

Squash Australia Ltd

ABN 73 072 625 935

Financial Statements

For the Year Ended 30 June 2019

Squash Australia Ltd

ABN 73 072 625 935

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For the Year Ended 30 June 2019

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Squash Australia Ltd

ABN 73 072 625 935

Directors' Report

30 June 2019

The directors present their report, together with the financial statements of the Group, being the Group and its controlled entities, for the financial year ended 30 June 2019.

1. General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

David Seymour Mandel

Qualifications

Graduate Australian Institute of Company Directors
Associate of the Chartered Institute of Management Accountants
(UK)

Experience

BSc Chemistry University of Sussex, UK
25 years of senior management and leadership positions in multinational companies in the USA, UK and Australia. 10 years of Directorships of various public, private, Government and not-for-private organisation. 30 years of playing grade competitive squash in the UK, USA and Australia

Chair – Audit Committee – WSF

Director and Audit Chair – Commonwealth Games Australia

President Squash Australia
Chair Membership Working Group
AFRC Committee Member
Nominations Committee Member

Michael Alexander Jaroszewicz

Qualifications

BSc MICE, MIE (Aust), CP Eng NPER (Civil and Structural)

Registered Building Practitioner (Victoria)

Experience

Reg Prof. Eng. Qld
Structural/Civil Engineer with more than 40 years' experience in the building industry. Extensive experience as a Principal structural design engineer and project manager working on a wide range of medium rise building projects in Australia, the Middle East and the United Kingdom to a value of \$100M. Founder and co-Director of MAJCON, Consulting Structural, Civil Engineers and Project Managers. Company director in Australia since 1989. Director and past President of the Association of Consulting Structural Engineers, NSW. ASCE's representative on the judging panel for the NSW Awards for Excellence in Structural Engineering 2015.

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Directors' Report

30 June 2019

1. General information

Information on directors

Dale Robbins

Qualifications

Bachelor of Business – Marketing – QUT

Diploma of Management – University of Victoria

Experience

Automotive Dealer Management Program – Melbourne University
Currently Regional Manager of Nissan Australia Pty Ltd. This role is responsible for the management of 45 Nissan dealerships in Queensland and Northern NSW. The regional office has a staff of 22 and is responsible for an average of 1,400 new Nissan sales a month.

Areas of specialty:

Marketing, strategy, performance management, project management

Significant involvement in squash – Dale's parents leased a squash centre in Cairns for over 25 years. Strong supporter of Masters Squash.

Chair SQA Profile Working Group

HR & Nominations Committee Member

Vice President – Oceania Squash Federation

Michelle Susan Martin

Qualifications

Michelle Susan Martin Level 2 Accredited Squash Coach

NCAS Talent Development and Foundation Coach

Cert IV bookkeeper

Experience

Cert IV Project Management - Property Development

Has been playing squash for 44 years.

Professional squash player from 1987-1999, retiring at No 1 in the World. Winner of Commonwealth Games Gold Medals of Singles and Doubles, World Individual and Teams Events, British and Australian Open Championships amongst many other titles around the world. World No 1 throughout the 1990s.

Awards include: Sport Australia Hall of Fame, WSA Hall of Fame, Squash Australia Hall of Fame promoted to Legend Status, AUS Hall of Fame, Australian and NSW Sportswoman of the Years, Australian Women's Sports Team of the Year, Australian Women's Teach Coach at both Junior and Senior levels. Squash Australia Coach of the Year

Chair SQA High Performance Working Group

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Directors' Report

30 June 2019

1. General information

Information on directors

Joanne Brodie

Qualifications

Bachelor of Arts in Modern Languages, Business Administration
Certified Practising Project Director
Graduate of Australian Institute of Company Directors course
Dive Master

Experience

Over 20 years management experience
Director of The Community Transport Company
Director of Local Land Services North Coast
Member of Australian Institute of Project Management
Category Chief Judge for the Australian Institute of Project Management
Member of Institute of Community Directors
Member of Women on Boards
Landcare volunteer

Jo is an experienced Program Manager with expertise in strategic planning, governance, risk management, business transformation and safety.

Jo is passionate about sport, has played representative level hockey and netball, is a martial artist, and has participated in sailing, mixed indoor netball, mixed indoor cricket, scuba diving and squash. Has worked at two summer and two winter Olympics & the 2018 Commonwealth Games.

