

SQUASH AUSTRALIA LTD

ABN 73 072 625 935

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2017

SQUASH AUSTRALIA LTD
ABN 73 072 625 935

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SQUASH AUSTRALIA LTD
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DIRECTORS' REPORT

The directors submit here with the Financial Statements and notes for the twelve months ended 30 June 2017 and reporting in accordance with a resolution of the directors as follows:

- 1) Directors have been in office since the start of the financial period of the date of this report unless otherwise stated:

| Name | Position |
|-------------------------------|---|
| Sam Chadwick | Director from July 12 th |
| Dave Malcolm Whan | Director from November 27 th |
| Doug Minchin | Director from July 12 th until November 27 th |
| Michael Alexander Jaroszewicz | Director |
| Cassandra Heilbronn | Director from July 12 th until November 16 th |
| David Seymour Mandel | President |
| Michelle Susan Martin | Director |
| Dale Robbins | Director |

- 2) The profit/(loss) of the company for the financial period after providing for income tax amounted to:

Twelve Months ended
30 June 2017
Loss: (\$3,157) (2016: Profit of \$18,359)

- 3) The principal activities of the company during the financial period were as follows:
- To manage and promote the sport of squash
- 4) The company is a non-profit organisation Limited by guarantee and pursuant to the Corporation Law and its Memorandum and Articles of Association the payment of dividends is not permitted.
- 5) Current activities in line with the Memorandum and Articles of Association and company policies have been maintained throughout the period and the operating results are set out in the accompanying Financial Statements.
- 6) There was no significant change in the state of affairs of the company during the period.
- 7) Particulars of matters or circumstances that may have arisen since the end of the financial period that have significantly affected or may affect:
1. The company's operations: None
 2. The results of those operations: None
 3. The company's state of affairs: None
 4. In future financial years as follows: None

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DIRECTORS' REPORT

- 8) 2017/2018 will see the company focus on delivering operations in line with its 2016-2022 Strategic Plan 'Squash in Australia'.
- 9) Squash Australia's Principal Partner is the Australian Sports Commission, an agency of the Federal Government. The Commission has undertaken a substantial restructure to its funding mechanisms under its plan 'Australia's Winning Edge'. The program has led to the cessation of the AIS Squash program and a reduction to Squash Australia's funding.
- 10) Other than the items outlined above, there are no material likely developments in the company's operations and the expected results of those operations in future financial years.
- 11) As this is a company limited by guarantee, the company is not entitled to issue shares nor options but for receipt of an application for membership. Accordingly, no options over issued shares or interests in the company were granted during or since the end of the financial period and there were no options outstanding at the date of this report.
- 12) The company has not, during or since the financial period, in respect of any person who is or has been an officer or auditor of the company:
1. Indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings; or
 2. Paid or agreed to pay a premium in respect of a contract insuring against liability for the costs or expenses to defend legal proceedings with the exception of the following matter:
 - i) 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.
- 13) Particulars of directors' qualifications and experiences as at the date of this report are as follows:

| Name | Qualifications | Experience |
|-------------------------------|--|---|
| David Seymour Mandel | Graduation Australian Institute of Company Directors Associate of the Chartered Institute of Management Accountants (UK) BSc Chemistry | 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 and not-for-private organisation. 30 years of playing grade competitive squash in the UK, USA and Australia Chair Commercial Advisory Panel Chair Racquetball Panel Chair Awards and History Panel Chair Membership Working Group AFRC Member HR & Nominations Committee Member Chair of Audit Committee - WSF |
| Michael Alexander Jaroszewicz | BSc MICE, MIE (Aust), CP Eng NPER (Civil and Structural) | Structural/Civil Engineer with more than 40 years' experience in the building industry. Extensive experience |

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DIRECTORS' REPORT

| | | |
|------------------------------|--|--|
| | <p>Registered Building Practitioner (Victoria)</p> <p>Reg Prof. Eng. Qld</p> | <p>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.</p> <p>Chair Facilities Working Group Chair Events Working Group</p> |
| <p>Dale Robbins</p> | <p>Bachelor of Business – Marketing – QUT</p> <p>Diploma of Management – University of Victoria</p> <p>Automotive Dealer Management Program – Melbourne University</p> | <p>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.</p> <p>Areas of specialty: Marketing, strategy, performance management, project management</p> <p>Significant involvement in squash – Dale's parents leased a squash centre in Cairns for over 25 years. Strong supporter of Masters Squash.</p> <p>Chair Education Working Group HR & Nominations Committee Member Racquetball Panel Member</p> <p>Director – Oceania Squash Federation</p> |
| <p>Michelle Susan Martin</p> | <p>Level 2 Accredited Squash Coach</p> <p>NCAS Talent Development and Foundation Coach</p> | <p>Has been playing squash for 44 years.</p> <p>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.</p> <p>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</p> <p>Chair High Performance Working Group Racquetball Panel Member</p> |
| <p>Sam Chadwick</p> | <p>Bachelor of Laws (with Hons)</p> <p>Bachelor of Commerce (Management)</p> <p>Graduate Diploma Legal Practice</p> | <p>Sam is a senior sports administrator with particular expertise in strategic planning, operations, project</p> |

