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**ACT BASKETBALL  
INCORPORATED  
FINANCIAL REPORT**

**FOR THE YEAR ENDED  
30 SEPTEMBER 2015**

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**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**GENERAL PURPOSE FINANCIAL REPORT FOR THE YEAR ENDED**

**30 SEPTEMBER 2015**

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**BOARD OF MANAGEMENT REPORT**

Your Board of Management submit the financial report of ACT Basketball Incorporated for the year ended 30 September 2015.

**BOARD OF MANAGEMENT**

The Board of Management throughout the year and at the date of this report are:

David Leaney	Elected 25/02/2014	President since 25/02/2014
David Simpson	Elected 25/02/2014	Vice-President since 31/03/2015
Jocelyn Martin	Appointed 30/09/2014	Treasurer since 31/03/2015
Debbie Cook	Elected 24/02/2015	
Kate Corkery	Appointed 25/03/2014	
Gary Pettigrove	Elected 24/02/2015	
Brad Barnes	Term expired 24/02/2015	Treasurer until 24/02/2015
Greg Evans	Term expired 24/02/2015	Vice-President until 24/02/2015
Jerry Lee	Term expired 24/02/2015	

**PRINCIPAL ACTIVITIES**

The principal activities of the Association during the financial year ended 30 September 2015 were:

- (a) To control, promote and encourage basketball in the Australian Capital Territory; and
- (b) To be duly affiliated with BA Limited (trading as Basketball Australia).

**SIGNIFICANT CHANGES**

No significant change in the nature of the principal activities of the Association occurred during the year.

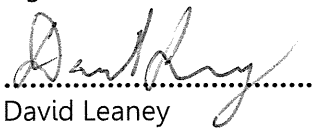
**OPERATING RESULT**

The loss for the year was \$282,180 (2014: \$349,461)

**SUBSEQUENT EVENTS**

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

Signed in accordance with a resolution of the Board of Management

  
.....  
David Leaney

  
.....  
Jocelyn Martin

President

Treasurer

Dated this 27<sup>th</sup> day of JANUARY 2016

**ACT BASKETBALL INCORPORATED**  
**A.B.N. 11 936 731 929**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

	<b>NOTE</b>	<b>2015 \$</b>	<b>2014 \$</b>
Revenue	<b>2</b>	2,637,427	4,213,091
Depreciation & Amortisation		(109,817)	(83,821)
Development programmes		(1,053,440)	(1,383,930)
Facilities		(295,447)	(854,312)
National competitions		(754,664)	(1,404,154)
Administration expenses		(706,238)	(836,335)
<b>Total Expenditure</b>		<b>(2,919,606)</b>	<b>(4,562,552)</b>
<b>(Loss)/Profit from Operations</b>	<b>3</b>	<b>(282,180)</b>	<b>(349,461)</b>
Other comprehensive income			
Movement in Asset revaluation reserve		-	1,630,587
<b>Total Comprehensive Income for the Year</b>		<b>(282,180)</b>	<b>1,281,126</b>

The accompanying notes form part of these financial statements.

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**BALANCE SHEET**

**AS AT 30 SEPTEMBER 2015**

	Note	2015 \$	2014 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	138,536	413,147
Trade and other receivables	5	594,858	349,034
Inventories	6	3,000	12,107
Other current assets	7	22,584	417
<b>TOTAL CURRENT ASSETS</b>		<b>758,978</b>	<b>774,705</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	4,960,034	5,028,494
Investments	9	74,846	72,743
Intangibles	10	8,948	3,314
Other		-	6,480
<b>TOTAL NON-CURRENT ASSETS</b>		<b>5,043,828</b>	<b>5,111,031</b>
<b>TOTAL ASSETS</b>		<b>5,802,806</b>	<b>5,885,736</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	424,350	555,781
Provisions	12	36,816	31,491
Unearned Revenue	13	428,418	94,923
<b>TOTAL CURRENT LIABILITIES</b>		<b>889,584</b>	<b>682,195</b>
<b>NON CURRENT LIABILITIES</b>			
Provisions	12	-	8,140
<b>TOTAL NON CURRENT LIABILITIES</b>		<b>-</b>	<b>8,140</b>
<b>TOTAL LIABILITIES</b>		<b>889,584</b>	<b>690,335</b>
<b>NET ASSETS</b>		<b>4,913,222</b>	<b>5,195,401</b>
<b>EQUITY</b>			
Retained earnings		2,176,579	2,458,758
Asset Revaluation Reserve		2,736,643	2,736,643
<b>TOTAL EQUITY</b>		<b>4,913,222</b>	<b>5,195,401</b>

The accompanying notes form part of these financial statements.

