

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

**Financial Statements**

**Year ended 31 August 2011**

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

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# Victorian Bridge Association Limited

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## DIRECTORS' REPORT

Your directors present their report on the Victorian Bridge Association Limited (the Association) for the year ended 31 August 2011.

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

Mrs. J.M. Collins (President)  
Mr. S. Hinge (Vice President)  
Mr. S. Klofa (Vice President)  
Mrs R Kingham (Secretary - appointed 7<sup>th</sup> December 2010)  
Mr A.N. Ewart (Treasurer - appointed 7<sup>th</sup> December 2010)  
Mrs. J. Thompson  
Mrs. C. Parkin  
Mr. A. Stavik  
Mr P. Fent (Appointed 7<sup>th</sup> December 2010)  
Mrs. J. Hackett  
Mrs. S. Stewart (Appointed 25<sup>th</sup> February 2011)  
Mr J Rosen (Appointed 16<sup>th</sup> March 2011)  
Mr G. Schaller (Appointed 16<sup>th</sup> March 2011)  
Ms J Magee (Appointed 15<sup>th</sup> June 2011)  
Mrs M. Yuill (Resigned 13<sup>th</sup> April 2011)  
Ms. C. MacQuarie (Resigned 7<sup>th</sup> December 2010)  
Mrs. E. Thomson (Resigned 7<sup>th</sup> December 2010)  
Ms M. A. Bertuna (Resigned 7<sup>th</sup> December 2010)  
Mr L. D. Gold (Resigned 7<sup>th</sup> December 2010)

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

The VBA is to be run as a successful non-for-profit organisation. The objectives both short and long term have been to do just that and has done so for over 50 years.

The VBA has achieved those objectives by promoting the game of bridge throughout Victoria and fostering interest. The VBA organises and conducts championships and other tournaments. 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.

These activities assist the Company in achieving the objectives by providing Victorian Bridge 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

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## DIRECTORS' REPORT (continued)

The VBA measures its performance in relative terms compared to the numbers playing bridge per head by the State and the VBA is constantly cognisant of its performance in National competitions. A new measure is the numbers of Youth taking up the game and their performance.

The loss of the company for the year ended 31 August 2011 was \$30,041, compared with a profit in the previous year of \$33,018.

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

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:

Mrs. J.M. Collins	- Executive Director
Qualifications	- Dip Teaching Admin
Special responsibilities	- President
Mr. S. Hinge	- Non-Executive Director
Special responsibilities	- Vice President
Mr. S. Klofa	- Non-Executive Director
Qualifications	- Mechanical Engineer
Special responsibilities	- Vice President
Mr A. N. Ewart	- Non-Executive Director
Qualifications	- B.Comm; CA
Special responsibilities	- Treasurer (Appointed 7 <sup>th</sup> December 2010)
Mrs R. Kingham	- Non-Executive Director
Special responsibilities	- Secretary (Appointed 7 <sup>th</sup> December 2010)

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### DIRECTORS' REPORT (continued)

#### Information on the Directors and the Secretary (continued)

Mr P. Fent	- Non-Executive Director - Appointed 7 <sup>th</sup> December 2010
Mrs. J. Hackett	- Non-Executive Director
Ms . J. Magee	- Non-Executive Director - Appointed 15 <sup>th</sup> June 2011
Mrs. C. Parkin	- Non-Executive Director
Mr J. Rosen	- Non-Executive Director - Appointed 16 <sup>th</sup> March 2011
Mr G. Schaller	- Non-Executive Director - Appointed 16 <sup>th</sup> March 2011
Mr. A. Stavik	- Non-Executive Director
Mrs S Stewart	- Non-Executive Director - Appointed 25 <sup>th</sup> February 2011
Mrs. J. Thompson	- Non-Executive Director

