

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

Financial Statements

For the Year Ended 31 December 2023

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

Contents

For the Year Ended 31 December 2023

	Page
Financial Statements	
Statement of Profit or Loss	1
Statement of Assets and Liabilities	2
Statement of Changes in Equity	3
Statement of Cash Flows	4
Notes to the Financial Statements	5
Statement by Members of the Committee	11
Independent Audit Report	12

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

Statement of Profit or Loss For the Year Ended 31 December 2023

	Note	2023 \$	2022 \$
Income			
Contracts with customers	4	65,124	66,695
Event income		2,950	-
Finance income		234	67
Other trading revenue	4	1,272	4,838
		<u>69,580</u>	<u>71,600</u>
Expenditure			
Auditing and Accounting		2,000	3,000
Depreciation and amortisation expense		10,111	9,948
Fuel		12,347	9,613
Haulage		10,000	7,600
Honorariums		4,800	7,250
Impairment losses on receivables		90	-
Insurance		1,288	4,728
Liberators		9,000	7,140
Other expenses		18,730	15,995
Prizes and Pools		10,200	9,480
Repairs and Maintenance		7,441	16,219
		<u>86,007</u>	<u>90,973</u>
Income tax expense		-	-
Profit after income tax		<u>(16,427)</u>	<u>(19,373)</u>
Retained profit at the beginning of the financial year		<u>116,993</u>	<u>136,366</u>
Retained profits at the end of the financial year		<u><u>100,566</u></u>	<u><u>116,993</u></u>

The accompanying notes form part of these financial statements.

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

Statement of Assets and Liabilities

As At 31 December 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	69,321	93,120
Trade and other receivables	6	4,421	1,035
TOTAL CURRENT ASSETS		73,742	94,155
NON-CURRENT ASSETS			
Property, plant and equipment	7	39,099	36,010
TOTAL NON-CURRENT ASSETS		39,099	36,010
TOTAL ASSETS		112,841	130,165
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	1,850	3,037
Other financial liabilities	9	10,425	10,136
TOTAL CURRENT LIABILITIES		12,275	13,173
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		12,275	13,173
NET ASSETS		100,566	116,992
MEMBERS' FUNDS			
Retained profits		100,566	116,993
TOTAL MEMBERS' FUNDS		100,566	116,993

The accompanying notes form part of these financial statements.

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

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

2023

	Retained Earnings	Total
Note	\$	\$
Balance at 1 January 2023	116,993	116,993
Loss for the year	(16,427)	(16,427)
Balance at 31 December 2023	100,566	100,566

2022

	Retained Earnings	Total
Note	\$	\$
Balance at 1 January 2022	136,366	136,366
Loss for the year	(19,373)	(19,373)
Balance at 31 December 2022	116,993	116,993

The accompanying notes form part of these financial statements.

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

Statement of Cash Flows For the Year Ended 31 December 2023

	Note	2023 \$	2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		70,670	72,868
Payments to suppliers and employees		(81,503)	(79,657)
Interest received		234	67
Net cash provided by/(used in) operating activities		<u>(10,599)</u>	<u>(6,722)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		<u>(13,200)</u>	-
Net cash provided by/(used in) investing activities		<u>(13,200)</u>	-
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net cash provided by/(used in) financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents held		(23,799)	(6,722)
Cash and cash equivalents at beginning of year		<u>93,120</u>	<u>99,842</u>
Cash and cash equivalents at end of financial year	5	<u><u>69,321</u></u>	<u><u>93,120</u></u>

The accompanying notes form part of these financial statements.

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

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

The financial statements cover Queensland Racing Pigeon Federation Incorporated as an individual entity. Queensland Racing Pigeon Federation Incorporated is a not-for-profit Association incorporated in Queensland under the *Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007)* ('the Act').

The principal activities of the Association for the year ended 31 December 2023 were to provide facilities for affiliated club members to race pigeons.

The functional and presentation currency of Queensland Racing Pigeon Federation Incorporated is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

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

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

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

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services.

