMATION

(a) Reconciliation of Cash

For the purposes of the Statement of Cash Flows, cash and cash equivalents includes cash on hand and in banks net of outstanding bank overdrafts. Cash and cash equivalents at the end of the year, as shown in the Statement of Cash Flows, is reconciled to the related items in the Statement of Financial Position as follows:

	2013	2012
	\$	\$
Cash at bank – NAB current account	89,138	72,780
Petty Cash	482	442
	89,619	73,222

(b) Reconciliation of Net Cash (Used In) Operating Activities to Loss for the year

Loss for the year	(72,859)	(70,301)
Non cash items:		
Depreciation expense	39,295	33,847
Gain on Provision Reversal	(31,968)	
Interest from Investing Activities	(8,098)	

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Change in assets and liabilities:		
(Increase)/Decrease in trade and other receivables	63,460	(31,058)
Decrease in prepayments	(9,376)	-
(Decrease)/Increase in creditors and accruals	(77,154)	(13,764)
(Decrease) in income in advance	(119,495)	(52,084)
Increase in provisions	(31,967)	23,752
Net cash (used in) operating activities	<u>(248,161)</u>	<u>(109,608)</u>

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

	2013 \$	2012 \$
11. KEY MANAGEMENT PERSONNEL COMPENSATION		
Short-term employee benefits	25,000	75,789
Post-employment benefits		6,760
	25,000	82,549

12. RELATED PARTY TRANSACTIONS

The names of each person who has been a committee member at any time during the financial year are as follows:

Barry Roycroft - President	Robbie Allen
Rick Howells - Vice President	Peter Gardiner
Greg Pratt – Treasurer	Paul Williams
Maggie McDonell	Ingrid Green
Susannah Clarke	

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

The members of the committee do not receive remuneration for their services on the committee, other than Mr Barry Roycroft \$6,000 (2012: \$6,000) as allowances for the performance of the presidential duties. The following persons received payments for instructor fees during the year: Mr Paul Williams \$5,900 (2012: \$6,850), Mr Robbie Allen \$ Nil (2012: \$Nil), Mr Peter Gardiner \$369 (2012 \$Nil) and Mr Barry Roycroft \$3,596 (2012: \$Nil).

Mr Barry Roycroft, Mrs Maggie McDonell and Mr Greg Pratt are members of the committee of Equestrian Victoria Inc, and also members of the Committee of Management of the Werribee Park National Equestrian Centre (WPNEC).

During the year the association entered into the following transactions with WPNEC:

- (a) the association incurred rental expenses of \$27,311 (2012: \$22,383) in relation to office space rented from WPNEC;
- (b) the association incurred venue hire expenses of \$224,885 (2012: \$223,859) at discounted rates to other persons, including Werribee Park levy charges of \$ 86,674 (2012: \$28,880);
- (c) No Loan repayments (2012: \$38,873) were made.
- (d) eventing, training, stabling and bedding fees of \$98,359 (2012: \$85,858) were collected on behalf of WPNEC and on-forwarded to the centre;
- (e) the association incurred and repairs and maintenance fees of \$nil (2012: \$1,849); and
- (f) the association received management fees of \$Nil (2012: \$18,175) and donated \$nil (2012: \$Nil) on behalf of the Barastoc committee.

At year end the association had loans receivable of \$nil (2012: \$nil), trade receivables of \$392 (2012: \$25,694) and trade payables of \$Nil (2012: \$20,597) with WPNEC.

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

12. RELATED PARTY TRANSACTIONS (CONT'D)

Transactions between related parties are on normal commercial terms and conditions and no more favourable than those available to other persons unless otherwise stated.

There were no other related party transactions during the year.

13. FINANCIAL INSTRUMENTS

(a) Financial Risk Management Objectives and Policies

The association's principal financial instruments comprise receivables, payables, and cash and short-term deposits. These activities expose the association to a variety of financial risks: interest rate risk, credit risk, and liquidity risk.

Although the association does not have documented policies and procedures, the committee manage the different types of risks to which it is exposed by considering risk and monitoring levels of exposure to interest rates and by being aware of market forecasts for interest rates. Ageing analyses and monitoring of specific credit allowances are undertaken to manage credit risk, liquidity risk is monitored through general business budgets and forecasts.

(b) Risk Exposures and Responses

Interest Rate Risk

The association's exposure to market interest rates relates primarily to short term deposits held.

Management monitors term deposit rates and balances the achievement of high rates against the flexibility offered by at call funds.

