

# **Equestrian Queensland Inc.**

**ABN 79 598 577 242**

## **Financial Statements**

**For the Year Ended 31 December 2023**

**Equestrian Queensland Inc.**

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**For the Year Ended 31 December 2023**

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**Statement of Profit or Loss and Other Comprehensive Income**  
**For the Year Ended 31 December 2023**

		<b>2023</b>	<b>2022</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
Revenue	5	<b>2,244,062</b>	2,167,146
Employee benefits expense		<b>(701,473)</b>	(634,747)
Depreciation and amortisation expense		<b>(31,959)</b>	(30,368)
Membership & horse registration fees		<b>(342,475)</b>	(309,493)
Disciplines expenses		<b>(177,520)</b>	(181,606)
Event expenses		<b>(597,440)</b>	(712,254)
Administration expenses		<b>(217,478)</b>	(204,718)
Other expenses		<b>(147,849)</b>	(178,892)
<b>Surplus/(deficit) before income tax</b>		<b>27,868</b>	(84,932)
Income tax expense		-	-
<b>Surplus from continuing operations</b>		<b>27,868</b>	(84,932)
<b>Total comprehensive income for the year</b>		<b>27,868</b>	(84,932)

**Statement of Financial Position**  
**As At 31 December 2023**

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	7	1,469,113	1,551,146
Trade and other receivables	8	104,970	95,268
Inventories		68,032	16,600
Prepayments		19,896	4,382
TOTAL CURRENT ASSETS		<u>1,662,011</u>	<u>1,667,396</u>
NON-CURRENT ASSETS			
Plant and equipment	9	124,247	119,365
TOTAL NON-CURRENT ASSETS		<u>124,247</u>	<u>119,365</u>
TOTAL ASSETS		<u>1,786,258</u>	<u>1,786,761</u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	10	69,352	88,251
Employee benefits	11	105,717	74,206
Other liabilities	12	241,140	282,123
TOTAL CURRENT LIABILITIES		<u>416,209</u>	<u>444,580</u>
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		<u>416,209</u>	<u>444,580</u>
NET ASSETS		<u>1,370,049</u>	<u>1,342,181</u>
<b>Equity</b>			
Retained Earning/profit		<u>1,370,049</u>	<u>1,342,181</u>
TOTAL EQUITY		<u>1,370,049</u>	<u>1,342,181</u>

The accompanying notes form part of these financial statements.

## Statement of Changes in Equity For the Year Ended 31 December 2023

2023

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 January 2023</b>	<b>1,342,181</b>	<b>1,342,181</b>
Surplus/(deficit) attributable to members	27,868	27,868
<b>Balance at 31 December 2023</b>	<b>1,370,049</b>	<b>1,370,049</b>

2022

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 January 2022</b>	1,427,113	1,427,113
Surplus/(deficit) attributable to members	(84,932)	(84,932)
<b>Balance at 31 December 2022</b>	<b>1,342,181</b>	<b>1,342,181</b>

**Statement of Cash Flows**  
**For the Year Ended 31 December 2023**

	2023	2022
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from members and government grants	2,144,374	1,900,870
Government Grants	232,000	249,513
Payments to suppliers and employees	(2,444,547)	(2,213,792)
Interest received	22,981	7,675
Net cash provided by/(used in) operating activities	15 <u>(45,192)</u>	<u>(55,734)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of plant and equipment	<u>(36,841)</u>	<u>(33,571)</u>
Net cash provided by/(used in) investing activities	<u>(36,841)</u>	<u>(33,571)</u>
Net increase/(decrease) in cash and cash equivalents held	(82,033)	(89,305)
Cash and cash equivalents at beginning of year	<u>1,551,146</u>	1,640,451
Cash and cash equivalents at end of financial year	7 <u><u>1,469,113</u></u>	<u><u>1,551,146</u></u>

The accompanying notes form part of these financial statements.

## Notes to the Financial Statements

### For the Year Ended 31 December 2023

#### 1 Introductions

The financial statements cover Equestrian Queensland Inc. as an individual entity. Equestrian Queensland Inc. is a not-for-profit Association incorporated in Queensland under the *Associations Incorporation Act (QLD) 1981* ('the Act').