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DIRECTORS' REPORT

| | | |
|--------------------------|--|--|
| | | <p>management, commercial/sponsorship, governance, sports law and integrity.</p> <p>Currently State Manager – Football Operations, Governance and Policy at AFL NSW/ACT where he oversees all Australian Football competitions across NSW and ACT and policy related matters. Prior to this, Sam worked at Football Federation Australia as the General Manager – Hyundai A-League and General Manager – Westfield FFA Cup</p> <p>Previous board experience including Managing Director of boutique talent management business, Millennium Sport and Media</p> |
| <p>Dave Malcolm Whan</p> | <p>Bachelor of Laws and Legal Practice (Hons) Bachelor of Business (Marketing and Business Studies) Certificate of Chinese Law (Shanghai) Licensed Real Estate/Licensed Premises Agent and Business Broker</p> | <p>Director of Whan Holdings Pty Ltd</p> <p>Treasurer of Christies Beach Racquet and Fitness Club – responsible for and operated the Licensed Squash Club venue as Treasurer and committee member from 1993 to present</p> <p>Squash SA Finance and Risk Advisory Committee</p> <p>Actively involved as a player of squash and racquetball for forty-five years, with this year playing in the National Racquetball tournament circuit</p> <p>Alumni of Flinders University and represented Flinders University Squash Club as a member and player at a national level on several occasions</p> <p>Australian Racquetball Council Steering Committee – Mandate is to address the growth and future direction of racquetball. Coverage includes: state cooperation, tournaments and general development.</p> <p>Participation Working Group Member Racquetball Panel Member</p> |

Richard Vaughan was the Company Secretary, as part of his role as Chief Executive Officer during the period.

- 14) During the twelve months of the financial period, nine meetings of the company's directors were held. The number of meetings each director of the company attended is as follows:

| Name | Number Held while Director | Number Attended |
|------|----------------------------|-----------------|
|------|----------------------------|-----------------|

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DIRECTORS' REPORT

| | | |
|-------------------------------|---|---|
| Cassandra Heilbronne | 3 | 2 |
| Dave Malcolm Whan | 4 | 4 |
| Michael Alexander Jaroszewicz | 9 | 9 |
| Sam Chadwick | 8 | 7 |
| David Seymour Mandel | 9 | 9 |
| Michelle Susan Martin | 9 | 6 |
| Dale Robbins | 9 | 8 |
| Doug Minchin | 4 | 4 |

15) The company's operations are not regulated by any significant environmental regulation under the Commonwealth or of a State or Territory.

16) No director receives any form of remuneration from the company for services as a director.

17) In line with the ASC Mandatory Governance Principles, the total Executive Management Team were paid between \$120,000 and \$132,000 during the financial period.

18) No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purposes of taking responsibility on behalf of the company for any or all of these proceedings.

The company was not party to any such proceedings during the period.

19) The lead auditor's independence declaration under Section 307C of the Corporations Act 2001 is set out on Page 7 and forms part of the Directors' Report for the period ended 30 June 2017.

Signed at Brisbane this day of 2017.