Chair Events Working Group

Chris Sinclair

Qualifications

Bachelor Arts (Psych)
Master Arts (Hons)
Master History (Hons)
Currently working on PhD
Librarian, Researcher, Historian, Archivist

Experience

Vice President NSW Squash
World Squash Referee over 20 years
Refereed World, Commonwealth Games finals
Tournament Referee World, Commonwealth Games level.
WSF Senior Assessor
WSF Rules and Referees Committees
Played pennant squash in 3 States
Played second top-grade Sydney.
Lecturer, Mentor and Presenter

Chair SQA Education Working Group

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Directors' Report

30 June 2019

1. General information

Information on directors

Nathan Turnbull

Qualifications

Bachelor Arts (Sports Studies and Psychology)
Talent Development Coach

Experience

Playing squash for 23 years.
President of Brisbane City Squash
Director of Qsquash
QLD Sharks junior team coach
Brisbane City Squash (northside) volunteer competition coordinator
WSF Referee
Head Coach at Sandgate Squash

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

Company secretary

Richard Vaughan has been the company secretary during the year.

Review of operations

The consolidated profit of the Group for the financial year after providing for income tax amounted to \$ 336,290 (2018: \$1,191,421).

Principal activities

The principal activities of the Group during the financial year were to manage and promote the sport of Squash in Australia.

No significant change in the nature of these activities occurred during the year. Current activities are in line with the Memorandum and Articles of Association. Company policies have been maintained throughout the period and the operating results are set out in the accompanying Financial Statements. During the period the Company continued to manage the new Carrara Squash Centre which had benefited from equipment assets from the 2018 Gold Coast Commonwealth Games to the value of 1.1 million AUD. In the period there is a capital grant for Carrara Squash Centre for \$415,000 which has been expensed. In the period the company also managed Southport Squash Centre and more recently the new Carrara Squash Centre have been operated by Carrara Squash Centre Limited. Carrara Squash Centre Limited was formed as a wholly owned subsidiary of Squash Australia. These accounts represent consolidated accounts of Squash Australia Limited and its subsidiaries.

Members' guarantee

Payments and other benefits

No payments or benefits of a pecuniary value were received by any officers of the Group during the financial year.

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Directors' Report

30 June 2019

2. Other items

Future developments and results

The 2020 financial year will see the company focus on delivering operations in line with its 2016-2022 Strategic Plan 'Squash in Australia'.

Squash Australia's Principal Partner is SportAUS which is a Federal Department. SportAUS has recently rebranded and is currently launching a new strategy which has increased the risk in funding decreases for Squash Australia. The SportAUS participation strategy focuses increasingly on physical literacy, activity and softer touch points with traditional sports.

Environmental issues

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

Benefits received directly or indirectly by officers

In line with the SportAUS Mandatory Governance Principles, the total Executive Management Team (Pay Grade 3 and 4) salaries was \$399,291.36. The Executive Management Team consisted of five employees in the roles of Chief Executive Officer and General Manager grade during the period. The pay grades are:

Grade 4 > \$100,000 – \$165,000

Grade 3 > \$80,000 – \$100,000.

Options

No options over issued shares or interests in the Group or a controlled entity were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Meetings of directors

During the financial year, [insert number] meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
David Seymour Mandel	7	7
Michael Alexander Jaroszewicz	7	6
Dale Robbins	7	7
Michelle Susan Martin	7	6
Joanne Brodie	7	7
Chris Sinclair	7	7
Nathan Turnbull	5	4

Directors' Report

30 June 2019

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Squash Australia Ltd with the exception of the following matters:

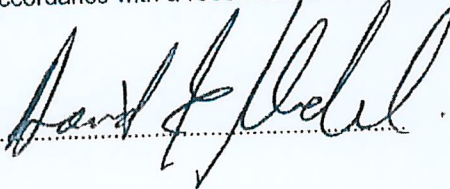
The company has paid a premium in respect of a contract insuring against liability for the costs or expenses to defend legal proceedings and for the award of damages against officers and directors.

Proceedings on behalf of company

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2019 has been received and can be found on page 7 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director: 

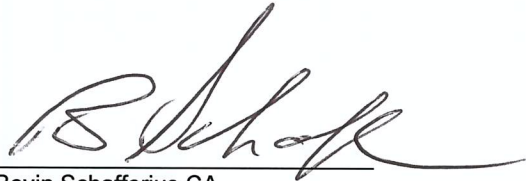
Director: 

Dated this 31st day of October 2019

AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF SQUASH AUSTRALIA LTD

In accordance with the requirements of section 307C of the Corporations Act 2001, as auditor for the audit of Squash Australia Ltd for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been:

- (i) No contravention of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (ii) No contravention of any applicable code of professional conduct in relation to the audit.



