

**Victorian Bridge Association Limited**  
ACN 004 595 993

**Financial Statements**  
**Year ended 31 August 2018**

**Victorian Bridge Association Limited**  
ACN 004 595 993

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**Victorian Bridge Association Limited**  
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Your directors present their report on the Victorian Bridge Association Limited (the Association) for the year ended 31 August 2018.

The names of the directors in office at any time during or since the end of the year are:

Mr B. Thompson (President)  
Ms K. Frazer (Secretary)  
Mr A.N. Ewart (Treasurer)  
Mr C. Leach  
Mr D. Morgan  
Mr R. Quirk  
Mr R. Giles (resigned 16<sup>th</sup> August 2018)  
Mrs J. Thompson  
Ms P Blankfield (resigned 26<sup>th</sup> July 2018)  
Mr D. Sheather (resigned 25<sup>th</sup> September 2017)  
Ms H. McAdam (resigned 20<sup>th</sup> November 2017)  
Mr M. Phillips (resigned 20<sup>th</sup> November 2017)

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

The VBA is a not-for-profit organisation. The objectives of the company, both short and long term, are to promote and foster interest in the game of bridge throughout Victoria.

The VBA has achieved those objectives by organising and conducting championships, other tournaments, and other bridge events, courses and meetings. The VBA co-operates with the Australian Bridge Federation and other bridge Associations to achieve national agreement in matters of laws, regulations, ethics and procedures.

The principal activities of the Company during the financial year were fulfilling its role as the accredited body responsible for the administration of bridge in Victoria; conducting competition and duplicate bridge sessions and events on a regular basis; holding bridge teaching classes and promoting and fostering bridge generally.

Additionally the Company provided Victorian bridge clubs with thorough rulings and advice on bridge laws, regulations, ethics, procedures and teaching. The VBA in achieving those objectives works with all interested parties to ensure the effective and efficient administration and promotion of bridge

The VBA measures its performance both financially and in terms of bridge participation and player performance. The VBA regularly considers the total number of registered bridge players in Victoria as well as the number of registered bridge players per unit population. The VBA also considers the performance of Victorian players in national and international competitions, particularly the Interstate Teams championships.

The loss of the company for the year ended 31 August 2018 was \$36,056 compared with a loss in the previous year of \$42,641.

No significant changes in the entity's state of affairs occurred during the financial year.

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**DIRECTORS' REPORT (continued)**

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

The entity expects to maintain the present status and level of operations and hence there are no likely developments in the entity's operations.

The company is not materially affected by any environmental regulation in respect of its activities.

The Association is registered as a company limited by guarantee and has no share capital. The Memorandum of Association does not permit distributions to members.

**Information on the Directors and the Secretary**

The information on directors and secretaries is as follows:

Mr B. Thompson	- Non-Executive Director
Qualifications	- BSc (hons) MBA
Special responsibilities	- President
Mr A. N. Ewart	- Non-Executive Director
Qualifications	- BComm; CA
Special responsibilities	- Treasurer
Ms K Frazer	- Non-Executive Director
Qualifications	- BSc
Special responsibilities	- Secretary
Mr C. Leach	- Non-Executive Director
Special responsibilities	- Vice-President
Mr D. Morgan	- Non-Executive Director
Mr R. Quirk	- Non-Executive Director
Mrs J. Thompson	- Non-Executive Director

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**DIRECTORS' REPORT (continued)**

**Meetings of Directors**

DIRECTORS	DIRECTORS' MEETINGS	
	Number eligible to attend	Number attended
Mr B. Thompson (President)	10	10
Mr C. Leach (Vice-President)	10	9
Ms K. Frazer (Secretary)	10	10
Mr A. N. Ewart (Treasurer)	10	9
Mr D. Morgan	10	9
Mr R. Quirk	10	9
Mrs J. Thompson	9	9
Ms H. McAdam – resigned 20 <sup>th</sup> November 2017	1	1
Mr M. Phillips – resigned 20 <sup>th</sup> November 2017	1	1
Mr D Sheather – resigned 25 <sup>th</sup> September 2017	0	0
Mr R. Giles – resigned 16 <sup>th</sup> August 2018	9	5
Ms P Blankfield – resigned 26 <sup>th</sup> July 2018	8	3

**Indemnifying Officers or Auditor**

The constitution of the company includes provisions which indemnify directors and other officers out of the assets of the company against liability incurred in defending any proceedings whether civil or criminal in which judgment is given in that person's favour or in which the person is acquitted or in connection with an application under the *Corporations Act 2001* in which relief is granted to that person by the court in respect of negligence, default, breach of duty or breach of trust.

