

NEW SOUTH WALES RIFLE ASSOCIATION INC ABN 13 773 189 568

STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2022

		2022	2021
	NOTE	\$	\$
Revenues	2	856,198	991,746
Raw Materials and Consumables Used		(364,198)	(334,846)
Employee Benefits Expense		(143,216)	(140,330)
Depreciation and Amortisation Expenses	3	(24,486)	(26,459)
Legal Costs	3	(7,255)	(2,252)
Other Expenses		<u>(282,410)</u>	<u>(463,763)</u>
<b>Operating Profit/(Loss)</b>	3	34,633	24,096
		-	-
<b>Consolidated Profit/(Loss) for the Year</b>	15	<u>34,633</u>	<u>24,096</u>
<b>Total Changes in Equity</b>		<u>34,633</u>	<u>24,096</u>

The accompanying notes form part of these financial statements

NEW SOUTH WALES RIFLE ASSOCIATION INC ABN 13 773 189 568

STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2022

		2022	2021
	NOTE	\$	\$
<b>CURRENT ASSETS</b>			
Cash Assets	4	264,869	297,582
Receivables	5	80,056	16,719
Inventories	6	522,246	383,722
Other	8	76,162	79,344
<b>TOTAL CURRENT ASSETS</b>		<u>943,333</u>	<u>777,367</u>
<b>NON-CURRENT ASSETS</b>			
Property, Plant and Equipment	7	1,626,705	1,616,907
Intangible Assets	9	2,750	4,125
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1,629,455</u>	<u>1,621,032</u>
<b>TOTAL ASSETS</b>		<u>2,572,788</u>	<u>2,398,399</u>
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	10	75,174	122,788
Other Liabilities	11	134,892	12,018
Tax Liability	13	7,141	5,274
Provisions	12	10,112	5,167
<b>TOTAL CURRENT LIABILITIES</b>		<u>227,319</u>	<u>145,247</u>
<b>NON-CURRENT LIABILITIES</b>			
Other Liabilities	11	581,400	594,377
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>581,400</u>	<u>594,377</u>
<b>TOTAL LIABILITIES</b>		<u>808,719</u>	<u>739,624</u>
<b>NET ASSETS</b>		<u>1,764,069</u>	<u>1,658,775</u>
<b>MEMBERS FUNDS</b>			
Reserves	14	651,619	651,619
Retained Profits	15	1,112,450	1,007,156
<b>TOTAL MEMBERS FUNDS</b>		<u>1,764,069</u>	<u>1,658,775</u>

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

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

This financial report is a special purpose financial report prepared in order to satisfy the financial report preparation requirements of the Associations Incorporations Act 2009. The committee have determined that the association is not a reporting entity.

NEW SOUTH WALES RIFLE ASSOCIATION INC is a association, incorporated and domiciled in Australia.

The report has been prepared in accordance with the requirements of the Associations Incorporations Act 2009, and the following applicable Accounting Standards and Urgent Issues Group Interpretations:

AASB 101:	Presentation of Financial Statements
AASB 1048:	Interpretation of Standards
AASB 102:	Inventories
AASB 108:	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110:	Events After the Balance Sheet Date
AASB 1031:	Materiality

No other Accounting Standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report is also prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this report:

**Property, Plant & Equipment**

Each class of property, plant and equipment are carried at cost or fair value less, where applicable, any accumulated depreciation.

**Property**

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

**Plant and equipment**

Plant and equipment are measured on the cost basis.

**Depreciation**

Plant and equipment is depreciated over their useful lives to the association

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

**Payables**

Liabilities are recognised for amounts to be paid in the future for goods and services, whether or not billed to the association. Trade and sundry creditors are non-interest bearing and unsecured and normally settled in 30 days.

**Comparative Figures**

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

**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 Tax Office. In these circumstances the GST is recognised as part of the acquisition of the assets or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

**Impairment of Assets**

At each reporting date, the association 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 its depreciated replacement value, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

**Going Concern**

The Association's financial statements are prepared on a going concern basis. The Committee believe it is appropriate to prepare these statements on a going concern basis because:

- The Committee expect adequate income will be received in support of a going concern basis. There is a reasonable surplus carried forward from previous years.
- The Committee have an appropriate plan to contain certain expenditure to match the availability of the funding.
- At a low level of activity, volunteers can be utilised to administrate the operations.

Based on management's assessment above, the financial statements are prepared on a going concern basis.

**New, Revised or Amending Accounting Standards Adopted**

The association has adopted all of the new or amended Accounting Standards issued by the AASB that are mandatory for the current reporting period. Any new or amended Accounting Standards that are not yet mandatory have not been early adopted.

