

AUSTRALIAN UNIVERSITY SPORT LIMITED
ACN: 095 463 782

FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014

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AUSTRALIAN UNIVERSITY SPORT LIMITED

ACN: 095 463 782

DIRECTORS' REPORT

Your Directors submit the financial report of the Australian University Sport Limited for the financial year ended 31 December 2014.

Directors

The names of Directors throughout the year and at the date of this report are:

Ms D Anderson	Ms E Brett
Ms C Clark	Mr M Daws
Mr M Doulton	Ms K Guerin
Mr B Lynch	Mr J Roff
Mr R Milbourne (ceased September 2014)	Pr T Brailsford (appointed September 2014)

Principal Activities

The principal activities of the company during the financial year were to provide peak body representation; strategic planning and coordination of university sport in Australia, including event management and assistance to university sporting teams.

The short term objectives of the company are to:

- Improve sport outcomes for the sector through: growing and improving the quality of participation in regional games; controlling the participation levels and sport quality of the national games; extending and consolidating the envisioned event participation pathway ie: TAFE-sport ... Uni-sport ... Masters-sport.
- Continue to build sector-wide resilience and sustainability through enhancing communications, professional development, knowledge management and shared best practice to deliver quality benefits and services to our end consumer - the university students of Australia.
- Build a stronger strategic partnership with the Australian Sports Commission to show where university sport can contribute to the national sport system through aligning the aims of higher education and health through sport and activity.

The long term objectives of the company are to:

- Provide effective leadership to the sector.
- Deliver essential services to members and participants enabling the connection of external stakeholders with the university sport sector.
- Impart a 'healthy body - healthy mind' message to the students enrolled in Australian universities
- Encourage fair play and the spirit of doing one's best knowing and promoting that the pursuit of academic and sporting aspirations are complementary components of the university experience.
- Value the importance of the people involved in the promotion and delivery of sport across the tertiary sector.
- Embody a culture of openness and transparency.
- Develop into a financially self-sufficient organisation.

To achieve these objectives, the company has adopted the following strategies:

- Consultative strategic planning, implementation and review processes.
- Maintenance of regular, open and transparent reporting and communication channels with members.
- Nationally coordinated programs with a vision shared by AUS, members and student participants.
- Responsible corporate citizenship adopting globally relevant policies such as risk management, member protection, anti-doping and environmentally friendly operating procedures.

Key Performance Measures

The company measures its own performance through the use of a variety of qualitative success measures in the areas of

- Growth and sustainability
- AUS & ASC/AIS Strategic Partnerships
- Improving sport outcomes through events
- Member services
- Business development
- Health promotion and
- Financial planning and management

These success measures are used by the directors to assess whether the company's short-term and long-term objectives are being achieved.

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DIRECTORS' REPORT (cont)

Information on Directors

Deidre Anderson

Qualifications

President

PhD (continuing) Macquarie University, Master of Arts (Lifeskill Intervention and Sports Performance)

Published Works Victoria University

Postgraduate Diploma (Social Science) La Trobe University

Postgraduate Certificate (Athlete Counselling) Australian Institute of Sport

Bachelor of Arts (Sports Management) Victoria University

Experience

Deidre is currently the Deputy Vice-Chancellor, Students and Registrar at Macquarie University in Sydney. She has held Senior Sports Executive positions at both an international and national level and her contribution to elite sport has been acknowledged worldwide.

She has published widely in the areas of coaching and career transition in sport and has a lifelong commitment to supporting the development of young people.

Elizabeth Brett

Qualifications

Director

Executive MBA (2010) Masters in Legal Studies (Continuing)

Experience

Liz has been employed by ActivateUTS (formally known as UTS Union) since July 2006 and in 2012 was appointed to the role of CEO. Liz has a strong belief that ActivateUTS is an integral part of the UTS experience, particularly the co-curricular programs provided by ActivateUTS including; sport & recreation; clubs and societies; social and cultural events and health and wellbeing activities. Liz also oversees the commercial activities of the organisation including the operation of bars, eateries, fitness centres and the Aerial UTS Function Centre. Having a background in professional sport (2000 Olympian) Liz enjoys creating a positive and collaborative work environment for staff of ActivateUTS.

Catherine Clark

Qualifications

Director

B.A. (Justice Studies) (QUT)

Master of Business Administration (UQ) – commenced

MAICD

Experience

Catherine is an experienced Board Director, CEO and Senior Executive with a background in the Australian and New Zealand Government and leadership posts in national and international organisations. She is an accredited AICD Company Director and has worked as a consultant for a range of organisations including the International Paralympic Committee. Catherine's knowledge of the sports industry has been garnered from her previous history as an athlete and coach in addition to leading national sport organisations through two Olympic Games, numerous World Championships and Commonwealth Games Campaigns. Most recently she attended the London 2012 Olympic Games in her capacity as CEO of Gymnastics Australia. Catherine is a passionate advocate for the significant role that universities can play in supporting active living and high performance sport in Australia.

Mike Daws

Qualifications

Experience

Director

BSc (Hons), Dip Ed

Mike has been a full time sports administrator for over 30 years, holding senior positions at State and National level in sports development, marketing, facility development and event/team management in Tennis, Basketball, AFL football, University Sport and at the Olympics in Atlanta, Sydney and Athens.