The functional and presentation currency of Equestrian Queensland Inc. is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

#### 2 Basis of Preparation

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policy information relating to the preparation of these financial statements are presented below, and are consistent with prior reporting periods unless otherwise stated.

#### 3 Material Accounting Policy Information

##### (a) Revenue and other income

###### Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

###### Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Association are:

###### Membership Income

Membership income is recognised as revenue over the membership period. Unearned membership income in the statement of financial position represents amounts collected for memberships which have not yet been earned.

###### Event Income

Event income is recognised as revenue once the event has been completed.

## Notes to the Financial Statements

### For the Year Ended 31 December 2023

#### 3 Material Accounting Policy Information

##### (a) Revenue and other income

###### Grant revenue

Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligations is satisfied.

Grant income arising from non-enforceable contracts or those without sufficiently specific performance obligations is recognised on receipt unless it relates to capital grants which meet certain criteria.

##### (b) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

##### (c) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

###### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Association, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Plant and Equipment	10% - 66.66%
Motor Vehicles	20% - 25%

##### (d) Financial instruments

###### Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

###### *Classification*

On initial recognition, the Association classifies its financial assets into the following categories, those measured at amortised cost

###### *Amortised cost*

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of assets and liabilities.



## Notes to the Financial Statements

### For the Year Ended 31 December 2023

#### 3 Material Accounting Policy Information

##### (d) Financial instruments

###### Financial assets

###### *Trade receivables*

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Association renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

###### Financial liabilities

The financial liabilities of the Association comprise trade payables, bank and other loans and lease liabilities.

#### 4 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

##### Key estimates - grant income

For many of the grant agreements received, the determination of whether the contract includes sufficiently specific performance obligations was a significant judgement involving discussions with a number of parties at the Association, review of the proposal documents prepared during the grant application phase and consideration of the terms and conditions.

Grants received by the Association have been accounted for under both AASB 15 and AASB 1058 depending on the terms and conditions and decisions made.

If this determination was changed then the revenue recognition pattern would be different from that recognised in these financial statements.

##### Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

##### Key estimates - employee benefits

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

## Notes to the Financial Statements

### For the Year Ended 31 December 2023

#### 5 Revenue from operations

	2023	2022
	\$	\$
Revenue has incurred by function as follows:		
- member subscriptions	1,045,765	946,603
- Event income	530,414	490,996
- government revenue (including grants)	210,909	226,830
- Horse registration	171,810	141,226
- Squads and teams	44,585	61,624
- Administration income	150,143	131,870
- Clinics, courses and seminars	59,397	145,116
- interest received	22,981	7,675
- Other income	8,058	15,205
<b>Total revenue by function</b>	<b>2,244,062</b>	<b>2,167,145</b>

Revenue has been incurred by variance disciplines as follows:

- Queensland Government Grant	209,455	226,830
- Equestrian Queensland	1,319,057	1,222,058
- Dressage Queensland	292,524	297,838
- Inter-school Queensland	270,661	328,247
- Show Jumping Queensland	46,318	6,806
- Show Horse Queensland	86,537	100,233
- Eventing Queensland	84,921	69,209
- Carriage Driving Queensland	6,395	5,955
- Vaulting Queensland	13,910	11,707
- Less: Inter-discipline transactions	(85,716)	(101,738)
<b>Total revenue by discipline</b>	<b>2,244,062</b>	<b>2,167,145</b>

#### 6 Expenses

Expenditure has been incurred by the various disciplines as follows:

- Equestrian Queensland	1,563,391	1,454,649
- Dressage Queensland	288,007	341,959
- Inter-school Queensland	264,473	338,781
- Show Jumping Queensland	12,324	12,843
- Show Horse Queensland	73,873	126,429
- Eventing Queensland	77,471	69,932
- Carriage Driving Queensland	4,922	1,173
- Vaulting Queensland	37,449	8,050
- Less: Inter-discipline transactions	(84,497)	(101,739)
<b>- Total expenses by discipline</b>	<b>2,237,413</b>	<b>2,252,077</b>

**Notes to the Financial Statements**  
**For the Year Ended 31 December 2023**

**7 Cash and Cash Equivalents**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Cash at bank and in hand	<b>166,060</b>	85,081
Short-term deposits	<b>500,997</b>	603,057
Deposits at call	<b>802,056</b>	863,008
	<b><u>1,469,113</u></b>	<u>1,551,146</u>