Bevin Schafferius CA
Integrated Audit Service Pty Ltd
Registered Audit Company (No. 342 577)
Registered Auditor (No. 479033)

Fortitude Valley, 31 October 2019

Squash Australia Ltd

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Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2019

		2019	2018
	Note	\$	\$
Sales revenue	4	799,382	616,264
Cost of sales		(12,066)	(17,889)
Gross profit		787,316	598,375
Finance income		8,568	7,906
Other income	4	1,874,426	2,334,194
Administrative expenses		(154,131)	(185,535)
Depreciation		(168,573)	(14,849)
Employment expenses		(656,861)	(461,807)
Events related expenses		(264,424)	(213,554)
Events Administration		(275,031)	(244,088)
Finance expenses	5	(35,813)	(26,650)
Insurance		(129,138)	(146,513)
Marketing expenses		(54,280)	(55,565)
Other expenses		(487,323)	(359,746)
Rent		(108,446)	(40,747)
Profit before income tax		336,290	1,191,421
Income tax expense		-	-
Profit from continuing operations		336,290	1,191,421
Profit for the year		336,290	1,191,421
Other comprehensive income, net of income tax			
Total comprehensive income for the year		336,290	1,191,421

The accompanying notes form part of these financial statements.

Squash Australia Ltd

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Consolidated Statement of Financial Position

As At 30 June 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	75,048	284,189
Trade and other receivables	7	303,451	144,823
Inventories	8	201,982	199,110
Other assets	9	209,714	143,062
TOTAL CURRENT ASSETS		790,195	771,184
NON-CURRENT ASSETS			
Loans and advances	10	50,000	50,000
Property, plant and equipment	11	1,690,568	1,501,954
Intangible assets	12	14,065	25,486
TOTAL NON-CURRENT ASSETS		1,754,633	1,577,440
TOTAL ASSETS		2,544,828	2,348,624
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	13	261,008	444,105
Borrowings	14	68,059	-
Employee benefits	15	62,873	38,658
Other financial liabilities	16	-	49,262
TOTAL CURRENT LIABILITIES		391,940	532,025
TOTAL LIABILITIES		391,940	532,025
NET ASSETS		2,152,888	1,816,599
EQUITY			
Retained earnings		2,152,888	1,816,599
Total equity attributable to equity holders of the Group		2,152,888	1,816,599
TOTAL EQUITY		2,152,888	1,816,599

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity For the Year Ended 30 June 2019

2019

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2018	1,816,599	1,816,599
Profit attributable to members of the parent entity	336,290	336,290
Balance at 30 June 2019	<u>2,152,888</u>	<u>2,152,888</u>

2018

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2017	625,178	625,178
Profit attributable to members of the parent entity	1,191,421	1,191,421
Balance at 30 June 2018	<u>1,816,599</u>	<u>1,816,599</u>

The accompanying notes form part of these financial statements.

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Consolidated Statement of Cash Flows

For the Year Ended 30 June 2019

	2019	2018
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from grants and other	2,509,818	1,777,257
Payments to suppliers and employees	(2,438,399)	(1,844,164)
Interest received	8,568	7,906
Net cash provided by/(used in) operating activities	<u>79,987</u>	<u>(59,001)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	<u>(357,187)</u>	<u>(412,359)</u>
Net cash provided by/(used in) investing activities	<u>(357,187)</u>	<u>(412,359)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	<u>68,059</u>	-
Net cash provided by/(used in) financing activities	<u>68,059</u>	-
Net increase/(decrease) in cash and cash equivalents held	(209,141)	(471,360)
Cash and cash equivalents at beginning of year	<u>284,189</u>	<u>755,549</u>
Cash and cash equivalents at end of financial year	<u>6</u> <u>75,048</u>	<u>284,189</u>

The accompanying notes form part of these financial statements.

Squash Australia Ltd

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Notes to the Financial Statements

For the Year Ended 30 June 2019

The financial report covers Squash Australia Ltd and its controlled entities ('the Group'). Squash Australia Ltd is a not-for-profit Group limited by guarantee, incorporated and domiciled in Australia.

Each of the entities within the Group prepare their financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001*.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Group is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(c) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Group and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the Group obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the Group incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Squash Australia Ltd receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

Squash Australia Ltd

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Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(c) **Revenue and other income**

Other income

Other income is recognised on an accruals basis when the Group is entitled to it.

(d) **Goods and services tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

(e) **Inventories**

Inventories are measured at the lower of cost and net realisable value.