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DIRECTORS' REPORT (cont)

Information on Directors (cont)

Martin Doulton Qualifications

Director

1983 Higher National Diploma in Management/ Diploma in Recreation Business Studies,
College of St Pauls and St Marys (UK)
2005 Master of Management - Monash University

Experience

Martin has a wide range of experiences gleaned over 30 plus years of involvement in the sports and leisure industry. He has played sport at a professional level and has the experience of international University sporting representation in two sports. His work experiences have ranged from organising inner city sport in the UK to delivering sports programs across Australia, Oceania, Africa and Asia. Martin has been a senior manager at Monash University since 2002 and is currently Director of Team MONASH. He has served as the Australian University Sports representative to FISU Oceania (the Continental University Sports Federation) since 2010 and was elected as President FISU Oceania for the 2014-18 term. Since 2011 Martin has also been the FISU Oceania Representative on the Executive Committee of FISU the world governing body for University Sport.

Kim Guerin Qualifications

Director

Ass. Dip. Sports Studies (Griffith)
Grad.Cert. – Business Administration (UQ)
Executive Leadership Coaching Program through Results International

Experience

Kim is currently the Executive Manager High Performance for Swimming Australia and has previously held the role of CEO for Hockey Queensland and was the Executive Director University of Queensland Sport Ltd for over 10 years. She has over 20 years experience in sports management with specific expertise in venue and program development, financial management and organisational development. In 2009 she was a finalist in the Young Professional category of the Management Excellence Awards by the Australian Institute of Management.

Brendan Lynch Qualifications

Director

Certificates in Sports Management, Facility Management, Organisational
Restructuring and Change Management.
Fellowship with the Institute of Sport Management

Experience

With over 30 years experience in sport management, Brendan is a consultant in the industry specialising in strategic planning, organisational development, change management and workforce planning. He has worked with international, national, state and local sporting organisations as well as conducting major projects for the Australian Sports Commission (ASC). Brendan has held previous management roles with Swimming Australia and SOCOG and has been an advisor to a number of Olympic, Paralympic, Commonwealth and Asian Games organising committees as well as the IOC's Olympic Games Knowledge Management Service.

Joseph Roff Qualifications

Director

Master of Arts in Politics, Politics and Philosophy (Oxford University)
Bachelor of Applied Finance (University of Southern Queensland)
Graduate of the Australian Institute of Company Directors

Experience

Joe Roff is a retired Australian rugby union footballer who played on the wing or at fullback for the Brumbies and Australia and played 5 tests as a centre in the early part of his test career. Of his 86 caps, 62 were won in consecutive games from 1996 to 2001. His final game saw him captain Oxford against Cambridge in the 2007 Varsity Match.

Joe is a current Board Director of the ACT Brumbies and Marist College Canberra Foundation. Joe was a former consultant in organisational capability working with a range of federal government departments and private sector clients on culture and performance of organisations.

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DIRECTORS' REPORT (cont)

Information on Directors (cont)

Ross Milbourne	Director
Qualifications	BCom, MCom (UNSW), PhD (Calif), FASSA, FAICD
Experience	<p>Ross Milbourne received his Bachelors and Masters degrees from the University of NSW, and his PhD from the University of California, Berkeley (supervisor, Nobel laureate George Akerlof). His research interests have been in the general area of macroeconomics and, in particular, the mathematical modelling and statistical testing of macroeconomic theories.</p> <p>His previous appointments include Vice Chancellor and President at UTS, Deputy Vice-Chancellor (Academic) at UTS, Pro-Vice-Chancellor (Research) at the University of New South Wales, Deputy Vice-Chancellor (Research) at the University of Adelaide and Chair of the Research Grants Committee of the Australian Research Council. Professor Milbourne was Chair of the Australian Technology Network (ATN) from February 2009 to February 2011, and currently a member of the Universities Australia Board.</p>
Professor Tim Brailsford	Director
Qualifications	BEd (Hons), MEd, PhD (Monash), SF Fin, FCPA, FAIM
Experience	<p>Professor Brailsford is the Vice Chancellor and President of Bond University, appointed from January 2012. Located on the Gold Coast, Bond University is Australia's first independent, private non-profit university. Professor Brailsford's previous appointments include executive, dean and senior management positions at the University of Queensland, Australian National University and the University of Melbourne. He holds a PhD, Master and Honours degrees and is a Senior Fellow of the Financial Services Institute of Australasia, Fellow of the Australian Institute of Management and Fellow of CPA Australia. Professor Brailsford has been involved with sport for several decades in various capacities. He has recently served on the Board of the Queensland Rugby Union (Reds Rugby) and has a coaching qualification in cricket and is a qualified rugby referee. In 2011, he was awarded a Life Member of the Kenmore & Districts Rugby Club.</p>
Don Knapp	Director (Ex-Officio) & CEO of Australian University Sport

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DIRECTORS' REPORT (cont)**Meetings of directors**

During the year, three meetings of directors were held. Attendances by each director were as follows:

Director	Board Meetings	
	Number Eligible to Attend	Number Attended
Deidre Anderson	4	3
Elizabeth Brett	4	4
Catherine Clark	4	2
Michael Daws #	4	4
Martin Doulton #	4	4
Kim Guerin #	4	4
Joseph Roff	4	3
Brendan Lynch	4	4
Ross Milbourne *	3	2
Professor Tim Brailsford **	1	0

* ceased September 2014

** appointed September 2014

re-appointed May 2014

Directors' positions on Board appointed committees**Finance and Risk Management (FARM)**

Kim Guerin Chair & AUS director

Sport Strategy

Elizabeth Brett Chair & AUS director

Joe Roff AUS director

Martin Doulton AUS director

Membership classes

The categories of membership of AUS, (collectively called "members") as outlined in the AUS constitution shall be:

- Members as described in rule 8;
- Life members as described in rule 9; and
- Any other category or categories of membership as determined by the Board.