During or since the end of the financial year, the company has given indemnity or entered an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

During the year, the company has paid premiums in respect of an insurance contract to indemnify officers against liabilities that may arise from their positions as officers of the company. Officers indemnified include the company secretary, all directors and all executive officers participating in the management of the company.

**Proceedings on Behalf of the Entity**

No person has applied for leave of Court to bring proceedings on behalf of the entity or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the entity for all or any part of those proceedings.

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

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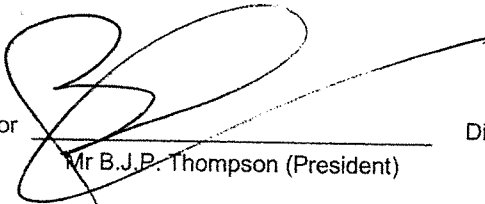
**Members' Guarantee**

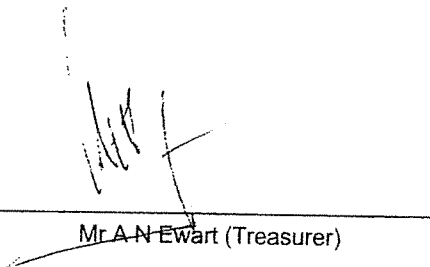
The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the articles of association state that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company. At 31 August 2018, the amount that members of the company are liable to contribute if the company is wound up is \$606 (2017: \$636).

**Auditor's Independence Declaration**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 18.

Signed in accordance with a resolution of the Board of Directors

Director   
Mr B.J.P. Thompson (President)

Director   
Mr A.N. Ewart (Treasurer)

Dated this 17<sup>th</sup> day of October 2018

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**STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 AUGUST 2018**

	Notes	2018	2017
		\$	\$
<b>Income</b>			
State Fees & Commission		63,379	60,716
Club Membership Fees		6,722	8,028
State Competitions		61,891	56,102
Victor Champion Cup		93,561	81,708
Club Events		97,356	102,217
Classes & Courses		16,364	19,110
Bridge Requisites		2,982	3,429
Clubroom Rent		727	382
Interest		3,119	2,963
Café Income		10,945	7,756
Other income		14,289	1,335
<b>Total Income</b>		<u>371,335</u>	<u>343,746</u>
<b>Expense</b>			
Administrative Expenses		(72,950)	(81,217)
ANC Representation Expenses		(18,338)	(19,851)
State Competitions		(29,012)	(28,064)
Victor Champion Cup		(71,743)	(69,638)
Club Events		(64,664)	(56,738)
Classes & Courses Expenses		(12,573)	(15,342)
Bridge Requisites Used in Play		(3,344)	(600)
Clubroom Expenses		(80,686)	(77,608)
Depreciation and Amortisation		(8,665)	(8,508)
Café Expenses		(30,297)	(17,123)
Audit		(1,925)	(2,000)
Bank Fees		(2,126)	(2,110)
Other Expenses		(11,068)	(7,588)
<b>Total Expenses</b>		<u>(407,391)</u>	<u>(386,387)</u>
<b>Profit/(Loss) before Income Tax</b>	<b>2</b>	<u>(36,056)</u>	<u>(42,641)</u>
Income tax expense		-	-
<b>Profit/(loss) for the year</b>		<u>(36,056)</u>	<u>(42,641)</u>
Other comprehensive income after income tax			-
Net Gain on revaluation of Land & Buildings		<u>2,300,000</u>	-
<b>Total comprehensive income/(loss) for the year</b>		<u>2,263,944</u>	<u>(42,641)</u>
Total comprehensive income attributable to members of the entity		<u>2,263,944</u>	<u>(42,641)</u>

The accompanying notes form part of these financial statements.