#### Meetings of Directors

DIRECTORS	DIRECTORS' MEETINGS	
	Number eligible to attend	Number attended
Mrs. J.M. Collins (President)	13	10
Mr. S. Klofa (Vice President)	13	13
Mr. S. Hinge (Vice President)	13	12
Mrs R Kingham (Secretary - Appointed 7 <sup>th</sup> December 2010)	10	10
Mr A. N. Ewart (Treasurer- Appointed 7 <sup>th</sup> December 2010)	10	9
Mrs. J. Thompson	13	13
Mrs. C. Parkin	13	13
Mr. A. Stavik	13	12
Mrs. J. Hackett	11	5
Mrs S Stewart (Appointed 25 <sup>th</sup> February 2011)	9	3
Mr P Fent (Appointed 7 <sup>th</sup> December 2010)	10	9
Mrs M. Yuill (Resigned 13 <sup>th</sup> April 2011)	3	3
Mr. J Rosen (Appointed 16 <sup>th</sup> March 2011)	7	2
Mr. G. Schaller (Appointed 16 <sup>th</sup> March 2011)	7	6
Ms J. Magee (Appointed 15 <sup>th</sup> June 2011)	4	3
Mr L D Gold (resigned 7 <sup>th</sup> December 2010)	3	2
Mrs E Thomson (resigned 7 <sup>th</sup> December 2010)	3	2
Mrs M A Bertuna (resigned 7 <sup>th</sup> December 2010)	3	2
Mrs C MacQuarie (resigned 7 <sup>th</sup> December 2010)	3	3

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## DIRECTORS' REPORT (continued)

### 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.

### 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 2011 the number of members was 409 (2010: 460).

### 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 19.

Signed in accordance with a resolution of the Board of Directors

Director \_\_\_\_\_  
Mrs. J.M. Collins (President)

Director \_\_\_\_\_  
Mr A. N Ewart (Treasurer)

Dated this                      day of                      2011

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## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 AUGUST 2011

	Notes	2011	2010
		\$	\$
<b>Income</b>			
State Fees & Commission		22,971	21,853
Club Membership Fees		9,445	10,937
State Competitions		226,734	141,140
Club Events		143,089	189,506
Classes & Courses		14,007	13,227
Bridge Requisites		1,514	1,184
Clubroom		2,373	5,191
Interest		12,982	11,020
Other income		2,211	4,079
Total Income		435,326	398,137
<b>Expense</b>			
Administrative Expenses		(75,382)	(77,203)
VBA ANC Expenses		(10,653)	(18,344)
State Competitions		(212,634)	(91,992)
Club Events		(61,090)	(65,630)
Classes & Courses Expenses		(11,999)	(13,088)
Bridge Requisites Used in Play		(2,710)	(1,747)
Clubroom Expenses		(77,382)	(84,314)
Finance Expenses		(4,585)	(3,764)
Other Expenses		(8,932)	(9,037)
Total Expenses		(465,367)	(365,119)
Profit/(Loss) before Income Tax	2	(30,041)	33,018
Income tax expense		-	-
Profit/(loss) for the year		(30,041)	33,018
Other comprehensive income after income tax		-	919,887
Other comprehensive income for the year, net of tax		-	919,887
<b>Total comprehensive income/(loss) for the year</b>		<b>(30,041)</b>	<b>952,905</b>
Total comprehensive income attributable to members of the entity		(30,041)	952,905

The accompanying notes form part of these financial statements.

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## STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 AUGUST 2011

	Notes	2011	2010
		\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	3	240,050	259,651
Inventory	4	546	709
Prepayments		5,641	13,238
Other	5	2,850	4,762
<b>Total Current Assets</b>		<b>249,087</b>	<b>278,360</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	6	2,546,963	2,550,099
<b>Total Non-Current Assets</b>		<b>2,546,963</b>	<b>2,550,099</b>
<b>TOTAL ASSETS</b>		<b>2,796,050</b>	<b>2,828,459</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables	7	26,611	31,607
<b>Total Current Liabilities</b>		<b>26,610</b>	<b>31,607</b>
<b>Non-Current Liabilities</b>			
Provisions	8	8,454	5,826
<b>Total Non-Current Liabilities</b>		<b>8,454</b>	<b>5,826</b>
<b>TOTAL LIABILITIES</b>		<b>35,065</b>	<b>37,433</b>
<b>NET ASSETS</b>		<b>2,760,985</b>	<b>2,791,026</b>
<b>EQUITY</b>			
Asset Revaluation Reserve		919,887	919,887
Retained profits		1,841,098	1,871,139
<b>TOTAL EQUITY</b>		<b>2,760,985</b>	<b>2,791,026</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 2011