In respect to Clause 8 (8.1 and 8.2) a member must be:

- An Australian University; or
- An Australian higher education institution which in the opinion of the Board meets criteria specified in the By-Laws for membership under this part of this Rule.

The member will be represented by the designated Delivery Agent for Sport within the member organisation. In this clause Delivery Agent for Sport means the entity of or within the University or higher education institution, recognised by the University or higher education institution as being chiefly responsible for the delivery of sport, regular physical activity and recreational services on campus. A member will notify AUS of its Delivery Agent for Sport and its relevant contact details and persons.

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$1.00 each towards meeting any outstanding obligations of the company. At 31 December 2014, the total amount that members of the company are liable to contribute if the company is wound up is \$40 (2013: \$40).

AUSTRALIAN UNIVERSITY SPORT LIMITED

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DIRECTORS' REPORT (cont)

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 31 December 2014 has been received and can be found on the page following this directors' report.

Signed in accordance with a resolution of the Board of Directors.



.....
Director



.....
Director

Date: 23 April 2015



Hayes Knight

Accountants, Advisors & Auditors

Hayes Knight Audit (Qld) Pty Ltd
ABN 49 115 261 722
Registered Audit Company 299289

Level 23, 10 Eagle Street, Brisbane Qld 4000
GPO Box 1189, Brisbane Qld 4001

T: +61 7 32292022 F: +61 7 32293277
E: email@hayesknichtqld.com.au

www.hayesknicht.com.au

Auditor's Independence Declaration
Under Section 307C of the *Corporations Act 2001*

To the Directors of Australian University Sport Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2014 there have been no contraventions of:

- (i) the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Hayes Knight Audit (Qld) Pty Ltd

Hayes Knight Audit (Qld) Pty Ltd

KJ Robertson
Director

Date: 23 April 2015

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as attached, are in accordance with the *Corporations Act 2001* and:
 - i. comply with Australian Accounting Standards applicable to the company; and
 - ii. give a true and fair view of the financial position of the company as at 31 December 2014 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.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



.....
Director



.....
Director

Date: 23 April 2015

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014 \$	2013 \$
Revenue	2	5,053,909	7,980,414
Membership costs		(284,859)	(278,876)
Administration costs		(519,794)	(735,339)
Human resource management costs		(1,997,102)	(2,815,110)
Travel costs		(218,815)	(191,951)
Public relations costs		(267,196)	(812,568)
Sport costs		<u>(1,662,532)</u>	<u>(2,955,195)</u>
Current year surplus before income tax	3	103,611	191,375
Income tax expense	1	<u>-</u>	<u>-</u>
Net current year surplus		103,611	191,375
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that will be reclassified subsequently to profit or loss when specific conditions are met			
- Fair value gains on available for sale financial assets		<u>23,440</u>	<u>44,876</u>
Total other comprehensive income for the year		<u>23,440</u>	<u>44,876</u>
Total comprehensive income for the year		<u>127,051</u>	<u>236,251</u>
Total comprehensive income attributable to members of the entity		<u>127,051</u>	<u>236,251</u>

AUSTRALIAN UNIVERSITY SPORT LIMITED
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STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	4	514,327	375,026
Accounts receivable and other debtors	5	554,895	398,714
Other current assets	9	526,745	78,805
Financial assets	6	63,200	50,000
TOTAL CURRENT ASSETS		1,659,167	902,545
NON-CURRENT ASSETS			
Financial assets	6	1,221,050	1,210,810
Plant and equipment	7	98,284	130,091
Intangible assets	8	55,000	87,326
TOTAL NON-CURRENT ASSETS		1,374,334	1,428,227
TOTAL ASSETS		3,033,501	2,330,772
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	10	127,266	241,062
Employee benefits	11	114,504	104,089
Grants received in advance	12	940,000	405,000
Other liabilities	13	122,568	-
Borrowings	14	21,491	-
TOTAL CURRENT LIABILITIES		1,325,829	750,151
NON-CURRENT LIABILITIES		-	-
TOTAL NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		1,325,829	750,151
NET ASSETS		1,707,672	1,580,621
EQUITY			
Retained surplus		481,725	378,114
Reserves	15	1,225,947	1,202,507
TOTAL EQUITY		1,707,672	1,580,621

The accompanying notes form part of these financial statements

AUSTRALIAN UNIVERSITY SPORT LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