David Mandel

Director

Dale Robbins

Director

| State/Territory | Equipment (Oz Squash/Balls) | Marketing/Participation Consultancy | Website/ICT Cost | State Funding Agreement | Support towards coach/staff development | Council Grants | Total | Affiliation Fees |
|-----------------|-----------------------------------|--|------------------|----------------------------|---|----------------|---------------|------------------|
| ACT | \$ 4,011.23 | \$ 1,915.00 | \$ 2,500.00 | \$ - | \$ - | \$ - | \$ 8,426.23 | \$ 4,248.39 |
| NSW | \$ 4,489.81 | \$ 1,915.00 | \$ 2,500.00 | \$ 4,000.00 | \$ 1,200.00 | \$ - | \$ 14,104.81 | \$ 37,527.42 |
| NT | \$ 4,227.63 | \$ 1,915.00 | \$ 2,500.00 | \$ 1,000.00 | \$ 3,000.00 | \$ - | \$ 12,642.63 | \$ 4,248.39 |
| Queensland | \$ 4,016.73 | \$ 1,915.00 | \$ 2,500.00 | \$ 2,000.00 | \$ 10,699.00 | \$ 14,000.00 | \$ 35,130.73 | \$ 31,154.84 |
| South Australia | \$ 3,829.66 | \$ 1,915.00 | \$ 2,500.00 | \$ 2,000.00 | \$ 3,000.00 | \$ - | \$ 13,244.66 | \$ 15,577.42 |
| Tasmania | \$ 3,827.22 | \$ 1,915.00 | \$ 2,500.00 | \$ 2,000.00 | \$ - | \$ - | \$ 10,242.22 | \$ 4,248.39 |
| Victoria | \$ 3,449.65 | \$ 1,915.00 | \$ 2,500.00 | \$ 10,000.00 | \$ 16,099.00 | \$ - | \$ 33,963.65 | \$ 37,527.42 |
| WA | \$ 400.00 | \$ 1,915.00 | \$ 2,500.00 | \$ - | \$ 3,000.00 | \$ - | \$ 7,815.00 | \$ 15,577.42 |
| | \$ 28,251.93 | \$ 15,320.00 | \$ 20,000.00 | \$ 21,000.00 | \$ 36,998.00 | \$ 14,000.00 | \$ 135,569.93 | \$ 150,109.69 |

**AUDITOR'S INDEPENDENCE DECLARATION UNDER
SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
SQUASH AUSTRALIA LTD**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017 there have been:

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

Integrated Audit Service Pty Ltd
Registered Audit Company (No. 342 577)

Bevin Schafferius CA
Director

Bevin Schafferius
Registered Auditor (No. 479033)

Fortitude Valley, August 2017

SQUASH AUSTRALIA LTD
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017

| | Note | 2017 | 2016 |
|--|----------|-----------------------|----------------------|
| | | \$ | \$ |
| Revenue | 2 | 1,767,784 | 1,573,177 |
| Depreciation and amortisation expenses | | (18,147) | (18,296) |
| Employee benefits expense | | (473,494) | (378,800) |
| High performance other than employment | | (455,641) | (479,347) |
| National insurance policy | | (101,527) | (102,323) |
| National participation program other than employment | | (201,611) | (213,919) |
| Events other than employment | | (371,489) | (274,832) |
| Squash Australia office other than employment | | (136,519) | (82,230) |
| Other expenses | | (12,512) | (5,071) |
| Profit/(Loss) before income tax | 3 | <u>(3,157)</u> | <u>18,359</u> |
| Income tax benefit (expense) | | - | - |
| Profit/(Loss) after income tax | | <u>(3,157)</u> | <u>18,359</u> |
| Other comprehensive income items | | - | - |
| Total other comprehensive income/ (Loss) attributable to the members of the company | | - | - |
| Total comprehensive income/(Loss) attributable to the members of the company | | <u><u>(3,157)</u></u> | <u><u>18,359</u></u> |

SQUASH AUSTRALIA LTD
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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|-------------------------------------|------|------------------|------------------|
| ASSETS | | | |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 4 | 351,729 | 426,180 |
| Trade and other receivables | 5 | 70,793 | 81,867 |
| Other short - term financial assets | 6 | 403,820 | 300,000 |
| Other current assets | 7 | 260,389 | 210,675 |
| TOTAL CURRENT ASSETS | | <u>1,086,731</u> | <u>1,018,722</u> |
| NON-CURRENT ASSETS | | | |
| Victorian Squash Federation Inc. | | 50,000 | 50,000 |
| Property, plant and equipment | 8 | 27,798 | 14,867 |
| Intangibles | 9 | 2,130 | 13,131 |
| TOTAL NON-CURRENT ASSETS | | <u>79,928</u> | <u>77,998</u> |
| TOTAL ASSETS | | <u>1,166,659</u> | <u>1,096,720</u> |
| LIABILITIES | | | |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 10 | 234,708 | 238,752 |
| Other liabilities | 11 | 277,110 | 210,009 |
| Short-term provisions | 12 | 29,663 | 19,624 |
| TOTAL CURRENT LIABILITIES | | <u>541,481</u> | <u>468,385</u> |
| TOTAL LIABILITIES | | <u>541,481</u> | <u>468,385</u> |
| NET ASSETS | | <u>625,178</u> | <u>628,335</u> |
| EQUITY | | | |
| Retained profits | | 625,178 | 628,335 |
| TOTAL EQUITY | | <u>625,178</u> | <u>628,335</u> |

The accompanying notes form part of these financial statements.