**Victorian Bridge Association Limited**

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**STATEMENT OF FINANCIAL POSITION  
AS AT 31 AUGUST 2018**

	Notes	2018	2017
		\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	3	290,115	271,561
Receivables	4	430	3,474
Inventory	5	1,249	466
Prepayments		8,660	8,357
Other	6	433	2,271
<b>Total Current Assets</b>		<b>300,887</b>	<b>286,129</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	7	4,820,683	2,528,972
<b>Total Non-Current Assets</b>		<b>4,820,683</b>	<b>2,528,972</b>
<b>TOTAL ASSETS</b>		<b>5,121,570</b>	<b>2,815,101</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables	8	151,402	108,877
<b>Total Current Liabilities</b>		<b>151,402</b>	<b>108,877</b>
<b>TOTAL LIABILITIES</b>		<b>151,402</b>	<b>108,877</b>
<b>NET ASSETS</b>		<b>4,970,168</b>	<b>2,706,224</b>
<b>EQUITY</b>			
Asset Revaluation Reserve		3,219,887	919,887
Retained profits		1,750,281	1,786,337
<b>TOTAL EQUITY</b>		<b>4,970,168</b>	<b>2,706,224</b>

The accompanying notes form part of these financial statements.



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**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 AUGUST 2018**

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
<b>Balance at 01 September 2016</b>	<b>1,828,978</b>	<b>919,887</b>	<b>2,748,865</b>
Profit/(Loss) for the year	(42,641)	-	(42,641)
Other comprehensive income for the year	-	-	-
Total comprehensive income	(42,641)	-	(42,641)
<b>Balance at 31 August 2017</b>	<b>1,786,337</b>	<b>919,887</b>	<b>2,706,224</b>
Profit/(Loss) for the year	(36,056)	-	(36,056)
Other comprehensive income for the year	-	2,300,000	2,300,000
Total comprehensive income	(36,056)	2,300,000	2,263,944
<b>Balance at 31 August 2018</b>	<b>1,750,281</b>	<b>3,219,887</b>	<b>4,970,168</b>

The accompanying notes form part of these financial statements.

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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

	Notes	2018	2017
		\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from members and customers		469,857	401,194
Payments to suppliers and employees		(454,253)	(445,012)
Interest received		3,326	4,277
Net cash (used in)/generated from operating activities	9(b)	18,930	(39,541)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payment for property, plant and equipment		(376)	(2,933)
Net cash used in investing activities		(376)	(2,933)
Net increase/(decrease) in cash held		18,554	(42,474)
Cash at the beginning of the financial year		271,561	314,035
Cash at the end of the financial year	9(a)	290,115	271,561

The accompanying notes form part of these financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

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**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

Victorian Bridge Association Limited is a company limited by guarantee, incorporated and domiciled in Australia. Victorian Bridge Association Limited is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

**Reporting Basis and Conventions**

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the *Corporations Act 2001*.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements are presented in Australian dollars and have been prepared on an accruals basis (except for the cash flow information) and are based on historical costs unless otherwise stated in the notes. The material accounting policies that have been adopted in the preparation of this report are as follows:

**Accounting Policies**

**a. Revenue and Other Income**

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

Donations and bequests are recognised as revenue when received.

Interest revenue from investments 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).

**b. Inventories**

Inventories are measured at the lower of cost and current replacement cost.

**c. Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair values as indicated less, where applicable, any accumulated depreciation and impairment losses.

**Property**

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial, valuations by external independent valuers.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same class of asset are charged against fair value reserves directly in equity; all other decreases are charged to the statement of comprehensive income.

**Plant and Equipment**

Plant and equipment are measured on the cost basis less depreciation and any 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 of 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 their present values in determining recoverable amounts.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

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**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

**Depreciation**

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

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

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Plant and equipment	10 – 25%

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 recognised immediately in profit or loss. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

**d. Employee Benefits**

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on costs. Other employee benefits payable later than one year have been measured at the net present value.

Contributions are made by the entity to employee superannuation funds and are charged as expenses when incurred.

**e. 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 one year or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

**f. Financial Instruments**

**Initial Recognition and Measurement**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sells the asset.

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

**Classification and Subsequent Measurement**

*(i) Financial assets at fair value through profit or loss*

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short-term profit-taking, or where they are derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

*(ii) Financial liabilities including Payables*

Non-derivative financial liabilities and payables are measured at cost.

Trade payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method. They have contractual maturities ranging between 0 and 30 days.

**Impairment**

At each reporting date, the company assess whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the statement of comprehensive income.

**Derecognition**

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the company no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in profit or loss.

**g. 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 expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**h. Income Tax**

No provision for income tax has been raised, as the entity has self-assessed as being exempt from income tax.

**i. Provisions**

Provisions are recognised when the entity 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.

**j. Comparative Figures**

Where required comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where an entity applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statement a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018**

**k. New Accounting Standards for Application in Future Periods**

The Australian Accounting Standards Board has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods and which the company has decided not to early adopt. A discussion of those future requirements and their impact on the company is as follows:

AASB 9: Financial Instruments and associated Amending Standards (applicable for annual reporting periods commencing on or after 1 January 2017).