	Retained Earnings	Future Program Maintenance Fund Reserve	World University Games Fund Reserve	Financial Asset Revaluation Reserve	Total
2014					
Balance at 1 January 2014	378,114	770,000	400,000	32,507	1,580,621
Comprehensive Income					
Surplus for the year attributable to members of the company	103,611	-	-	-	103,611
Other comprehensive income for the year	-	-	-	23,440	23,440
Total comprehensive income attributable to members of the entity	103,611	-	-	23,440	127,051
Balance at 31 December 2014	481,725	770,000	400,000	55,947	1,707,672
2013					
Balance at 1 January 2013	186,739	770,000	400,000	(12,369)	1,344,370
Comprehensive Income					
Surplus for the year attributable to members of the company	191,375	-	-	-	191,375
Other comprehensive income for the year	-	-	-	44,876	44,876
Total comprehensive income attributable to members of the entity	191,375	-	-	44,876	236,251
Balance at 31 December 2013	378,114	770,000	400,000	32,507	1,580,621

The accompanying notes form part of these financial statements

AUSTRALIAN UNIVERSITY SPORT LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014	2013
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		5,954,600	8,155,428
Payments to suppliers and employees		(5,913,761)	(7,995,237)
Interest received		103,979	97,388
Net cash generated/(used) from operating activities	18	144,818	257,579
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for plant and equipment		(27,008)	(7,860)
Payment for intangible assets		-	(28,600)
Net cash generated from investing activities		(27,008)	(36,460)
CASH FLOW FROM FINANCING ACTIVITIES			
Net cash used in financing activities		-	-
Net increase in cash held		117,810	221,119
Cash and cash equivalents at beginning of the financial year		375,026	153,907
Cash and cash equivalents at the end of the financial year	4	492,836	375,026

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

The financial statements cover Australian University Sport Limited as an individual entity, incorporated and domiciled in Australia. Australian University Sport Limited is a company limited by guarantee.

The financial statements were authorised for issue by the directors of the company as at the date of the directors' declaration.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

• **Cash on hand**

Cash on hand includes cash on hand, deposits held at-call with banks, other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

• **Plant and Equipment**

Plant and equipment are measured on the cost basis less, where applicable, any accumulated depreciation and impairment losses.

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

Depreciation

All assets are depreciated on a straight-line basis over their useful lives to the company commencing from the time that the asset is held ready for use.

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

Class of Fixed Assets	Depreciation Rate
Furniture, Fittings and Equipment	13% straight line
Computer Equipment	13-33% straight line

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **Plant and Equipment (cont'd)**

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.

- **Intangibles**

Software

Software is recorded at cost. Software has a finite life and is carried at cost less any accumulated amortisation and impairment losses. It has an estimated useful life between one and four years and is assessed annually for impairment.

- **Impairment of Assets**

At the end of each reporting period, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised immediately in profit or loss.

Where the future economic benefits of the assets are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined and the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of a class of asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

- **Employee Entitlements**

Short-term Employee Benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position.

- **Leases**

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

- **Revenue and other income**

Non-reciprocal grant revenue is recognised in the profit or loss when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **Revenue and other income (cont'd)**

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

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

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Sponsorship, host funding and licence fees are recognised over the period that is specified in the partner agreements.

Annual membership subscriptions are recognised on a proportional basis from the date the membership is accepted and/or renewed, to the year end.

Donations are recognised as revenue when received.

All revenue is stated net of the amount of any applicable GST.

- **Financial Instruments**

Initial Recognition and Measurement

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

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

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

• Financial Instruments (cont'd)

The *effective interest* method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

Fair value is the price the company would receive to sell an asset or would have to pay to transfer a liability in an orderly (ie unforced) transaction between independent, knowledgeable and willing market participants at the measurement date. Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

i. *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

ii. *Held to maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

iii. *Available for sale financial assets*

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any re-measurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are not expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

iv. *Financial liabilities*

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired. A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified into profit or loss at this point.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

• **Financial Instruments (cont'd)**

Impairment (con't)

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if the management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance accounts.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

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 entity 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 expired. 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.

• **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of any applicable GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented 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.

• **Income Tax**

No provision has been made for income tax as the company is exempt from income tax under Division 50 of the Income Tax Assessment Act.

• **Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from donors and any outstanding grant receipts. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

• **Accounts Payable and Other Payables**

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

• **Comparative Figures**

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

• **Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the financial report 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.

Key estimates – Impairment of assets

The company assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

No impairment has been recognised for the year ended 31 December 2014.

Key judgements – Provision for impairment of trade receivables and other debtors

The directors review the recoverability of the company's trade receivables and other debtors on a regular basis and raise the necessary provisions if required. The directors are satisfied that trade receivables and other debtors will be realised at their carrying value as at 31 December 2014 within the normal course of business.

• **New Accounting Standards for Application in Future Periods**

Accounting Standards and Interpretations issued by the AASB that are not yet mandatorily applicable to the company, together with an assessment of the potential impact of such pronouncements on the company when adopted in future periods, are discussed below:

- AASB 9: Financial Instruments (December 2010) 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) 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 that may affect the company on initial application of AASB 9 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 entity elect to change its hedge accounting 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.