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
<b>Balance at 1<sup>st</sup> September 2009</b>	1,838,121	-	1,838,121
Profit for the year	33,018	-	33,018
Other comprehensive income for the year	-	919,887	919,887
Total comprehensive income	33,018	919,887	952,905
<b>Balance at 31 August 2010</b>	1,871,139	919,887	2,791,026
Profit for the year	(30,041)	-	(30,041)
Other comprehensive income for the year	-	-	-
Total comprehensive income	(30,041)	-	(30,041)
<b>Balance at 31 August 2011</b>	1,841,098	919,887	2,760,985

The accompanying notes form part of these financial statements.

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## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 AUGUST 2011

	Notes	2011	2010
		\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from members and customers		<b>541,947</b>	385,056
Payments to suppliers and employees		<b>(565,072)</b>	(358,816)
Interest received		<b>12,982</b>	11,020
Net cash (used in)/generated from operating activities	9(b)	<b>(10,143)</b>	37,260
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payment for property, plant and equipment		<b>(9,458)</b>	(20,120)
Net cash used in investing activities		<b>(9,458)</b>	(20,120)
Net increase/(decrease) in cash held		<b>(19,601)</b>	17,140
Cash at the beginning of the financial year		<b>259,651</b>	242,511
Cash at the end of the financial year	9(a)	<b>240,050</b>	259,651

The accompanying notes form part of these financial statements.

# Victorian Bridge Association Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011

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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 non-for-profit entity.

#### 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 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.

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.

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011

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### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### 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 – 20%

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 Balance Sheet date. 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 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.

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011

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### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

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

#### **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.

# Victorian Bridge Association Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011

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### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### **k. Adoption of New and Revised Accounting Standards**

During the current year, the company has adopted the following revised Australian Accounting Standards to the extent that they affect the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001*.

AASB-2009-5; Further amendments to Australian Accounting Standards arising from the Annual Improvements Project (applicable for annual reporting periods commencing from 1 January 2010).

This Standard made amendments to various AASB standards including AASB 101: Presentation of Financial Statements and AASB 107: Statement of Cash Flows.

Some of the amendments arising from AASB 2009-5 resulted in accounting changes for presentation, recognition or measurement purposes, whereas others only related to terminology and editorial changes. The following principal amendments are considered to be applicable to the company, although these changes are not expected to materially affect the company's financial statements.

AASB 101: Current/non-current classification of convertible instruments

Under this amendment, in classifying a liability as current because the entity does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period, if there are terms that could result in its settlement by issuing equity instruments (at the option of the counterparty) those terms do not affect the liability's classification.

AASB 107: Classification of expenditures on unrecognised assets.

Under this amendment, in classifying cash flows arising from investing activities, only those expenditures that result in a recognised asset in the statement of financial position are eligible for classification as investing activities.

#### **l. 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 2009-12: Amendments to Australian Accounting Standards [AASBs 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052] (applicable for annual reporting periods commencing on or after 1 January 2011).

This Standard makes a number of editorial amendments to a range of Australian Accounting Standards and Interpretations, including AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors and AASB 1031: Materiality. However, these editorial amendments have no major impact on the requirements of the respective amended pronouncements.

- AASB 2010-4: Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB's 1, 7, 101 & 134 and Interpretation 13] (applicable for annual reporting periods commencing on or after 1 January 2011).

This standard details numerous non-urgent but necessary changes to various Accounting Standards including AASB 101 and AASB 108 arising from the IASB's

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011**

annual improvements project. These changes are not expected to have a major impact on the presentation of the company's financial report. Key changes include:

- clarifying the application of AASB 108 prior to an entity's first Australian Accounting Standards financial statements and
- amending AASB 101 to the effect that disaggregation of changes in each component of equity arising from transactions recognised in other comprehensive income is required to be presented, but is permitted to be presented in the statement of changes in equity or in the notes.
- AASB 2010-5: Amendments to Australian Accounting Standards (October 2010) [AASB's 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023, 1038 and Interpretations 112, 115, 127, 132 & 1042] (applicable for annual reporting periods beginning on or after 1 January 2011)

This standard makes numerous editorial amendments to a range of Australian Accounting Standards and Interpretations, including AASB 101 and AASB 107. However, these editorial amendments have no major impact on the requirements of the respective amended pronouncements.