Sensitivity Analysis

At 30 June 2013, if interest rates had moved, as illustrated in the table below, with all other variables held constant, post tax surplus and equity would have been affected as follows:

	Net Surplus		Net Assets	
	Higher / (Lower)		Higher / (Lower)	
	Year Ended		As at	
	30 June		30 June	
	2013	2012	2013	2012
Interest Rate Movement	\$	\$	\$	\$
+2.0%	1,396	7,795	1,396	7,795
- 2.0%	(1,396)	(7,795)	(1,396)	(7,795)

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

13. FINANCIAL INSTRUMENTS (CONT'D)

Liquidity Risk

The association manages liquidity risk by monitoring forecast cash flows and ensuring that adequate unutilised borrowing facilities are maintained.

Maturities of Financial Liabilities

The table below analyses the association's financial liabilities:

	Maturing within 0 – 3 months \$	Maturing within 3 – 12 months \$	Total \$
2013			
Trade and sundry creditors	111,505	-	111,505
Income in advance	240,995	-	240,995
Total financial liabilities	<u>352,500</u>	<u>-</u>	<u>352,500</u>
2012			
Trade and sundry creditors	179,332	-	179,332
Income in advance	360,490	-	360,490
Total financial liabilities	<u>539,822</u>	<u>-</u>	<u>539,822</u>

Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any allowance for doubtful debts, as disclosed in the Statement of Financial Position and notes to the financial report.

The association trades only with recognised, creditworthy third parties, and as such collateral is not requested nor is it the association's policy to securitise its trade or other receivables. All sales are on a cash basis and as such, there is no credit risk on trade receivables.

In addition, receivable balances are monitored on an ongoing basis with the result that the association's exposure to bad debts is not significant. There are no significant concentrations of credit risk.

Foreign Currency Risk

The association is not exposed to any material foreign currency risk.

*The accompanying notes form part of these financial statements.
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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

13. FINANCIAL INSTRUMENTS (CONT'D)

Price Risk

The association is not exposed to any material commodity price risk.

(c) Net Fair Values

The fair values of financial assets and financial liabilities are presented in the following table and can be compared to their carrying values as presented in the statement of financial position. Fair values are those amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

	2013		2012	
	Net Carrying Value \$	Net Fair Value \$	Net Carrying Value \$	Net Fair Value \$
Financial Assets				
Cash and cash equivalents	89,620	89,620	73,222	73,222
Trade and sundry debtors	76,480	76,480	138,988	138,988
Loans receivable	-	-	-	-
Other financial assets				
- Term deposits	92,985	92,985	316,537	316,537
Total Financial Assets	259,085	259,085	528,747	528,747
Financial Liabilities				
Sundry creditors and accruals	111,505	111,505	179,332	179,332
Income in advance	240,995	240,995	360,490	360,490
Total Financial Liabilities	352,500	352,500	539,822	539,822

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EQUESTRIAN VICTORIA INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
14. LEASING COMMITMENTS		
Operating Lease Commitments		
Non-cancellable operating lease contracted for but not capitalised in the financial statements:		
Payable – minimum lease commitments		
- Not later than one year		26,956
- Later than one year but not later than 5 years	-	-
- Later than 5 years	-	-
	-	26,956

The lease is a non-cancellable lease for printing and photocopying equipment with a five-year term, with rent payable monthly in advance

15. ASSOCIATION DETAILS

The registered office and principal place of business of the association is:

Werribee Park National Equestrian Centre
 170 K Road
 WERRIBEE VIC 3030

The principal activity of the association is:

The provision of membership, training and competition services in relation to Equestrian related sporting and recreational pursuits.

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Equestrian Victoria Inc. Compilation Report To Equestrian Victoria Inc.

We have compiled the accompanying special purpose financial statements of Equestrian Victoria Inc., which comprise the statement of financial position as at 30 June 2013, the statement of profit and loss, a summary of significant accounting policies and other explanatory notes. The general purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of the Committee of Management

The Committee of Management is solely responsible for the information contained in the general purpose financial statements and has determined that the basis of accounting used is appropriate to meet the needs of the Committee of Management and for the purpose that the financial statements were prepared.

Our Responsibility

On the basis of information provided by the Committee of Management, we have compiled the accompanying general purpose financial statements in accordance with the basis of accounting and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed by us and accordingly no assurance is expressed.

The general purpose financial statements were compiled exclusively for the benefit of the Committee of Management. We do not accept responsibility to any other person for the contents of the general purpose financial statements.

BGO Accounting & Business Solutions

KEW VIC 3101



Lindsay Broadway
20 November 2013

*The accompanying notes form part of these financial statements.
These financial statements have been subject to audit and should be read in
conjunction with the attached audit report*

EQUESTRIAN VICTORIA INC.
DISCLAIMER

The additional financial data presented on pages 26 to 28 is in accordance with the books and records of the Association which have been subjected to auditing procedures applied in our statutory audit of the Association for the year ended 30 June 2013. It will be appreciated that our statutory audit may not have covered all specific details of the additional financial data and no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any persons (other than Equestrian Victoria Inc.) in respect of such data including any errors or omissions therein however caused.