— AASB 2014-1: Amendments to Australian Accounting Standards

Part A of this Standard is applicable for financial years beginning on or after 1 July 2014. This part makes editorial corrections to various AASB Standards and is not expected to have a significant impact on the company's financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

• **New Accounting Standards for Application in Future Periods (con't)**

Part B of this Standard is applicable for financial years beginning on or after 1 July 2014. These amendments permit an entity to recognise the amount of contributions from an employee or third party into a defined benefit plan as a reduction in service cost for the period in which the related service is rendered, if the amount of contributions is independent of the number of years of service. This part of the Standard is not expected to have a significant impact on the company's financial statements.

Part C of this Standard is applicable for financial years beginning on or after 1 July 2014 and deletes the reference to AASB 1031: Materiality in particular AASB Standards. Part C is not expected to have a significant impact on the company's financial statements.

Part D of this Standard, as applicable for financial years beginning on or after 1 January 2016, makes amendments to AASB 1: First-time Adoption of Australian Accounting Standards, which arise from the issuance of AASB 14: Regulatory Deferral Accounts in June 2014. AASB 14 permits first-time adopters to continue to account for amounts related to rate regulation in accordance with their previous GAAP when they adopt Australian Accounting Standards. Part D of this Standard is not expected to have a significant impact on the company's financial statements.

Part E of this Standard, which is applicable for financial years beginning on or after 1 January 2015 inter-alia, defers the application date of AASB 9: Financial Instruments (December 2010) to annual reporting periods beginning on or after 1 January 2018. This part also makes consequential amendments to hedge accounting disclosures set out in AASB 7: Financial Instruments: Disclosures and to AASB 132: Financial Instruments: Presentation to permit irrevocable designation of "own use contracts" as measured at fair value through profit or loss if the designation eliminates or significantly reduces an accounting mismatch. It is difficult at this stage to provide a reasonable estimate of the impact, if any, on adoption of this part of the Standard.

— **AASB 2014-4: Amendments to Australian Accounting Standards — Clarification of Acceptable Methods of Depreciation and Amortisation**

This Standard applies to annual reporting periods beginning on or after 1 January 2016 and only seeks to clarify that the use of revenue-based methods to calculate the depreciation of an asset is not appropriate and hence not allowable. This Standard is not expected to have a significant impact on the company's financial statements.

AUSTRALIAN UNIVERSITY SPORT LIMITED
ACN: 095 463 782

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
NOTE 2: REVENUE		
Government grants - non-reciprocal	1,057,500	2,329,901
Membership fees	322,333	306,984
Sponsorship and rebates	149,465	434,738
Registration fees	2,143,980	2,794,737
Participant fees	205,044	1,098,266
Social programs	60,421	87,555
Interest received	103,979	97,388
Tickets and lift passes	286,168	303,484
Host funding and licence fees	376,657	62,660
Other income	53,017	101,899
Uni Sport Awards, AGM and conference	291,331	302,262
Merchandise sales	4,014	60,540
	<u>5,053,909</u>	<u>7,980,414</u>

NOTE 3: NET CURRENT YEAR SURPLUS

Expenses

Depreciation of plant and equipment	58,815	64,968
Amortisation of intangibles	32,326	29,044
	<u>91,141</u>	<u>94,012</u>
Employee benefits expense	<u>1,862,132</u>	<u>2,357,467</u>

NOTE 4: CASH ON HAND

Current

Cash at bank	514,327	375,026
	<u>514,327</u>	<u>375,026</u>

Reconciliation of cash

Cash on hand at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash on hand	514,327	375,026
Bank overdraft (note 14)	(21,491)	-
	<u>492,836</u>	<u>375,026</u>

NOTE 5: ACCOUNTS RECEIVABLE AND OTHER DEBTORS

Current

Accounts receivable	561,035	410,429
Less: Provision for impairment of receivables	(14,169)	(20,137)
	<u>546,866</u>	<u>390,292</u>
Other receivables	8,029	8,422
	<u>554,895</u>	<u>398,714</u>

AUSTRALIAN UNIVERSITY SPORT LIMITED
ACN: 095 463 782

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
NOTE 6: FINANCIAL ASSETS		
Held-to-maturity investments		
Current		
Funds on deposit	<u>63,200</u>	<u>50,000</u>
	<u>63,200</u>	<u>50,000</u>
Non-Current		
Available for sale financial assets		
Investment portfolio	1,171,050	1,147,610
Held-to-maturity investments		
Funds on deposit	<u>50,000</u>	<u>63,200</u>
	<u>1,221,050</u>	<u>1,210,810</u>
NOTE 7: PLANT AND EQUIPMENT		
Head office computer equipment - at cost	293,463	266,455
Less accumulated depreciation	<u>(204,960)</u>	<u>(151,168)</u>
	<u>88,503</u>	<u>115,287</u>
Head office furniture & equipment - at cost	47,982	47,982
Less accumulated depreciation	<u>(38,201)</u>	<u>(33,178)</u>
	<u>9,781</u>	<u>14,804</u>
Total property, plant and equipment (refer note 19)	<u>98,284</u>	<u>130,091</u>
NOTE 8: INTANGIBLE ASSETS		
National communications database	370,300	370,300
Less accumulated amortisation	<u>(346,287)</u>	<u>(329,067)</u>
	<u>24,013</u>	<u>41,233</u>
Mobile phone app	38,664	38,664
Less accumulated amortisation	<u>(20,991)</u>	<u>(11,325)</u>
	<u>17,673</u>	<u>27,339</u>
Sports Registration System	21,760	21,760
Less accumulated amortisation	<u>(8,446)</u>	<u>(3,006)</u>
	<u>13,314</u>	<u>18,754</u>
Total intangible assets	<u>55,000</u>	<u>87,326</u>
Movement in intangible assets:		
Balance at the beginning of the period	87,326	87,770
Additions	-	28,600
Amortisation expense	<u>(32,326)</u>	<u>(29,044)</u>
Balance at the end of the period	<u>55,000</u>	<u>87,326</u>