#### **m. 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.

#### **n. 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 2011

### 2 Profit from Ordinary Activities

Profit from ordinary activities has been determined after:

	2011	2010
	\$	\$
Expenses		
Depreciation of property, plant and equipment	12,592	11,758
Remuneration of the auditor for Audit or review services	1,600	1,400

### 3 Cash at bank and on deposit

	2011	2010
	\$	\$
Cash at bank		
ANZ Cheque Account	32,645	22,443
ANZ V2 Plus Account	27,140	25,250
Petty Cash	650	650
ANZ Term Deposit	179,615	211,308
	<u>240,050</u>	<u>259,651</u>

### 4 Inventory

	2011	2010
	\$	\$
Current		
Stock on hand	546	709

### 5 Other Assets

	2011	2010
	\$	\$
Current		
Accrued Income	876	331
Grand National Open Teams	-	2,633
Grand National Restricted Pair	-	1,220
GST Refund	1,974	
Other assets	-	578
	<u>2,850</u>	<u>4,762</u>



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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011

### 6 Property, Plant and Equipment

	2011	2010
	\$	\$
Land and Buildings		
Freehold land and buildings	2,500,000	2,500,000
Total Land and Buildings	<u>2,500,000</u>	<u>2,500,000</u>
Furniture and Fittings		
At cost	82,721	79,293
Less accumulated depreciation	(60,879)	(53,016)
Total Furniture and Fittings	<u>21,842</u>	<u>26,277</u>
Café Equipment and Furniture		
At cost	15,379	15,230
Less accumulated depreciation	(11,019)	(9,487)
Total Café Equipment and Furniture	<u>4,360</u>	<u>5,743</u>
Equipment		
At cost	49,484	43,603
Less accumulated depreciation	(28,723)	(25,524)
Total Equipment	<u>20,761</u>	<u>18,079</u>
Total Property, Plant and Equipment	<u>2,546,963</u>	<u>2,550,099</u>

### 7 Payables

	2011	2010
	\$	\$
Current		
ABF Marketing Grant	14,458	15,170
Accrued expenses	12,153	15,671
GST liabilities	-	766
	<u>26,611</u>	<u>31,607</u>

### 8 Provisions

	2011	2010
	\$	\$
Non-Current		
Employee benefits	8,454	5,826
	<u>8,454</u>	<u>5,826</u>

# Victorian Bridge Association Limited

ACN 004 595 993

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011

### 9 Cash Flow Information

	2011 \$	2010 \$
<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	650	650
Cash at bank	<u>239,400</u>	<u>259,001</u>
	<u>240,050</u>	<u>259,651</u>
<b>(b) Reconciliation of cash flow from operations with profit after income tax</b>		
Profit/(Loss) after income tax	(30,041)	33,018
<b>Non-cash flows in profit</b>		
Depreciation	12,592	11,758
<b>Changes in assets and liabilities</b>		
(Increase)/decrease in other assets	9,511	(9,765)
(Increase)/decrease in inventories	163	425
Increase/(decrease) in payables	(4,996)	1,096
Increase/(decrease) in provisions	2,628	728
<b>Cash flows (used in)/provided by operating activities</b>	<u>10,143</u>	<u>37,260</u>

### 10 Events occurring after the reporting date

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

## **Victorian Bridge Association Limited**

ACN 004 595 993

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2011**

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#### **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 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.

#### **12 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 2011 the number of members was 409 (2010: 460).

#### **13 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 2011**

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 2011 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

\_\_\_\_\_  
Mrs. J.M. Collins (President)

Director

\_\_\_\_\_  
Mr A.N. Ewart (Treasurer)

Dated this

day of

2011