These Standards will be applicable retrospectively (subject to the provisions on hedge accounting outlined below) and include revised requirements for the classification and measurement of financial instruments, revised recognition and derecognition requirements for financial instruments, and simplified requirements for hedge accounting.

The key changes made to AASB 9 that may affect the company on initial application of this Standard and associated Amending Standards include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, and the irrevocable election to recognise gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. AASB 9 also introduces a new model for hedge accounting that will allow greater flexibility in the ability to hedge risk, particularly with respect to the hedging of non-financial items. Should the company elect to change its hedge policies in line with the new hedge accounting requirements of AASB 9, the application of such accounting would be largely prospective.

Although the directors anticipate that the adoption of AASB 9 may have an impact on the company's financial instruments, including hedging activity, it is impracticable at this stage to provide a reasonable estimate of such impact.

**l. Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments 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.

**m. Economic Dependence**

Victorian Bridge Association Limited is not dependent on any other entity.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018**

**2 Profit from Ordinary Activities**

Profit from ordinary activities has been determined after:

	2018	2017
	\$	\$
Expenses		
Depreciation of property, plant and equipment	8,665	8,508
Remuneration of the auditor for Audit or review services	1,925	2,000

**3 Cash at bank and on deposit**

	2018	2017
	\$	\$
Cash at bank		
Petty Cash	626	926
ANZ Cheque Account VBA Foundation	11,998	11,978
ANZ Cheque Account	83,869	18,082
ANZ V2 Plus Account	7,019	7,008
ANZ Term Deposit VBA Foundation	20,610	20,264
ANZ Term Deposit	165,993	213,303
	290,115	271,561

**4 Receivables**

	2018	2017
	\$	\$
Current		
Trade Debtors	430	3,474
	430	3,474

**5 Inventory**

	2018	2017
	\$	\$
Current		
Stock on hand	1,249	466
	1,249	466

**6 Other Assets**

	2018	2017
	\$	\$
Current		
Accrued Income	433	2,147
GST Refund	-	124
	433	2,271

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018**

**7 Property, Plant and Equipment**

	2018	2017
	\$	\$
Land and Buildings		
Freehold land and buildings	2,500,000	2,500,000
Revaluation at 31 <sup>st</sup> August 2018 (a)	2,300,000	-
Total Land and Buildings	4,800,000	2,500,000
Furniture and Fittings		
At cost	83,541	83,541
Less accumulated depreciation	(81,949)	(81,029)
Total Furniture and Fittings	1,592	2,512
Café Equipment and Furniture		
At cost	23,418	23,167
Less accumulated depreciation	(17,558)	(16,679)
Total Café Equipment and Furniture	5,860	6,488
Computer & Other Equipment		
At cost	92,710	92,585
Less accumulated depreciation	(79,479)	(72,612)
Total Equipment	13,231	19,972
Total Property, Plant and Equipment	4,820,683	2,528,972

(a) The property at 131 Poath Road Murrumbena, Vic 3136 was revalued to market value on 31<sup>st</sup> August 2018 based upon a valuation provided by Savills (Vic) Pty Ltd. The revaluation surplus was credited to the Asset revaluation reserve in Equity.

**8 Payables**

	2018	2017
	\$	\$
Current		
Marketing Fund	39,650	43,107
Accrued expenses	17,811	23,095
Income received in Advance	34,161	29,598
Sundry Creditors	726	-
GST	914	-
GNOT	660	3,240
Future Bridge Fund	5,406	5,406
Lilli Allgood Bequest	46,665	
Youth Fundraising	2,252	1,274
Youth Bridge Group	3,157	3,157
	151,402	108,877



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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018**

**9 Cash Flow Information**

	2018	2017
	\$	\$
<b>(a) Reconciliation of cash</b>		
Cash at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the balance sheet as follows:		
Cash on hand	626	926
Cash at bank	289,489	270,635
	290,115	271,561
 <b>(b) Reconciliation of cash flow from operations with profit after income tax</b>		
Profit/(Loss) after income tax	(36,056)	(42,641)
<b>Non-cash flows in profit</b>		
Depreciation	8,665	8,508
<b>Changes in assets and liabilities</b>		
(Increase)/decrease in receivables	3,044	(3,474)
(Increase)/decrease in other assets	1,411	960
(Increase)/decrease in inventories	(783)	(205)
Increase/(decrease) in payables	42,649	14,441
Increase/(decrease) in provisions	-	(17,130)
<b>Cash flows (used in)/provided by operating activities</b>	<b>18,930</b>	<b>(39,541)</b>

**10 Events occurring after the reporting date**

No events have occurred since the reporting date that would materially affect the financial statements.