AUSTRALIAN UNIVERSITY SPORT LIMITED
ACN: 095 463 782

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
NOTE 9: OTHER ASSETS		
Prepaid expenses	<u>526,745</u>	<u>78,805</u>
	<u>526,745</u>	<u>78,805</u>

NOTE 10: ACCOUNTS PAYABLE AND OTHER PAYABLES

Current

Unsecured

Accounts payable and accruals	<u>127,266</u>	<u>241,062</u>
	<u>127,266</u>	<u>241,062</u>

NOTE 11: EMPLOYEE BENEFITS

Current

Employee benefits	<u>114,504</u>	<u>104,089</u>
	<u>114,504</u>	<u>104,089</u>

NOTE 12: GRANT RECEIVED IN ADVANCE

Current

National Funding received in advance	390,000	405,000
Other funding in advance - 2015 Australian Masters Games	<u>550,000</u>	<u>-</u>
	<u>940,000</u>	<u>405,000</u>

NOTE 13: OTHER LIABILITIES

Current

Membership received in advance *	49,852	-
Sponsorship received in advance **	44,455	-
Other income received in advance ***	<u>28,261</u>	<u>-</u>
	<u>122,568</u>	<u>-</u>

* Membership fees prepaid by members prior to invoices being sent out in January

** Relates to sponsorship income received in advance for 2015 events

*** Comprises participant contributions, host funding and licence fees received in advance for various 2015 events.

NOTE 14: BORROWINGS

Current

Bank overdraft	<u>21,491</u>	<u>-</u>
	<u>21,491</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

2014	2013
\$	\$

NOTE 15: RESERVES

(a) Future Program Maintenance Fund Reserve

The future program maintenance reserve records funds set aside to support key university sporting needs as the full impact emerges of changed funding for university sport due to the VSU legislation.

(b) World University Games Fund Reserve

The World University Games Fund reserve records funds that have been set aside in support of international representatives.

(c) Financial Asset Revaluation Reserve

The financial asset revaluation reserve records the revaluation of financial assets.

NOTE 16: AUDITORS' REMUNERATION

Remuneration of the auditor of the Company for:

Auditing or reviewing the financial report

Other services provided by related practice of the auditor

17,700	17,200
-	-
17,700	17,200

NOTE 17: LEASING AND CAPITAL COMMITMENTS

(a) Operating Lease Commitments

Total lease expenditure, representing non-cancellable operating leases, contracted for at balance date but not provided for in the financial statements:

Payable not later than 1 year	20,447	32,648
Payable later than 1, but not later than 5 years	30,263	5,016
Payable later than 5 years	-	-
	50,710	37,664

(b) Capital Expenditure Commitments

The company has no capital expenditure contracted for at balance date.

NOTE 18: CASH FLOW INFORMATION

Reconciliation of Cashflow from Operations with Surplus after Income Tax

Surplus after income tax	103,611	191,375
Non cash flows:		
Depreciation and amortisation	91,141	94,012
Bad debts	1,502	-
Changes in assets and liabilities		
(Increase)/decrease in accounts receivable and other debtors	(157,683)	(296,613)
Increase/(decrease) in accounts payable and other payables	(113,796)	(11,962)
(Increase)/decrease in other assets	(447,940)	400,721
Increase/(decrease) in employee benefits	10,415	10,490
Increase/(decrease) in unearned income	657,568	(130,444)
Net cash generated by/(used in) operating activities	144,818	257,579

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 19: MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT

Movements in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial period:

	Head Office Computer Equipment	Head Office Furniture & Equipment	Total
	\$	\$	\$
2014			
Balance at beginning of the year	115,287	14,804	130,091
Additions	27,008	-	27,008
Disposals	-	-	-
Depreciation expense	(53,792)	(5,023)	(58,815)
Balance at end of the year (Note 7)	88,503	9,781	98,284
2013			
Balance at beginning of the year	167,372	19,827	187,199
Additions	7,860	-	7,860
Disposals	-	-	-
Depreciation expense	(59,945)	(5,023)	(64,968)
Balance at end of the period (Note 7)	115,287	14,804	130,091

NOTE 20: 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 constitution states that each member is required to contribute a maximum of \$1.00 each towards meeting any outstanding obligations of the company. At 31 December 2014, the total amount that members of the company are liable to contribute if the company is wound up is \$40 (2013: \$40).

