

SQUASH AUSTRALIA LTD

ABN 73 072 625 935

FINANCIAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2011

SQUASH AUSTRALIA LTD
ABN 73 072 625 935

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SQUASH AUSTRALIA LTD

ABN 73 072 625 935

DIRECTOR'S REPORT

The directors submit herewith the Financial Statements and notes for the year ended 31 December 2011 and reporting in accordance with a resolution of the directors as follows:

- 1) The directors submit herewith the Financial Statements and notes for the year ended 31 December 2011 and reporting in accordance with a resolution of the directors as follows:

Name	Position
Mr John Lee	President
Ms Peta Murphy	Vice President (Female) (retired May 2011)
Mrs Carol Kawaljenko	Vice President (Female) (Board appointed May 2011)
Mr Ollie Lind	Vice President (Male)
Mrs Carol Kawaljenko	Director (to March 2011)
Mr Marcus Smith	Director
Mr Stephen Bowen	Director (from March 2011)

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

- 2) The profit of the company for the financial year after providing for income tax amounted to:

Year ended	Year ended
31 December 2011	31 December 2010
\$22,792	\$7,205

- 3) The principle activities of the company during the financial year 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 year 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 year.
- 7) Particulars of matters or circumstances that may have arisen since the end of the financial year 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

- 8) 2012 will see the company focus on delivering operations in line with its 2015 Strategic Plan 'Squash in Australia'.
- 9) The organisation has reviewed its operations with:
1. The 'Performance Pathway' having an expanded staff structure thus leading to a nationally coordinated approach and to maximize the opportunity to gain future success of Australia's squash players and teams.
 2. The alignment of staffing roles to the Strategic Plan by creating a National Development Manager's position to work with the members to deliver the organisation's goals.

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DIRECTOR'S REPORT

- 10) Critical components including increased funding from the Australian Sports Commission and the Australian Commonwealth Games Association and the status of the Australian Institute of Sport Squash program are in place for the upcoming year.
- 11) 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.
- 12) 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 year and there were no options outstanding at the date of this report.
- 13) The company has not, during or since the financial year, 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 matters:
 - 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.
- 14) Particulars of director's qualifications and experience as at the date of this report are as follows:

Name	Qualifications	Experience
Mr John Lee	Master of Laws degree QUT. Admitted as Barrister-at-Law 1982. Accredited Mediator. Fellow of the Australian Institute of Management. Certificate in Professional Property Development, UDIA.	Practice as Barrister-at-Law for 29 years. Over 20 years experience in Mediation, both as Mediator and as Counsel. Lecturer in Law of the Built Environment, QUT. Experience over 30 years as Director of Companies, both Public and Private. Over 30 years contribution to Community and Volunteer Organisations.
Ms Peta Murphy	Bachelor of Laws, Bachelor of Science, Masters of Criminology, admitted to practice as solicitor and barrister of High CRT, Vic Supreme CRT and NSW Supreme CRT, member of Victorian Bar.	Experience on various boards since 2006, 5 years as solicitor prior to admission to Victorian bar.
Mr Ollie Lind	Degree in Transport Economics	30 years private sector senior management
Mrs Carol Kawaljenko		30 years Sports Administration 30 years Public Service Management 4 years Board Director 15 years Territory Management 25 years Regional Management
Mr Marcus Smith	Graduate Australian Institute of Company Directors Master of Public Administration	15 years as Board Member/President at both Territory and National Level 18 years Commonwealth Public service middle management

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DIRECTOR'S REPORT

14) Con't

Mr Stephen Bowen	Bachelor of Business Previously Taxation Agent and Registered Company Auditor	35 years in public accounting practice including 25 years as a Partner in a significantly sized public accounting practice specialising in business management advisory, taxation and audit. 12 years on board of WA Squash including 8 years as President and acting Treasurer Over 30 years volunteer contribution to squash and numerous community and sporting organisations
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Gary O'Donnell is the Company's Secretary and he was General Manager, Queensland Volleyball Association from 1994 – 2004, He was then Manager Sport Development - Strategy, Business Development Unit Sydney Olympic Park Authority from 2004 – 2007.