**11 Related Party Transactions**

All Directors of the company give of their time freely and are not remunerated in any way in respect of services provided to the company.

Apart from the details disclosed in this note, no director has entered into a material contract with the company since the end of the previous financial year and there were no material contracts involving directors' interests subsisting at the year end.

From time to time and through competitive selection criteria, directors of the company and/ or a person related to them can be and have been selected to represent Victoria in the Australian National Championships and the Grand National Open Teams. All state representatives are

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**NOTES TO THE FINANCIAL STATEMENTS  
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entitled to receive subsidies for airfares, attendance at official functions and a nominal per diem allowance. Subsidies payable to directors, which are significantly less than the actual costs of participating in the aforementioned competitions, are on terms and conditions no more favourable than those available, or which might reasonably be expected to be available, on similar transactions to non-director related persons on an arm's length basis.

From time to time, for the sake of convenience, directors of the company procure and pay for goods and services on behalf of the company. Such expenditure is reimbursed in the ordinary course of business on terms and conditions no more favourable than those available, or which might reasonable be expected to be available, on similar transactions to non-director related persons on an arm's length basis.

**Members' Guarantee**

The company is limited by guarantee. If the company is wound up, the articles of association state that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company. At 31 August 2018 the number of members was 303 (2017: 318).

**12 Entity Details**

The registered office of the company is:

Victorian Bridge Association Limited  
131 Poath Road  
Murrumbeena VIC 3163

The principal place of business is:

Victorian Bridge Association Limited  
131 Poath Road  
Murrumbeena VIC 3163

**Victorian Bridge Association Limited**  
ACN 004 595 993


**DIRECTORS' DECLARATION  
FOR THE YEAR ENDED 31 AUGUST 2018**

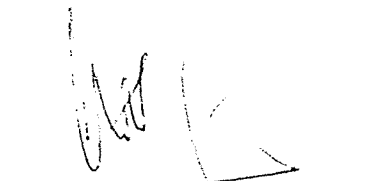
The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that:

- A. In the directors' opinion the financial statements and notes, as set out on pages 5 to 17, are in accordance with the *Corporations Act 2001* and;
- i. comply with Accounting Standards as described in Note 1 to the financial statements and the Corporations Regulations 2001; and
  - ii. give a true and fair view of the company's financial position as at 31 August 2018 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
- B. 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   
Mr B.J.P. Thompson (President)

Director   
Mr A.N. Ewart (Treasurer)

Dated this 17<sup>th</sup> day of October 2018



**Victorian Bridge Association Limited  
ACN 004 595 993**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C  
OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF VICTORIAN BRIDGE ASSOCIATION LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 31 August 2018 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.

LZR

LZR Audit & Assurance Pty Ltd  
Level 1, Suite 1, 615 Dandenong Road  
ARMADALE VIC 3143

A handwritten signature in blue ink, appearing to read 'M. Zylberman', is written over a horizontal line.

Michael Zylberman OAM CA

Dated: 17/10/18





**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE  
VICTORIAN BRIDGE ASSOCIATION LIMITED  
ACN 004 595 993**

**Report on the Financial Report**

We have audited the financial report, being a special purpose financial report, of Victorian Bridge Association Limited (the company), which comprises the statement of financial position as at 31 August 2018, the statement of profit and loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the director's declaration.

**Auditor's Opinion**

In our opinion, the accompanying financial report of Victorian Bridge Association Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 31 August 2018 and of its financial performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and the *Corporations Regulations 2001*.

**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 Entity in accordance with the auditor independence requirements 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 Regulations 2001*, which has been given to the directors of the Entity, 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.

**Emphasis of Matter Regarding Basis of Accounting**

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

**Directors' Responsibility for the Financial Report**

The directors of Victorian Bridge Association Limited are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial statements is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors are also responsible for such internal control as they 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by those charged with governance.
- 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 Entity'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 Entity 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 those charged with governance 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.

LZR

LZR Audit & Assurance Pty Ltd  
Level 1, Suite 1, 615 Dandenong Road  
ARMADALE VIC 3143



Michael Zylberman OAM CA

Dated: 17/10/18