There have not been any significant changes to the Association's financial performance or position as a result of the adoption of the new and other amended accounting standards.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

**Employee Benefits**

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries and annual leave which will 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 has been measured at the present value of the estimated future cash outflows to be made for those benefits.

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

**AASB 1058 Income for Not-for-Profit Entities**

The Association has adopted AASB 1058 from 1 April 2019. AASB 1058 establishes principles and guidance that apply to transactions where the consideration to acquire an asset is significantly less than the asset's fair value, such as the receipt of volunteer services.

There was no impact on opening retained profits as at 1 April 2019.

**AASB 16 Leases**

The Association has adopted AASB 16 from 1 April 2019. AASB 16 replaces AASB 117 Leases and eliminates the classification between operating and finance leases and introduces a single lessee accounting model. The new model requires the recognition of a leased asset, and its corresponding lease liability, for all leases that have a term of more than 12 months. The straight-line operating lease expense is replaced by a depreciation charge on the leased asset and an interest expense on the lease liability.

AASB 16 was adopted using the modified retrospective approach, so that comparatives have not been restated. The association adopted this standard from 1 April 2019.

**Provisions**

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting year.

**Foreign Currency Transactions and Balances**

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the dates of the transactions. Amounts receivable and payable in foreign currencies at reporting date are converted to the rate of exchange ruling at that date. Any difference due to exchange rate fluctuation is taken to the statement of comprehensive income.

**Income Tax**

The Association considers it is exempt from income tax on the basis that it is a not-for-profit sport Association funded by mutual income received from members.

NEW SOUTH WALES RIFLE ASSOCIATION INC ABN 13 773 189 568

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

**Inventories**

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate portion of variable and fixed overhead expenses.

2022	2021
\$	\$

**NOTE 2 - REVENUE**

<b>Revenue</b>		
Sale of Goods	445,741	433,621
Interest	1	26
Funds Received	-	143,774
Rent	18	-
Subscriptions & Other	378,704	361,563
	<u>824,464</u>	<u>938,984</u>
<b>TOTAL REVENUE</b>		
<b>Interest from:</b>		
Other Persons	<u>1</u>	<u>26</u>

**NOTE 3 - PROFIT FROM CONTINUING OPERATIONS**

**Profit from continuing operations before income tax expense includes the following:**

<b>Expenses</b>		
Cost of Sales	364,198	334,846
<b>Borrowing Costs</b>		
Other Persons	7,255	2,252
Depreciation Non Current Assets	9,973	11,946
<b>Amortisation of Non-Current Assets</b>		
Other	14,513	14,513
<b>Remuneration of Auditor</b>		
Audit or Review	8,433	8,433
Annual Leave Provision	4,945	2,604
Net Loss on Disposal of Property, Plant and Equipment	7,536	-

NEW SOUTH WALES RIFLE ASSOCIATION INC ABN 13 773 189 568

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	\$	\$
<b>NOTE 4 - CASH ASSETS</b>		
Cash in Hand & Floats	-	321
Cash at Bank	264,869	297,261
	<u>264,869</u>	<u>297,582</u>
<b>NOTE 5 - RECEIVABLES</b>		
<b>Current</b>		
Trade Debtors	80,056	16,719
	<u>80,056</u>	<u>16,719</u>
<b>NOTE 6 - INVENTORIES</b>		
<b>Current</b>		
Stock - Ammunition	300,347	186,912
Stock - Spares, Accessories and Target Supplies	221,899	194,926
Stock - Trophies, Medals and Other	-	1,884
	<u>522,246</u>	<u>383,722</u>
<b>NOTE 7 - PROPERTY PLANT AND EQUIPMENT</b>		
Guard House at Cost	2,540	-
	<u>2,540</u>	<u>-</u>
Buildings & Improvements at Valuation (Refer NOTE 17)	837,500	837,500
	<u>837,500</u>	<u>837,500</u>
Plant & Equipment - at Cost	172,442	202,596
Less Prov'n for Depreciation	123,026	135,671
	<u>49,416</u>	<u>66,925</u>
Caretaker Accom & Shelter Shed	37,721	37,721
Less Prov'n for Depreciation	1,886	943
	<u>35,835</u>	<u>36,778</u>
Building & Improvements at Cost	304,878	304,878
Less Prov'n Depreciation	110,851	98,656
	<u>194,027</u>	<u>206,222</u>

NEW SOUTH WALES RIFLE ASSOCIATION INC ABN 13 773 189 568

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	\$	\$
Less: Provision for write-off of plant and equipment	(4,600)	(4,600)
Right of Use Asset	511,987	474,082
	<u>1,624,165</u>	<u>1,616,907</u>
	<u>1,626,705</u>	<u>1,616,907</u>