15) During the financial year, eight 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
Mr John Lee	8	8
Ms Peta Murphy	3	3
Mrs Carol Kawaljenko (as Vice-President)	5	4
Mr Ollie Lind	8	8
Mrs Carol Kawaljenko (as Director)	1	1
Mr Marcus Smith	8	8
Mr Stephen Bowen	7	7

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

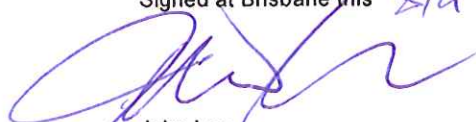

17) No director receives any form of remuneration from the company

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 purpose 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 year.

19) The lead auditor's independence declaration under Section 307C of the Corporations Act 2001 is set out on Page 5 and forms part of the Directors' Report for the year ended 31 December 2011

Signed at Brisbane this 27th day of MARCH 2012


John Lee
Director

Marcus Smith
Director

Audit Service Specialists Pty Ltd
A.B.N. 88 134 204 541
A.C.N. 134 204 541
Mr Phillip Fitzgerald F.C.A.
Mr Dallas Beauchamp C.A.
Mrs Lisa Bonnici C.P.A. Affiliate ICAA.



Integrated Audit Service Pty Ltd
Registered Audit Company Number: 342 577
A.B.N. 27 138 518 877
A.C.N. 138 518 877
Mr Phillip Fitzgerald F.C.A.
Mr Patrick Holberg F.C.A.
Mr Dallas Beauchamp C.A.
Mrs Lisa Bonnici C.P.A. Affiliate ICAA.

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**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 31 December 2011 there have been:

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

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

Phillip Fitzgerald FCA
Director
Integrated Audit Service Pty Ltd
Level 1, 473 Lutwyche Road, LUTWYCHE QLD 4030

Phillip Fitzgerald FCA
Registered Company Auditor (No. 15079)
Integrated Audit Service Pty Ltd
Level 1, 473 Lutwyche Road, LUTWYCHE QLD 4030

Dated this 8th day of March 2012

SQUASH AUSTRALIA LTD
ABN 73 072 625 935

INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 \$	2010 \$
Revenue	2	<u>1,516,803</u>	<u>1,172,827</u>
Gross profit		1,516,803	1,172,827
Other revenue	2	250,692	20,622
Depreciation & amortisation		(15,514)	(15,468)
Commonwealth Games costs		(24,716)	(178,160)
Employee benefits expense		(193,613)	(215,985)
High performance costs		(1,113,724)	(477,107)
National Insurance Policy		(108,858)	(113,503)
Sport development costs		(141,935)	(108,487)
Squash Australia office costs		(117,870)	(34,755)
Other expenses		<u>(28,473)</u>	<u>(42,779)</u>
Profit before income tax	3	22,792	7,205
Income tax expense		<u>-</u>	<u>-</u>
Profit for the year		<u>22,792</u>	<u>7,205</u>
Profit/(loss) from operations		<u><u>22,792</u></u>	<u><u>7,205</u></u>

The accompanying notes form part of these financial statements.

SQUASH AUSTRALIA LTD
ABN 73 072 625 935

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011

	Note	2011 \$	2010 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	426,940	205,762
Trade and other receivables	6	501,972	224,255
Other current assets	7	32,116	3,411
TOTAL CURRENT ASSETS		961,028	433,428
NON-CURRENT ASSETS			
Property, plant and equipment	8	10,431	25,945
TOTAL NON-CURRENT ASSETS		10,431	25,945
TOTAL ASSETS		971,459	459,373
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	172,412	67,402
Unexpended grants	10	441,500	95,000
Short-term provisions	11	35,717	13,721
TOTAL CURRENT LIABILITIES		649,629	176,123
NON-CURRENT LIABILITIES			
Long-term provisions	11	15,788	-
TOTAL NON-CURRENT LIABILITIES		15,788	-
TOTAL LIABILITIES		665,417	176,123
NET ASSETS		306,042	283,250
EQUITY			
Retained profits		306,042	283,250
TOTAL EQUITY		306,042	283,250

The accompanying notes form part of these financial statements.