BDO East Coast Partnership

Alex Swansson
Partner

20 November 2013
Melbourne

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Equestrian Victoria Inc.
Statement of Revenue & Expenditure
For the Year ended 30 June 2013

	2013	2012
	\$	\$
Revenue		
Insurance Levies Income from Members	132,098	152,880
National and ICDF Levies Income from Members	154,030	155,635
Horse Registrations, Renewals and Transfers	97,855	154,854
Performance Cards	86,613	88,865
Dinner/ BBQ	54,561	154,020
Donations	129,892	164,574
Entry Fees	583,767	613,122
Facility Fees	84,900	118,496
Grants	18,000	47,500
HPP/ ICDF Funding	68,365	70,400
Management Fees	4,558	18,175
Pool Horse Income	-	4,150
Raffle/ Auction Income	32,024	4,695
Sales of Publication & Merchandise	27,659	23,706
Special Clinics and Tickets Income	13,595	11,079
Sponsorships	266,337	206,083
Sponsorships - In Kind	-	46,596
Stabling Income	80,478	119,481
Trade Stands and Camping Income	229,555	205,900
Subscriptions	623,159	603,485
Ticket Sales	324,539	191,634
Interest Income	15,079	31,772
Interest Payments on Loan	-	413
Other Income	128,212	31,110
Training Income	107,596	145,851
Advertising Income	13,579	15,691
Gain on Reversal for LSL / Annual Leave Provision	31,968	-
	<u>3,308,419</u>	<u>3,380,167</u>
Expenditure		
Accountancy Fees	28,835	22,033
Administration Costs	2,850	-
Advertising	46,821	82,256
Bad Debts Written Off	11,203	3,453
Bank Charges	27,208	27,758
Catering & Refreshments	177,332	183,725
Coach Educator Expense	4,562	-
Cleaning	3,553	-
Commission Paid	900	-
Contractor Costs	49,686	-
Coursebuilding	53,745	66,553
Computer Expenses	29,739	25,027
Debt Collection	856	-
Depreciation	39,295	33,847

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Equestrian Victoria Inc.
Statement of Revenue & Expenditure
For the Year ended 30 June 2013

	2013 \$	2012 \$
Donations	2,727	21,993
Expenses Relating to 2012FY	70,970	-
Employees' Amenities	4,464	-
Equipment Expense	2,969	-
Equestrian Queensland	26,923	-
Event Expense	166,632	552,885
Event Director Fees	41,912	-
Event Secretarial Fees	21,745	-
Examinations	606	-
Filing Fees	210	-
Float (Event Petty Cash)	3,160	-
Flowers & Decorations	254	-
FEI Calander/ Ogan Dues	13,745	-
Freight & Cartage	2,597	-
Fuel & Oil	569	-
Facility Fee to Werribee Park	-	301,842
General Expenses	4,350	-
Hire of Equipment	350,432	242,589
Honorariums	4,025	9,718
Insurance	137,550	156,053
International Guest Expenses	14,538	-
Judges Payments	36,467	57,447
Legal Costs	36,594	6,872
Levy	154,502	-
Medical Swabbing	20,949	-
Medical Expenses	76,950	-
National Membership & ICDF Levy	-	155,635
Postage	24,002	47,836
Printing & Stationery	150,724	167,002
Prizes	101,920	97,880
Public Arena	4,350	-
Pool Horse Expenses	-	7,560
Rebates	1,131	-
Rent - Office	27,311	22,383
Rent - Home	14,040	-
Repairs & Maintenance	150	-
Security Costs	5,900	-
Scoring	7,832	-
Seminar	2,506	-
Sponsorship	1,668	57,450
Stock Purchases	86,991	134,809
Staff Training & Welfare	720	-
Subscriptions	2,343	-
Superannuation Contributions	35,576	-
Ticketing	466	731

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Equestrian Victoria Inc.
Statement of Revenue & Expenditure
For the Year ended 30 June 2013

	2013	2012
	\$	\$
Telephone	29,259	27,485
Training Expense	86,937	74,398
Trade Stand Expense	29,350	-
Travelling Expenses	114,531	147,284
Trophies	66,682	55,843
Uniforms	10,929	-
Utilities	9,829	-
Venue Hire	1,909	40,016
Veterinary Expenses	11,942	-
Wages	440,432	543,242
WPNEC	324,382	-
Workcover	8,643	-
Other Expenses	106,398	76,863
	<u>3,381,278</u>	<u>3,450,468</u>
Loss before Income Tax	<u>(72,859)</u>	<u>(70,301)</u>

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