(f) **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 impairment.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment is depreciated on a straight-line or diminishing value basis over the assets useful life to the Group, 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	5-40%
Furniture, Fixtures and Fittings	5-40%
Office Equipment	5-40%
Squash Matrix Website	20-40%
GC Legacy Courts	10%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(g) Financial instruments

For comparative year

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Group becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Impairment of Financial Assets

At the end of the reporting period the Group assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

For current year

Financial instruments are recognised initially on the date that the Group becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial liabilities

The Group measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

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

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(h) Intangibles

Goodwill

Goodwill is calculated as the excess of the sum of:

- i) the consideration transferred;
- ii) any non-controlling interest; and
- iii) the acquisition date fair value of any previously held equity interest;

over the acquisition date fair value of net identifiable assets acquired in a business combination.

The value of goodwill recognised on acquisition of each subsidiary in which the Group holds less than a 100% interest will depend on the method adopted in measuring the aforementioned non-controlling interest. The Group can elect to measure the non-controlling interest in the acquiree either at fair value ('full goodwill method') or at the non-controlling interest's proportionate share of the subsidiary's identifiable net assets ('proportionate interest method'). The Group determines which method to adopt for each acquisition.

Under the 'full goodwill method', the fair values of the non-controlling interests are determined using valuation techniques which make the maximum use of market information where available.

Amortisation

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use.

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Software

Software has a finite life and is carried at cost less any accumulated amortisation and impairment losses. It has an estimated useful life of between one and three years.

(i) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(j) Employee benefits

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Squash Australia Ltd

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Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(k) Economic dependence

Squash Australia Ltd is dependent on the funding provided by Squash Australia's principal partner SportAus, an agency of the Australian Government for the majority of its revenue used to operate the business. At the date of this report the directors have no reason to believe the funding provided by Squash Australia's principal partner SportAus, an agency of the Australian Government will not continue to support Squash Australia Ltd.

3 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 - impairment of property, plant and equipment

The Group assesses impairment at the end of each reporting period by evaluating conditions specific to the Group that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key estimates - fair value of financial instruments

The Group has certain financial assets and liabilities which are measured at fair value. Where fair value has not able to be determined based on quoted price, a valuation model has been used. The inputs to these models are observable, where possible, however these techniques involve significant estimates and therefore fair value of the instruments could be affected by changes in these assumptions and inputs.

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.

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Notes to the Financial Statements For the Year Ended 30 June 2019

4 Revenue and Other Income

	2019	2018
	\$	\$
Other Income		
- recoveries	160,524	150,574
- sponsorship	14,549	66,831
- other income	4,196	7,555
- Sales - merchandise	17,068	4,609
- donations	-	1,100,000
- grants	1,678,089	1,004,626
	<u>1,874,426</u>	<u>2,334,195</u>

Revenue from continuing operations

	2019	2018
	\$	\$
- Revenue - Court hire	108,694	21,885
- Member subscriptions	13,701	765
- Affiliation income	140,724	176,143
- Events- fees & registration	226,397	125,008
- Other revenue	309,866	292,462
Total Revenue	<u>799,382</u>	<u>616,263</u>
Total Revenue and Other Income	<u>2,673,808</u>	<u>2,950,458</u>

5 Finance Income and Expenses

Finance expenses

	2019	2018
	\$	\$
Interest expense	2,695	-
Foreign currency loss	2,880	-
Accountancy fees	30,238	26,650
Total finance expenses	<u>35,813</u>	<u>26,650</u>

6 Cash and Cash Equivalents

	2019	2018
	\$	\$
Cash at bank and in hand	<u>75,048</u>	<u>284,189</u>
	<u>75,048</u>	<u>284,189</u>

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Notes to the Financial Statements For the Year Ended 30 June 2019

7 Trade and Other Receivables

	2019	2018
	\$	\$
CURRENT		
Trade receivables	302,621	143,993
	<u>302,621</u>	<u>143,993</u>
Deposits	830	830
	<u>830</u>	<u>830</u>
Total current trade and other receivables	<u>303,451</u>	<u>144,823</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

8 Inventories

	2019	2018
	\$	\$
CURRENT		
At cost:		
Stock on hand	201,982	199,110
	<u>201,982</u>	<u>199,110</u>

9 Other Assets

	2019	2018
	\$	\$
CURRENT		
Prepayments	204,352	143,062
Accrued income	5,362	-
	<u>209,714</u>	<u>143,062</u>

10 Loans and Advances

	2019	2018
	\$	\$
CURRENT		
	2019	2018
	\$	\$
NON-CURRENT		
Victorian Squash Federation Inc	50,000	50,000
	<u>50,000</u>	<u>50,000</u>