SQUASH AUSTRALIA LTD
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STATEMENT OF CHANGES IN EQUITY
AS AT 31 DECEMBER 2011

	Retained Earnings \$	Total \$
Balance at 1 January 2010	276,045	276,045
Profit/(loss) for the year	<u>7,205</u>	<u>7,205</u>
Balance at 31 December 2010	<u>283,250</u>	<u>283,250</u>
Balance at 1 January 2011	283,250	283,250
Profit/(loss) for the year	<u>22,792</u>	<u>22,792</u>
Balance at 31 December 2011	<u>306,042</u>	<u>306,042</u>

The accompanying notes form part of these financial statements.

SQUASH AUSTRALIA LTD
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 \$	2010 \$
Cash flows from operating activities			
Receipts from grants and other		1,464,135	1,082,195
Payments to employees and suppliers		(1,174,213)	(1,252,399)
Interest received		16,938	9,862
GST paid/recovered		(85,882)	(60,833)
Net cash provided by (used in) operating activities	13	<u>220,978</u>	<u>(221,175)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		-	(2,968)
Net cash provided by (used in) investing activities		<u>-</u>	<u>(2,968)</u>
Net increase (decrease) in cash held		220,978	(224,143)
Cash and cash equivalents at beginning of financial year		<u>205,762</u>	<u>429,905</u>
Cash and cash equivalents at end of financial year	13	<u><u>426,740</u></u>	<u><u>205,762</u></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 31 DECEMBER 2011

The financial statements cover Squash Australia Ltd as an individual entity. Squash Australia Ltd is non-profit company limited by guarantee and, pursuant to the Corporations Act 2001 and its Memorandum & Articles of Association, the payment of a dividend is not permitted.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The accounting policies set out below have been consistently applied to all years presented. The company has elected to adopt the exemptions available under AASB 1 relating to AASB 132: Financial Instruments: Disclosure and Presentation, and AASB 139: Financial Instruments: Recognition and Measurement. Refer to Note 2 for further details.

The financial report of Squash Australia Ltd complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

The financial statements have been prepared on an accruals basis and is based on historical costs, modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

(a) Income Tax

No income tax is payable as the company directors believe that the company is an exempt organisation under Section 50-45 of the Income Tax Assessment Act 1997.

(b) Property, 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 including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over their estimated useful lives to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

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

Class of Fixed Asset:	Depreciation Rate
	2.5 - 30%%
Plant and equipment	5 - 40%%

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.

(c) 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) Financial assets at fair value through profit or loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management. Derivatives are also categorised as held for trading unless they are designated as hedges. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

(ii) 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.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the association's intention to hold these investments to maturity. They are subsequently measured at amortised cost using the effective interest rate method.

(iv) Available-for-sale financial assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

(v) Financial liabilities

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

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 association 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.

(d) Impairment of assets

At the end of each reporting period, the association 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.

(e) Employee Benefits

Provision is made for the association'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. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

(f) Provisions

Provisions are recognised when the association 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

(g) 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.

(h) 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.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

(i) 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 association 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.

(j) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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.

(k) Comparative Figures

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

(l) Critical Accounting Estimates and Adjustments

The committee members 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 association.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 \$	2010 \$
2. REVENUE AND OTHER INCOME			
Revenue			
Sale of goods		-	4,846
Interest received		16,938	9,862
Affiliation		128,265	124,664
Coaching		11,182	17,229
National Competition		391,919	157,399
National Insurance Policy		105,422	103,256
Other revenue		32,923	12,108
Government grants		816,500	738,000
Referee income		13,654	5,463
Total Revenue		<u>1,516,803</u>	<u>1,172,827</u>
Other Income			
AIS Squash Program		231,896	-
Sponsorship		18,796	20,622
Total Other Income		<u>250,692</u>	<u>20,622</u>
3. PROFIT FOR THE YEAR			
Expenses:			
Depreciation and amortisation expense		15,514	15,468
Bad and doubtful debts		7	(492)
Employee benefits expense		193,613	215,984
4. AUDITORS' REMUNERATION			
Auditors' remuneration		3,500	3,500
5. CASH AND CASH EQUIVALENTS			
Cash on hand		17	-
Deposits with savings banks		101,371	-
Petty cash imprest		187	192
Cash at bank		82,094	10,680
Cash at bank - ASRRA		42,499	34,337
Business online saver		200,772	160,553
		<u>426,940</u>	<u>205,762</u>