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2017

| | Retained Profits | Total |
|---|-------------------------|--------------|
| | \$ | \$ |
| Balance at 1 July 2015 | 609,976 | 609,976 |
| Comprehensive income | | |
| Profit for the year | 18,359 | 18,359 |
| Other comprehensive income | - | - |
| Total comprehensive income for the year attributable to members of the company | 18,359 | 18,359 |
| Balance at 30 June 2016 | 628,335 | 628,335 |
| Balance at 1 July 2016 | 628,335 | 628,335 |
| Comprehensive income | | |
| Profit for the year | (3,157) | (3,157) |
| Other comprehensive income | - | - |
| Total comprehensive income for the year attributable to members of the company | (3,157) | (3,157) |
| Balance at 30 June 2017 | 625,178 | 625,178 |

SQUASH AUSTRALIA LTD
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|--|----------|-----------------------|-----------------------|
| Cash flows from operating activities | | | |
| Receipts from grants and other | | 1,835,093 | 1,347,960 |
| Payments to employees and suppliers | | (1,796,512) | (1,578,986) |
| Interest received | | 10,866 | 12,619 |
| Net cash provided by (used in) operating activities | | <u>49,447</u> | <u>(218,407)</u> |
| Cash flows from investing activities | | | |
| Purchase of property, plant and equipment | | (20,078) | (15,712) |
| Loan - Victorian Squash Federation Inc | | - | (50,000) |
| Net cash provided by (used in) investing activities | | <u>(20,078)</u> | <u>(65,712)</u> |
| Cash flows from financing activities | | | |
| | | - | - |
| Net cash provided by financing activities | | <u>-</u> | <u>-</u> |
| Net increase (decrease) in cash held | | 29,369 | (284,120) |
| Cash and cash equivalents at beginning of financial period | | <u>726,180</u> | <u>1,010,300</u> |
| Cash and cash equivalents at end of financial period | 5 | <u><u>755,549</u></u> | <u><u>726,180</u></u> |

SQUASH AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Corporations Act 2001. Squash Australia Ltd is a not-for-profit entity for the purpose of preparing the financial statements.

The financial statements for the year ended 30 June 2017 were approved and authorised for issue by the Board of Directors onAugust 2017.

(a) Income Tax

The company is an exempt organisation under Section 50-45 of the *Income Tax Assessment Act 1997*.

(b) Inventories

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

(c) Property, Plant and Equipment

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets are depreciated on either a straight line or diminishing value basis over their estimated useful lives to the entity commencing from the time the asset is held ready for use.

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

| | |
|---------------------|---------|
| Plant and equipment | 5 - 40% |
|---------------------|---------|

SQUASH AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation (continued)

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(d) Financial Instruments

Initial recognition and measurement

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.

Classification and subsequent measurement

(i) 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 subsequently measured at amortised cost using the effective interest rate method.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

(e) Impairment of Assets

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external sources of information and internal sources of information including dividends received from subsidiaries, associates or jointly controlled entities deemed to be out of pre-acquisition profits. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use 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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Employee Benefits

Provision is made for the company'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 settled within one year have been measured at the amounts expected to be paid when the liability is settled.

(g) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(h) 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. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(i) Trade and Other Receivables

Trade and other receivables are recognised at the amounts receivable as they are due for settlement within 60 days. Collectability of trade debtors is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful debts is raised where some doubt as to collection exists.

(j) Revenue and Other Income

Revenue from grant income is recognised on an accruals basis. Pursuant to AASB1004; Not-for-profit organisations recognise contributions in the form of government grants as revenue when the entity obtains control of the contribution. If the government grant has a condition whereby the contribution has to be refunded if the conditions are not met, then revenue is not recognised until the conditions are met. Any unexpended grant funds are recognised as a liability.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of the amount of goods and services tax (GST).

(k) Intangibles

The cost of designing the Squash Matrix Website is capitalised as an intangible and amortised on a straight line basis over a period of 5 years.

(l) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Government Grants

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

(n) 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 the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(o) Comparative Figures

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

(p) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into the financial statements 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 company.