**NOTE 8 - OTHER ASSETS**

**Current**

GST on Acquisitions	-	9,649
Prepayments & Other Receivable	76,162	69,695
	<u>76,162</u>	<u>79,344</u>

**NOTE 9 - INTANGIBLE ASSETS**

Website at Cost	13,000	13,000
Less Accum Amortisation	(10,250)	(8,875)
	<u>2,750</u>	<u>4,125</u>

**NOTE 10 - TRADE AND OTHER PAYABLES**

**Current**

Other Creditors	39,894	96,680
Attwest Finance Loan	28,880	27,991
Less: Unexpired Finance Charge	(1,943)	(1,883)
GST on Supplies	8,343	-
	<u>75,174</u>	<u>122,788</u>

**NOTE 11 - OTHER LIABILITIES**

**Current**

Lease Liability	13,892	12,018
Unearned Grants Income	121,000	-
	<u>134,892</u>	<u>12,018</u>

**Non-Current**

Unearned Income	11,934	11,934
Lease liability	569,466	582,443
	<u>581,400</u>	<u>594,377</u>



NEW SOUTH WALES RIFLE ASSOCIATION INC ABN 13 773 189 568

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	\$	\$
<b>NOTE 12 - PROVISIONS</b>		
<b>Current</b>		
Provision for Annual Leave	4,952	5,167
Prov'n for Long Service Leave	5,160	-
	<u>10,112</u>	<u>5,167</u>
 Aggregate Employee Benefit Liability	 <u>10,112</u>	 <u>5,167</u>
<b>NOTE 13 - TAX LIABILITY</b>		
<b>Current</b>		
PAYGW (Salary Tax) Payable	<u>7,141</u>	<u>5,274</u>
<b>NOTE 14 - RESERVES</b>		
Asset Revaluation Reserve	<u>651,619</u>	<u>651,619</u>
<b>NOTE 15 - STATEMENT OF CHANGES IN EQUITY</b>		
as at 31 MARCH 2022		
Opening Retained Profits/ (Accumulated Losses)	1,007,156	983,060
Profit/(Loss) for the Year	105,294	24,096
	<u>1,112,450</u>	<u>1,007,156</u>
<b>Closing Retained Profits/(Accumulated Losses)</b> <b>at the End of the Financial Year</b>	<u>1,112,450</u>	<u>1,007,156</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	\$	\$

**NOTE 16 - RELATED PARTY TRANSACTIONS**

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

**(i) Identification of Related Parties**

The names of the Management Committee members who have held office during the financial year are:

Adrian Siebel	Chairman
David Xuereb	Treasurer
John Baxter	
John Leask	
Andrew Kerr	
Peter Harris	
Matthew Shepherd	
Dennis Shallis	
John Maguire	

**(ii) Committee Members' Remuneration**

Income received or due and receivable by all Members of the Association and related bodies corporate.

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**(iii) Retirement and Superannuation Payments**

Amounts paid on retirement from office or to prescribed Superannuation funds for the provision of retirement benefits for:

Committee Members	-	-
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**NOTE 17 – BUILDINGS & IMPROVEMENTS AT VALUATION**

Jamieson House and Target Shed	800,000	800,000
Club Units	17,500	17,500
Sundry Property Improvements	4,611	4,611
Memorial Gates Complex	4,489	4,489
Caravan Park Installations	10,900	10,900
<b>TOTAL OF BUILDINGS/RANGE INSTALLATIONS</b>	<b>837,500</b>	<b>837,500</b>

(a) The carrying amounts represent the values placed upon these assets by registered Real Estate Valuer, Russel G. Cowell A.A.I.V; A.R.E.I; on 17/2/1988.

The valuation was not made in accordance with a regular policy of revaluation. No Provision for Capital gains tax is necessary, since the organisation is exempt from the liability to Income Tax.

(b) There could exist a contingent loss equivalent to the shortfall of compensation recoverable for the Buildings and Range Installations shown above, should the Association move from Malabar Range.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

	2022 \$	2021 \$
<b>NOTE 18 – COMMITMENT FOR EXPENDITURE</b>		
Expenditure and lease commitments:		
Aggregate amounts contracted but not provided for in the accounts		
- Due within one year	46,235	42,475
- Due within two to five years	131,174	142,093
- Due after five years	402,407	419,087
	<u>580,356</u>	<u>603,655</u>

**NOTE 19 -ASSOCIATION DETAILS**

The registered office of the association is: NEW SOUTH WALES RIFLE ASSOCIATION INC FRANKLIN STREET MALABAR NSW 2036.