SQUASH AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 \$	2010 \$
6. TRADE AND OTHER RECEIVABLES			
CURRENT			
Trade receivables		<u>501,972</u>	<u>224,255</u>
7. OTHER ASSETS			
CURRENT			
Accrued income		518	-
Prepayments		29,673	3,411
Deposits paid		<u>1,925</u>	<u>-</u>
		<u>32,116</u>	<u>3,411</u>
8. PROPERTY, PLANT AND EQUIPMENT			
Plant and equipment		6,062	6,062
Less accumulated depreciation		<u>(2,775)</u>	<u>(1,549)</u>
		<u>3,287</u>	<u>4,513</u>
Website		35,720	35,720
Less accumulated depreciation		<u>(28,576)</u>	<u>(14,288)</u>
		<u>7,144</u>	<u>21,432</u>
Total property, plant and equipment		<u>10,431</u>	<u>25,945</u>
(a) Movement in carrying amounts			
For disclosure on movement in carrying amounts please refer to note 14(a) in the end of this financial report.			
9. TRADE AND OTHER PAYABLES			
CURRENT			
Good and services tax		52,424	30,342
ASRRA accumulated fund		30,077	30,077
Trade creditors		1,461	945
Other creditors		83,206	8,273
Credit cards payable		9,544	2,879
Withholding taxes payable		<u>(4,300)</u>	<u>(5,114)</u>
		<u>172,412</u>	<u>67,402</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 \$	2010 \$
10. UNEXPENDED GRANTS			
CURRENT			
Australian Commonwealth Games Association		43,500	-
Australian Sports Commission		398,000	95,000
		<u>441,500</u>	<u>95,000</u>
11. PROVISIONS			
			2011 \$
Provision for holiday pay:			
Opening balance at 1 January 2011			13,721
Additional provisions raised			<u>21,996</u>
Balance at 31 December 2011			<u>35,717</u>
			2011 \$
Provision for long service leave:			
Opening balance at 1 January 2011			-
Additional provisions raised			<u>15,788</u>
Balance at 31 December 2011			<u>15,788</u>
			2011 \$
Total Provisions			
Opening balance at 1 January 2011			13,721
Additional provisions raised			<u>37,784</u>
Balance at 31 December 2011			<u>51,505</u>
Analysis of Total Provisions			
		2011 \$	2010 \$
Current		35,717	-
Non-Current		<u>15,788</u>	<u>13,721</u>
		<u>51,505</u>	<u>13,721</u>

12. COMPANY DETAILS

The registered office and principal place of business of the association is:
Squash Australia Ltd
Sports House
Office 9
Corner Castlemaine & Caxton Streets
Milton QLD 4064

SQUASH AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 \$	2010 \$
13. CASH FLOW INFORMATION			
(a) Reconciliation of Cash			
Cash		426,940	205,762
		<u>426,940</u>	<u>205,762</u>
(a) Reconciliation of cash flow from operations with profit			
Profit after income tax		22,792	7,205
Non-cash flows in profit:			
Depreciation		15,514	15,468
Changes in Assets & Liabilities:			
(Increase) decrease in trade and term debtors		(306,422)	(198,882)
(Increase) decrease in inventories		-	1,038
Increase (decrease) in trade creditors and accruals		75,449	(30,867)
Increase (decrease) in other creditors		376,061	(15,830)
Increase (decrease) in sundry provisions		<u>37,784</u>	<u>693</u>
Net cash provided by (used in) operating activities		<u>221,178</u>	<u>(221,175)</u>

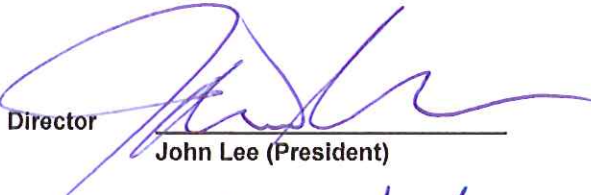
SQUASH AUSTRALIA LTD
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DIRECTORS' DECLARATION

The directors of the company declare that:

1. the financial statements and notes, which comprise the statement of financial position as at 31 December 2011, and the income statement, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes are in accordance with the Corporations Act 2001:
 - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 31 December 2011 and of the performance for the year ended on that date of the company
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 declaration is made in accordance with a resolution of the Board of Directors.