**8 Trade and Other Receivables**

CURRENT		
Trade receivables	<b>114,970</b>	105,268
Provision for impairment	<b>(10,000)</b>	(10,000)
<b>Total current trade and other receivables</b>	<b><u>104,970</u></b>	<u>95,268</u>

**9 Property, Plant and Equipment**

Plant and equipment		
At cost	<b>359,405</b>	322,564
Accumulated depreciation	<b>(239,277)</b>	(208,581)
Total plant and equipment	<b><u>120,128</u></b>	<u>113,983</u>
Motor vehicles		
At cost	<b>40,206</b>	40,206
Accumulated depreciation	<b>(36,087)</b>	(34,824)
Total motor vehicles	<b><u>4,119</u></b>	<u>5,382</u>
<b>Total property, plant and equipment</b>	<b><u>124,247</u></b>	<u>119,365</u>

**10 Trade and Other Payables**

CURRENT		
Trade payables	<b>1,181</b>	27,215
GST payable	<b>42,171</b>	20,917
Other payables	<b>26,000</b>	40,119
	<b><u>69,352</u></b>	<u>88,251</u>

**11 Employee Benefits**

Current liabilities		
Long service leave	<b>59,326</b>	33,039
Provision for employee benefits	<b>46,391</b>	41,167
	<b><u>105,717</u></b>	<u>74,206</u>

## Notes to the Financial Statements

### For the Year Ended 31 December 2023

#### 12 Other Liabilities

	2023	2022
	\$	\$
CURRENT		
Unearned membership income	148,519	182,123
Government grants received in advance	92,621	100,000
	<u>241,140</u>	<u>282,123</u>

#### 13 Auditors' Remuneration

Remuneration of the auditor Moore Australia Audit (QLD/NNSW) (2022: Moore Australia Audit NSW), for:

- auditing the financial statements

<u>11,000</u>	<u>10,750</u>
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#### 14 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 31 December 2023 (31 December 2022:None).

#### 15 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:

Surplus/(Deficit) for the period	27,868	(84,932)
Non-cash flows in profit/(loss):		
- depreciation	31,959	30,368
Changes in assets and liabilities:		
- (Increase) in trade receivables and prepayments	(25,216)	(47,419)
- (increase)/decrease in inventories	(51,432)	-
- increase/(decrease) in income in advance	(41,342)	38,250
- increase/(decrease) in trade and other payables	(18,540)	(9,308)
- increase/(decrease) in employee benefits	31,511	8,882
Cashflows from operations	<u>(45,192)</u>	<u>(64,159)</u>

#### 16 Events After the End of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

#### 17 Statutory Information

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

Equestrian Queensland Inc.  
40 Castlemaine Street  
Milton QLD 4064

**Equestrian Queensland Inc.**

ABN 79 598 577 242


**Statement by Members of the Committee**

The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 3 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 10:

1. Presents fairly the financial position of Equestrian Queensland Inc. as at 31 December 2023 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Equestrian Queensland Inc. 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:

President ..... 

Treasurer ..... 

Dated 18 March 2024  
Brisbane

# Independent Audit Report to the members of Equestrian Queensland Inc.

## Report on the Audit of the Financial Report

### Opinion

We have audited the accompanying financial report, being a special purpose financial report of Equestrian Queensland Inc. (the Association), which comprises the statement of assets and liabilities as at 31 December 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the statement by members of the committee.

In our opinion, the accompanying financial report of the Association for the year ended 31 December 2023 is prepared, in all material respects, in accordance with the *Associations Incorporation Act (QLD) 1981*.

### 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 (including Independence Standards)* (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.

### Emphasis of Matter - Basis of Accounting

We draw attention to Note 2 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in fulfilling the committee's financial reporting responsibilities under the *Associations Incorporation Act (QLD) 1981*. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

### Other Information

Those charged with Governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Directors' Report, (but does not include the financial report and our auditor's report thereon).

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **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 (QLD) 1981*, and for such internal control as management determines is necessary to enable the preparation of the financial report 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.

### **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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.



Murray McDonald  
Partner - Audit and Assurance



Moore Australia Audit (QLD/NNSW)  
Chartered Accountants

Brisbane  
18 March 2024