The principal activities of the association were RIFLE ASSOCIATION.

**NOTE 20 - STATEMENT OF OPERATIONS BY SEGMENT**

The Association operates in one industry and geographical segment, being the peak body for NSW rifle clubs.

**NOTE 21 – CONTINGENT LIABILITIES**

The Association had no contingent liabilities as at 31 March 2022 & 2021.

**NOTE 22 – EVENTS AFTER THE REPORTING DATE**

The World Health Organisation (WHO) announced a global health emergency and on 11 March 2020 and classified the COVID-19 outbreak as a pandemic.

The committee are considering the effect the global pandemic may have, but it is not possible to conclusively define the potential that COVID-19 may have on the operations of the entity. However, based on current available information, the committee are of the view that the entity has the ability to continue as a going concern, notwithstanding the potential impact of COVID-19 and the current uncertainty in relation to the potential economic impact.

Therefore, the financial statements have been prepared on the basis that the entity is a going concern.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

**NOTE 23 (A) – CHANGES IN ACCOUNTING POLICIES**

As indicated in Policy Note 1, the association has adopted AASB 16 Leases retrospectively from 1 April 2019, as permitted under the specific transition provisions in the standard. Comparatives for the 2019 financial year have therefore not been restated. On adoption of AASB 16, the association recognised lease liabilities in relation to leases which had previously been classified as ‘operating leases’ under the principles of AASB 117 Leases. These liabilities were measured at the present value of the remaining lease payments, discounted using the association’s incremental borrowing rate as of 1 April 2019. The lessees incremental borrowing rate applied to the lease liabilities on 1 April 2019 was 4.25% for property & 8% for copier

	2020 \$AU
Operating Lease commitments disclosed as at 31 March 2020	606,234
Discounted using the association’s incremental borrowing rates	<u>(12,684)</u>
<b>Lease Liability recognised as at 1 April 2019</b>	<u>593,550</u>

The associated right-of-use assets were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position as at 31 March 2021. Property, plant and equipment increased by \$596,593 on 1 April 2019.

In applying AASB 16 for the first time, the association has used the following practical expedients permitted by the standard:

- The use of a single discount rate to a portfolio of leases with reasonably similar characteristics
- The accounting for operating leases with a remaining lease term of less than 12 months as a 1 April 2019 as short-term leases, and
- The exclusion of initial direct costs for the measurement of the right-of-use asset at the date of initial application.

**NOTE 23 (B) – LEASES (i) AMOUNTS RECOGNISED IN THE BALANCE SHEET**

	2022 \$AU	2021 \$AU
<b>Right-of-use assets*</b>		
Property & Copier	511,986	474,082
	<u>511,986</u>	<u>474,082</u>
*included in the line item “Property, plant and equipment” in the statement of financial position.		
<b>Lease Liabilities</b>		
Current	13,892	12,018
Non-Current	556,465	582,443
	<u>583,357</u>	<u>594,461</u>

\*\*included in the line item “interest bearing liabilities” in the statement of financial position. In previous years, the association only recognised lease liabilities in relation to lease that were classified as ‘finance leases’ under AASB 117 *Leases*. These were presented as part of the association’s borrowings.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

**NOTE 23 (B) – LEASES (ii) AMOUNTS RECOGNISED IN PROFIT OR LOSS**

	2022 \$AU
<b>Depreciation charge of right-of-use assets</b>	
Property & Copier	<u>32,756</u>
	<u>32,756</u>
Interest expense (included in finance costs)	<u>21,393</u>
	<u>21,393</u>

The total cash outflow for leases in 2022 was \$32,496 & \$7,140 in 2021.

**NOTE 23 (B) – LEASES (iii) THE ASSOCIATION'S LEASING ACTIVITIES AND HOW THESE ARE ACCOUNTED FOR**

The association leases premises and the shooting range. Rental contracts are typically made for fixed periods of 1 to 25 years. An option to extend the property lease twice, by an additional 12 years, has not been included within these calculations. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease arrangements do not impose any covenants, but leased assets may not be used as security for borrowing purposes.

Leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the association. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- Fixed payments (including in-substance fixed payments), less any lease incentives receivable
- Variable lease payments that are based on an index or a rate
- Amounts expected to be payable by the lessee under residual value guarantees

The lease payments are discounted using the interest rate implicit in the lease, if that rate can be determined, or the association's incremental borrowing rate.

Right-of-use assets are measured at cost comprising the following:

- The amount of the initial measurement of lease liability
- Any lease payments made at or before the commencement date, less any lease incentives received
- Any initial direct costs, and
- Restoration costs