Director 
John Lee (President)

Director 
Marcus Smith

Dated this 7 day of March 2012



SQUASH AUSTRALIA LTD
ABN 73 072 625 935

INDEPENDENT AUDIT REPORT

To:
The Directors and Members of Squash Australia Ltd

Report on the Financial Report

We have audited the accompanying financial report of Squash Australia Ltd, which comprises the statement of financial position as at 31 December 2011, the income statement, statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies, other explanatory notes and the director's declaration as set out on pages 1 to 18.

Director's Responsibility 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 and the *Corporations Act 2001* and for such internal control as the directors determine necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state that the financial statements comply with all Australian equivalents to *International Financial Reporting Standards (AIFRS)*.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Squash Australia Ltd., would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In our opinion:

- (a) the financial report of Squash Australia Ltd. is in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the company's financial position as at 31 December 2011 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and *the Corporations Regulations 2001*; and
- (b) the financial report also complies with the Australian equivalents to *International Financial Reporting Standards* as disclosed in Note 1. c

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



Phillip Fitzgerald FCA
Director
Integrated Audit Service Pty Ltd
Level 1, 473 Lutwyche Road, LUTWYCHE QLD 4030



Phillip Fitzgerald FCA
Registered Company Auditor (No. 15079)
Integrated Audit Service Pty Ltd
Level 1, 473 Lutwyche Road, LUTWYCHE QLD 4030

Dated this 8th day of March 2012

SQUASH AUSTRALIA LTD

ABN 73 072 625 935

DETAILED STATEMENT OF FINANCIAL PERFORMANCE**FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011	2010
Income	\$	\$
Affiliation	128,265	124,664
AIS Squash Program	231,896	-
Coaching	22,291	17,229
Grants	816,500	738,000
Interest	16,938	9,862
National Competition	390,214	157,399
National Insurance Policy	105,422	103,255
Sale of Merchandise	-	4,846
Sponsorship	18,796	20,623
Sundry Income	37,173	17,571
Total Income	<u>1,767,495</u>	<u>1,193,449</u>
Expenses		
ACG Junior Squad	-	21,426
AIS Squash Program	195,560	-
Coaching - Sport Development	12,414	12,722
Coaching - High Performance	91,447	5,627
Commonwealth Games	-	169,009
Domestic Tournaments	63,062	32,406
Media Liaison Officer	-	11,300
Meeting Costs	26,399	24,116
National Coaching/Development Manager	52,600	36,206
National Competitions	416,022	186,510
National Head Coach	136,269	12,500
National Insurance Policy	108,858	113,503
National Talent Squad	69,661	74,382
National Teams (other)	10,117	7,937
Payments to States	-	33,828
Performance Pathways Manager	59,745	48,860
Referees/Officials	42,563	60,400
Sport Development	34,806	60,713
Squash Australia Office Costs	329,131	189,938
World Cup	24,716	1,601
World Championship Team - Junior	37,351	43,504
World Championship - Senior	33,983	39,756
Total expenses	<u>1,744,703</u>	<u>1,186,244</u>
	<u>22,792</u>	<u>7,205</u>

Audit Service Specialists Pty Ltd
A.B.N. 88 134 204 541
A.C.N. 134 204 541
Mr Phillip Fitzgerald F.C.A.
Mr Dallas Beauchamp C.A.
Mrs Lisa Bonnici C.P.A. Affiliate ICAA.



Integrated Audit Service Pty Ltd
Registered Audit Company Number: 342 577
A.B.N. 27 138 518 877
A.C.N. 138 518 877
Mr Phillip Fitzgerald F.C.A.
Mr Patrick Hoiberg F.C.A.
Mr Dallas Beauchamp C.A.
Mrs Lisa Bonnici C.P.A. Affiliate ICAA.

SQUASH AUSTRALIA LTD
ABN 73 072 625 935

DISCLAIMER

The additional financial data presented on page 21 is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the financial year ended 31 December 2011. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person in respect of such data, including any errors of omissions herein however caused.

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Phillip Fitzgerald FCA
Director
Integrated Audit Service Pty Ltd
Level 1, 473 Lutwyche Road, LUTWYCHE QLD 4030

Phillip Fitzgerald FCA
Registered Company Auditor (No. 15079)
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Dated this 8th day of March 2012