NOTE 21: COMPANY DETAILS

The company's registered office and principal place of business is:

Suite 1.12, Sports House
Cnr Castlemaine & Caxton Streets
MILTON QLD 4064



Hayes Knight

Accountants, Advisors & Auditors

Hayes Knight Audit (Qld) Pty Ltd
ABN 49 115 261 722
Registered Audit Company 299289

Level 23, 10 Eagle Street, Brisbane Qld 4000
GPO Box 1189, Brisbane Qld 4001

T: +61 7 32292022 F: +61 7 32293277
E: email@hayesknightrld.com.au

www.hayesknight.com.au

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AUSTRALIAN UNIVERSITY SPORT LIMITED

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report, of Australian University Sport Limited (the company) which comprises the statement of financial position as at 31 December 2014, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

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

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

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AUSTRALIAN
UNIVERSITY SPORT LIMITED (continued)**

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Australian University Sport Limited, as attached to the directors' report, has not changed as at the date of this auditor's report.

Auditor's opinion

In our opinion the financial report of Australian University Sport 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 December 2014 and of its performance for the year ended on that date; and
- b. complying with Australian Accounting Standards to the extent described in Note 1 and complying with the *Corporations Regulations 2001*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 of 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.

Hayes Knight Audit (Qld) Pty Ltd.

Hayes Knight Audit (Qld) Pty Ltd



KJ Robertson
Director

Level 23, 10 Eagle Street,
Brisbane, QLD, 4000

Date: 23 April 2015



Hayes Knight
Accountants, Advisors & Auditors

Hayes Knight Business Services (Qld) Pty Ltd
ABN 55 010 743 825

Level 23, 10 Eagle Street, Brisbane Qld 4000
GPO Box 1189, Brisbane Qld 4001

T: +61 7 32292022 F: +61 7 32293277

E: email@hayesknichtqld.com.au

www.hayesknicht.com.au

AUSTRALIAN UNIVERSITY SPORT LTD

COMPILATION REPORT TO THE MEMBERS OF AUSTRALIAN UNIVERSITY SPORT LTD

We have compiled the accompanying special purpose financial statements of Australian University Sport Ltd, which comprise the Detailed Statements of Income and Expenditure by Category for the financial year ended 31 December 2014. The specific purpose for which the special purpose financial statements have been prepared is to provide financial information to the directors.

The Responsibility of the Directors

The directors of Australian University Sport Ltd are solely responsible for the information contained in the special purpose financial statements and have determined that the basis of accounting adopted is appropriate to meet the needs of the directors for the purpose of complying with the company's constitution.

Our Responsibility

On the basis of information provided by the directors we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting and *APES 315 Compilation of Financial Information*.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the directors. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

Hayes Knight Business Services (Qld) Pty Ltd.

Hayes Knight Business Services (Qld) Pty Ltd

AM Robertson

AM Robertson
Director

Level 23, 10 Eagle Street
Brisbane Qld 4000

Date: 23 April 2015

DETAILED STATEMENT OF INCOME AND EXPENDITURE BY CATEGORY
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
AUSTRALIAN UNIVERSITY GAMES		
REVENUE		
Host funding & licence fees	-	29,521
Investment income	103,979	88,006
Government grants/funding/subsidies	550,000	426,568
Sponsorship	132,906	199,553
Merchandising Income	2,218	749
Membership fees	322,333	306,984
Registration fees	1,170,707	1,193,075
Partner funding	273,200	-
Social programs	23,391	20,981
Tickets and lift passes	189,227	246,459
Sundry income	52,453	65,333
Unisport Awards and conferences	154,554	205,364
TOTAL INCOME	2,974,968	2,782,593
EXPENDITURE		
Administration costs	254,248	181,683
Public relations	178,633	249,687
Membership	30,000	36,916
Sport	951,891	822,834
Travel	124,053	88,397
Human resource management	1,322,583	1,241,087
TOTAL EXPENDITURE	2,861,408	2,620,604
OPERATING SURPLUS/(DEFICIT)	113,560	161,989
EASTERN UNIVERSITY GAMES		
REVENUE		
Sundry income	19	-
Government grants/funding/subsidies	55,000	30,000
Host funding & licence fees	47,500	12,500
Registration fees	429,020	378,680
Social programs	9,200	8,430
Merchandising income	888	-
Sponsorship	3,700	1,000
Tickets and lift passes	-	72
Unisport Awards and conference	36,229	26,542
TOTAL INCOME	581,556	457,224
EXPENDITURE		
Administration costs	65,793	54,906
Public relations	34,180	26,194
Membership	111	15,000
Sport	193,003	155,376
Travel	18,573	16,460
Human resource management	170,519	158,474
TOTAL EXPENDITURE	482,179	426,410
OPERATING SURPLUS/(DEFICIT)	99,377	30,814

DETAILED STATEMENT OF INCOME AND EXPENDITURE BY CATEGORY
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
NORTHERN UNIVERSITY GAMES		
REVENUE		
Government grants/funding/subsidies	20,000	-
Host funding & licence fees	-	4,730
Merchandising income	175	-
Partner funding	29,091	-
Registration fees	221,991	202,929
Unisport Awards and conferences	18,600	16,265
Social programs	5,280	3,636
Tickets and lift passes	-	(11)
TOTAL INCOME	295,137	227,549
EXPENDITURE		
Administration costs	35,317	24,375
Public relations	12,178	17,783
Membership	401	5,000
Sport	98,657	79,252
Travel	12,209	7,278
Human resource management	100,942	84,904
TOTAL EXPENDITURE	259,704	218,592
OPERATING SURPLUS/(DEFICIT)	35,433	8,957