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Notes to the Financial Statements For the Year Ended 30 June 2019

11 Property, plant and equipment

PLANT AND EQUIPMENT

Capital works in progress
At cost

317,923 -

Computer equipment
At cost

9,170 9,170

Accumulated depreciation

(2,515) (910)

6,655 8,260

Office equipment

At cost

108,493 83,948

Accumulated depreciation

(46,277) (25,920)

62,216 58,028

GC Legacy courts

At cost

1,164,034 1,161,462

Accumulated depreciation

(118,595) (2,234)

1,045,439 1,159,228

Squash courts

At cost

286,925 277,200

Accumulated depreciation

(28,590) (762)

258,335 276,438

1,690,568 1,501,954

Total plant and equipment

**Total property, plant and
equipment**

1,690,568 1,501,954

12 Intangible Assets

2019 2018

\$ \$

Goodwill

Cost

9,000 9,000

Accumulated impairment losses

(1,000) -

Net carrying value

8,000 9,000

Formation costs

Cost

8,233 91,224

Accumulated amortisation and
impairment

(2,168) (74,738)

Net carrying value

6,065 16,486

Total Intangibles

14,065 25,486

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Notes to the Financial Statements For the Year Ended 30 June 2019

13 Trade and Other Payables

	2019	2018
	\$	\$
Current		
Trade payables	256,357	444,104
GST payable	4,650	-
	<u>261,007</u>	<u>444,104</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.

14 Borrowings

	2019	2018
	\$	\$
CURRENT		
Unsecured liabilities:		
Insurance premium funding	68,059	-
	<u>68,059</u>	<u>-</u>
Total current borrowings	<u>68,059</u>	<u>-</u>

15 Employee Benefits

	2019	2018
	\$	\$
Current liabilities		
Provision for employee benefits	62,873	38,658
	<u>62,873</u>	<u>38,658</u>

16 Other Financial Liabilities

	2019	2018
	\$	\$
CURRENT		
Income received in advance	-	49,262

17 Contingencies

In the opinion of the Directors, the Group did not have any contingencies at 30 June 2019 (30 June 2018:None).

18 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 Group, the results of those operations or the state of affairs of the Group in future financial years.

Squash Australia Ltd

ABN 73 072 625 935

Notes to the Financial Statements
For the Year Ended 30 June 2019

19 Statutory Information

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

Squash Australia Ltd
Sports House Office
9, Cnr Castlemaine & Caxton Streets
Milton , Qld, 4064

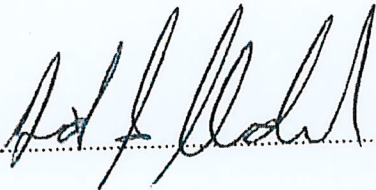
Directors' Declaration

The directors of the Group declare that:

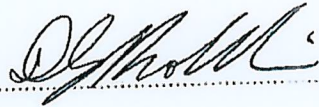
1. The financial statements and notes, as set out on pages 8 to 21, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2019 and of the performance for the year ended on that date of the Group and consolidated group.
2. In the directors' opinion, there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

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

Director



Director



Dated

31/10/19



Integrated **AUDIT** Service

Success through people, knowledge and understanding

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SQUASH AUSTRALIA LTD

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying consolidated financial report of Squash Australia Ltd which comprises the statement of financial position as at 30 June 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' declaration.

In our opinion, the financial report of Squash Australia Ltd ("the company") is in accordance with the *Corporations Act 2001* including:

- i. giving a true and fair view of the company's financial position as at 30 June 2019 and of its performance for the year ended on that date; and
- ii. complying with Australian Accounting – Reduced Disclosure Requirements (RDR) and the *Corporations Regulations 2001*.

Basis of 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 Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and 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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of the Company, would be in the same terms if given to the Directors as at the time of this auditor's report.

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

Other Information

The Directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2019, 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, 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.

Responsibility of the Directors for the Financial Report

The Directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - RDR and the *Corporations Act 2001* and for such internal control as the Directors 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.

In preparing the financial report, the Directors are responsible for assessing the Company'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 the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility

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 Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' 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 Company'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 Company 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 Directors 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.

We also provide the Directors 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.

A handwritten signature in black ink, appearing to read 'Bevin Schafferius', is written over a horizontal line.

Bevin Schafferius CA
Integrated Audit Service Pty Ltd
Registered Audit Company (No. 342 577)
Registered Auditor (No. 479033)

Fortitude Valley, 31 October 2019