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

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

Other income

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

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

2 Summary of Significant Accounting Policies

(b) Income Tax

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

(c) Goods and services tax (GST)

The Association deregistered for goods and services tax (GST) on 2 April 2023. All transactions before deregistration were recorded exclusive of GST, and all transactions after deregistration were recorded inclusive of GST.

(d) 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.

Depreciation

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

(e) Financial instruments

Financial instruments are recognised initially on the date that the Association 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 assets

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

Classification

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

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

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

2 Summary of Significant Accounting Policies

(e) Financial instruments

Financial assets

Amortised cost

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

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Association has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

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

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

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Association 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 Association comprise trade payables and income received in advance.

(f) 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.

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

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

3 Critical Accounting Estimates and Judgments

The management committee 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 Association assesses impairment at the end of each reporting period by evaluating conditions specific to the Association 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 - 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.

4 Revenue and Other Income

Revenue from continuing operations

	2023	2022
	\$	\$
Revenue from contracts with customers (AASB 15)		
- sale of goods	8,908	16,014
- membership fees	12,011	8,267
- event fees	44,205	42,414
	<u>65,124</u>	<u>66,695</u>
Revenue recognised on receipt (not enforceable or no sufficiently specific performance obligations - AASB 1058)		
- fundraising	2,950	-
- other trading revenue	1,272	4,838
	<u>4,222</u>	<u>4,838</u>
Total Revenue	<u><u>69,346</u></u>	<u><u>71,533</u></u>

5 Cash and Cash Equivalents

	2023	2022
	\$	\$
Cash at bank and in hand	61,746	85,772
Short-term deposits	7,575	7,348
	<u><u>69,321</u></u>	<u><u>93,120</u></u>

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

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

6 Trade and Other Receivables

	2023	2022
	\$	\$
CURRENT		
Trade receivables	-	1,035
Prepayments	4,421	-
Total current trade and other receivables	4,421	1,035

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.

7 Property, plant and equipment

	2023	2022
	\$	\$
Buildings		
At cost	58,200	45,000
Accumulated depreciation	(38,413)	(36,000)
Total buildings	19,787	9,000
Total land and buildings	19,787	9,000
PLANT AND EQUIPMENT		
Motor vehicles		
At cost	141,297	141,297
Accumulated depreciation	(125,152)	(118,087)
Total motor vehicles	16,145	23,210
Crates		
At cost	6,332	6,332
Accumulated depreciation	(3,165)	(2,532)
Total crates	3,167	3,800
Total plant and equipment	19,312	27,010
Total property, plant and equipment	39,099	36,010

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

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

8 Trade and Other Payables

	2023	2022
Note	\$	\$
CURRENT		
GST payable	-	1,489
Other payables	<u>1,851</u>	<u>1,548</u>
	<u><u>1,851</u></u>	<u><u>3,037</u></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.

9 Other Financial Liabilities

	2023	2022
	\$	\$
CURRENT		
Amounts received in advance	<u>10,425</u>	<u>10,136</u>
Total	<u><u>10,425</u></u>	<u><u>10,136</u></u>

10 Contingencies

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

11 Events after the end of the Reporting Period

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

12 Statutory Information

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

Queensland Racing Pigeon Federation Incorporated
1485 Old Cleveland Road
BELMONT QLD 4153

Queensland Racing Pigeon Federation Incorporated

ABN 62 722 598 489

Statement by Members of the Committee

The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

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

1. Presents fairly the financial position of Queensland Racing Pigeon Federation Incorporated as at 31 December 2023 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Queensland Racing Pigeon Federation Incorporated will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

President

Treasurer

Dated

Queensland Racing Pigeon Federation Incorporated

Independent Audit Report to the members of Queensland Racing Pigeon Federation Incorporated

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Queensland Racing Pigeon Federation Incorporated (the Association), which comprises the statement of assets and liabilities as at 31 December 2023, the statement of profit or loss, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by members of the committee.

In our opinion, the accompanying financial report of the Association for the year ended 31 December 2023 is prepared, in all material respects, in accordance with the Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007).

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in [Enter Compliance Requirements]. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007), and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Queensland Racing Pigeon Federation Incorporated

Independent Audit Report to the members of Queensland Racing Pigeon Federation Incorporated

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

Location