SOUTHERN UNIVERSITY GAMES		
REVENUE		
Partner funding	19,000	-
Government grants/funding/subsidies	57,500	48,636
Sponsorship	1,750	300
Host funding & licence fees	-	15,000
Registration fees	244,021	229,366
Social programs	5,000	4,200
Merchandising income	733	-
Tickets and lift passes	-	109
Unisport Awards and conference	21,840	16,691
TOTAL INCOME	349,844	314,302
EXPENDITURE		
Administration costs	49,710	45,703
Public relations	21,388	20,746
Membership	25	10,000
Sport	112,379	100,910
Travel	18,230	14,288
Human resource management	117,472	106,508
TOTAL EXPENDITURE	319,204	298,155
OPERATING SURPLUS/(DEFICIT)	30,640	16,147

DETAILED STATEMENT OF INCOME AND EXPENDITURE BY CATEGORY
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
MEMBER SERVICES		
REVENUE		
Government grants/funding/subsidies	50,000	50,000
Sundry income	163	-
Investment income	-	-
Membership fees	-	-
Sponsorship	2,500	52,500
Uni Sports Awards, AGM and Conference	60,108	37,400
TOTAL INCOME	112,771	139,900
EXPENDITURE		
Administration costs	32,773	16,411
Public relations	-	-
Membership	254,322	172,580
Travel	27,955	1,755
Human resource management	-	-
TOTAL EXPENDITURE	315,050	190,746
OPERATING SURPLUS/(DEFICIT)	(202,279)	(50,846)

HIGH PERFORMANCE PROGRAM WORLD SUMMER GAMES

REVENUE		
Government grants/funding/subsidies	-	545,000
Participant fees	-	993,455
Sundry income	-	1,000
TOTAL INCOME	-	1,539,455
EXPENDITURE		
Administration costs	-	105,425
Human resource management	-	108,000
Membership	-	10,000
Public relations	-	25,899
Travel	-	16,097
Sport	-	1,265,067
TOTAL EXPENDITURE	-	1,530,488
OPERATING SURPLUS/(DEFICIT)	-	8,967

DETAILED STATEMENT OF INCOME AND EXPENDITURE BY CATEGORY
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
HIGH PERFORMANCE PROGRAM WORLD WINTER GAMES		
REVENUE		
Government grants/funding/subsidies	-	20,000
Sponsorship & rebates	-	10,000
Participant fees	-	62,000
TOTAL INCOME	<u>-</u>	<u>92,000</u>
EXPENDITURE		
Administration costs	-	5,359
Human resource management	-	7,500
Sport	-	65,557
Public relations	-	833
TOTAL EXPENDITURE	<u>-</u>	<u>79,249</u>
OPERATING SURPLUS/(DEFICIT)	<u>-</u>	<u>12,751</u>

AUSTRALIAN UNIVERSITY CHAMPIONSHIPS

REVENUE		
Host funding and licence fees	7,866	909
Sponsorship	8,609	11,975
Participant Contributions	24,659	-
Registration fees	78,241	96,697
Merchandising income	-	2,491
Social programs	17,550	24,677
Sundry income	25	11
Tickets and lift passes	96,941	56,855
TOTAL INCOME	<u>233,891</u>	<u>193,615</u>
EXPENDITURE		
Administration costs	21,633	14,865
Human resource management	41,288	42,116
Membership	-	2,500
Sport	150,693	102,815
Travel	4,666	4,338
Public relations	17,144	24,509
TOTAL EXPENDITURE	<u>235,424</u>	<u>191,143</u>
OPERATING SURPLUS/(DEFICIT)	<u>(1,533)</u>	<u>2,472</u>

DETAILED STATEMENT OF INCOME AND EXPENDITURE BY CATEGORY
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
WORLD UNIVERSITY CHAMPIONSHIPS		
REVENUE		
Government grants/funding/subsidies	325,000	-
Participant Contributions	180,385	42,810
Sundry income	357	-
TOTAL INCOME	505,742	42,810
EXPENDITURE		
Administration costs	60,320	33
Human resource management	244,298	-
Sport	155,909	42,617
Travel	13,129	36
Public relations	3,673	-
TOTAL EXPENDITURE	477,329	42,686
OPERATING SURPLUS/(DEFICIT)	28,413	124

	2014 \$	2013 \$
AUSTRALIAN MASTERS GAMES		
REVENUE		
Government grants/funding/subsidies	-	1,209,697
Investment income	-	9,382
Sponsorship & rebates	-	159,410
Merchandise sales	-	57,300
Registration fees	-	693,990
Sundry income	-	35,555
Social programs	-	25,631
TOTAL INCOME	-	2,190,965
EXPENDITURE		
Administration costs	-	286,579
Membership	-	26,880
Public relations	-	446,917
Sport	-	320,767
Travel	-	43,302
Human resource management	-	1,066,520
TOTAL EXPENDITURE	-	2,190,965
OPERATING SURPLUS/(DEFICIT)	-	-
TOTAL SURPLUS/(DEFICIT) FOR THE PERIOD	103,611	191,375