SQUASH AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017
(Continued)

| | 2017 | 2016 |
|---|------------------|------------------|
| | \$ | \$ |
| 2. REVENUE AND OTHER INCOME | | |
| Revenue: | | |
| Interest received | 10,866 | 12,619 |
| Affiliation | 234,547 | 143,542 |
| Coaching | 2,538 | 3,527 |
| National insurance policy | 64,199 | - |
| Other revenue | 63,396 | 28,472 |
| Government grants | 971,283 | 1,117,093 |
| ACGA grant | 163,400 | 75,000 |
| Merchandise | 33,557 | 35,305 |
| Referee income | 2,735 | 11,330 |
| Entry and registration fees | 111,415 | 123,778 |
| Sponsorship | 10,500 | 22,511 |
| Matrix Income | 18,239 | |
| WSF Event | 81,109 | - |
| | 1,767,784 | 1,573,177 |
| 3. PROFIT (LOSS) FOR FINANCIAL PERIOD | | |
| Expenses: | | |
| Depreciation and amortisation expense | 18,147 | 18,296 |
| Bad and doubtful debts | - | 479 |
| Employee benefits expense | 473,494 | 378,800 |
| <p>Employee wages and superannuation expenses allocated to high performance costs and sport development costs are disclosed separately as employee benefits expense in the Statement of Comprehensive Income.</p> | | |
| 4. CASH AND CASH EQUIVALENTS | | |
| | 2017 | 2016 |
| | \$ | \$ |
| Petty cash imprest | 180 | 276 |
| Cash at bank | 350,798 | 316,233 |
| Business online saver | 427 | 100,023 |
| PayPal account | 324 | 9,648 |
| | 351,729 | 426,180 |
| 5. TRADE AND OTHER RECEIVABLES | | |
| Trade receivables | 70,793 | 81,080 |
| Less provision for impairment | - | - |
| | 70,793 | 81,080 |
| Goods and services tax | - | 787 |
| | 70,793 | 81,867 |

SQUASH AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017
(Continued)

| | | | |
|------------|--|-----------------|-----------------|
| 6. | OTHER SHORT - TERM FINANCIAL ASSETS | | |
| | Term deposits | 403,820 | 300,000 |
| | | <u>403,820</u> | <u>300,000</u> |
| 7. | OTHER ASSETS | | |
| | Prepayments | 130,271 | 145,378 |
| | Sundry deposits | 30,830 | 500 |
| | Inventory at cost | 99,287 | 64,797 |
| | | <u>260,389</u> | <u>210,675</u> |
| 8. | PLANT AND EQUIPMENT | | |
| | Plant and equipment - at cost | 45,652 | 25,574 |
| | Less accumulated depreciation | <u>(17,854)</u> | <u>(10,707)</u> |
| | | <u>27,798</u> | <u>14,867</u> |
| 9. | INTANGIBLE ASSETS | | |
| | Squash Matrix Website - at cost | 73,991 | 73,992 |
| | Less accumulated amortisation | <u>(71,861)</u> | <u>(60,861)</u> |
| | | <u>2,130</u> | <u>13,131</u> |
| 10. | TRADE AND OTHER PAYABLES | | |
| | Goods and services tax | 7,458 | - |
| | Trade creditors | 214,997 | 222,728 |
| | Other creditors | 3,024 | 5,262 |
| | Credit cards payable | 1,058 | 3,321 |
| | Withholding taxes payable | 8,172 | 7,441 |
| | | <u>234,708</u> | <u>238,752</u> |
| 11. | PROVISIONS | | |
| | Employee entitlement - annual leave | 29,663 | 19,624 |
| | | <u>29,663</u> | <u>19,624</u> |
| 12. | OTHER LIABILITIES | | |
| | Unexpended grants | 225,900 | 128,900 |
| | Income in advance | 51,210 | 81,109 |
| | | <u>277,110</u> | <u>210,009</u> |

SQUASH AUSTRALIA LTD
ABN 73 072 625 935

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017
(Continued)

13. RELATED PARTIES

The following persons held office as a Director of the company at any time during the year:

David Seymour Mandel - President

Michelle Susan Martin

Michael Alexander Jaroszewicz

Dale Robbins

Sam Chadwick (appointed on 12/07/2016)

David Malcolm Whan (appointed on 27/11/2016)

Doug Minchin (appointed 12/07/2016 and on resigned on 27/11/2016)

Cassandra Heilbronn (appointed on 12/07/2016 and resigned on 16/11/2016)

14. ECONOMIC DEPENDENCE

The continuing operation of Squash Australia is significantly dependent upon funding provided by Squash Australia's Principle Partner, the Australian Sports Commission, an agency of the Australian Government.

SQUASH AUSTRALIA LTD
ABN 73 072 625 935

DIRECTORS' DECLARATION

The directors of the company declare that :

1. The financial statements and notes, as set out on pages 7 to 18, are in accordance with the *Corporations Act 2001* (Cth) including:
 - (a) comply with Accounting Standards as stated in accounting policy Note 1 to the financial statements; and
 - (b) give a true and fair view of the company's financial position as at 30 June 2017 and of the performance for the six months ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

President - David Mandel

Director - Dale Robbins

Brisbane, August 2017