**ACT BASKETBALL INCORPORATED**  
**A.B.N. 11 936 731 929**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

	<b>Asset Revaluation Reserve</b>	<b>Retained Earnings</b>	<b>Total</b>
	\$	\$	\$
<b>Balance at 30 September 2013</b>	<b>1,106,056</b>	<b>2,817,412</b>	<b>3,923,468</b>
Loss attributable to members	-	(349,461)	(349,461)
Asset revaluation	1,630,587	-	1,630,587
Others	-	(9,193)	(9,193)
<b>Balance at 30 September 2014</b>	<b>2,736,643</b>	<b>2,458,758</b>	<b>5,195,401</b>
Loss attributable to members	-	(282,180)	(282,180)
<b>Balance at 30 September 2015</b>	<b>2,736,643</b>	<b>2,176,579</b>	<b>4,913,222</b>

The accompanying notes form part of these financial statements.

**ACT BASKETBALL INCORPORATED**  
**A.B.N. 11 936 731 929**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

	Note	2015 \$	2014 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers and government		3,008,739	4,615,037
Interest received		6,048	13,848
Payments to suppliers and employees		(3,242,408)	(4,532,801)
Net cash from operating activities	16	<b>(227,621)</b>	<b>96,084</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(46,991)	(32,170)
Interest in investments		-	(7,743)
Net cash (used in) investing activities		<b>(46,991)</b>	<b>(39,913)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayments from borrowings		-	-
Net cash (used in) financing activities		-	-
Net increase/(decrease) in cash held		(274,611)	56,171
Cash at the beginning of the year		413,147	356,975
Cash at the end of the year	4	<b>138,536</b>	<b>413,147</b>

The accompanying notes form part of these financial statements.

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, including Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board. This association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial report covers ACT Basketball Incorporated ("the Association") as an individual entity. The Association is an association incorporated in the Australian Capital Territory under the *Associations Incorporated Act (ACT) 1991*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions to which they apply.

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

**Basis of Preparation**

The accounting policies set out below have been consistently applied to all years presented.

**Reporting Basis and Conventions**

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

**Accounting Policies**

**(a) Income Tax**

The Association is exempt from income tax pursuant to Section 50-45 of the *Income Tax Assessment Act 1997*.

**(b) Inventories**

Inventories are measured at the lower of cost and net realisable value.

**(c) 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 three months or less, and bank overdrafts.



**ACT BASKETBALL INCORPORATED**  
**A.B.N. 11 936 731 929**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)**

**(d) Property, Plant and Equipment**

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

*Property*

Land and buildings are measured at fair value. Fair value is determined based on periodic independent valuations prepared by external valuation experts, based on market values. The fair values are recognised in the financial statements of the association, and are reviewed at the end of each reporting period to ensure that the carrying value of land and buildings is not materially different from their fair values.

*Plant and equipment*

Plant and equipment is measured on the cost basis and is therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised in profit or loss during the financial period in which they are incurred.

*Depreciation*

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use.

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

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Office Equipment	20-50%
Leased assets	40%
Building	2%

**(e) Leases**

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)**

**(f) Financial Instruments**

*Initial Recognition 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 association commits itself to either purchase or sell the asset (i.e. 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.

*Derecognising*

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 obligation are either discharged, cancelled or expire. The difference between 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.

*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, 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 fair value (i.e. gains and losses) recognised included in profit or loss.

*(ii) 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.

*(iii) Available –for-sale financial assets*

Available-for-sale financial assets 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.

*(iv) Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

*(v) Fair value*

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.

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)**

**(f) Financial Instruments (Cont)**

*(vi) Impairment*

At the end of each reporting period, the association assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are immediately recognised in profit or loss. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

**(g) Employee Benefits**

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the profitability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

**(h) Revenue**

Revenue from the sale of goods and services is recognised upon the delivery of goods and services to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Grants are treated according to the specifications of the grant funding deeds. Grant income and expenses are recognised as specified by each grant funding deed. Grants required to be returned to the funding provider due to specific circumstances are treated as unexpended grants which form part of the liabilities in the balance sheet at the end of the year.

All revenue is stated net of the amount of goods and services tax (GST).

**(i) 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 (ATO).

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 including receipts from customers or payments to suppliers.

**(j) Comparative figures**

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

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)**

**(k) Critical Accounting Estimates and Judgements**

The Directors evaluate estimates and judgements 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 Association.

*Key Estimates – Impairment*

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

**ACT BASKETBALL INCORPORATED**  
**A.B.N. 11 936 731 929**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

<b>2 REVENUE</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Operating activities:		
- Competition revenue	1,904,316	1,675,909
- Elite & development programs	421,493	803,728
- Grants and sponsorship	231,384	856,966
- Admin and facilities	74,186	612,640
	<b><u>2,631,378</u></b>	<b><u>3,949,243</u></b>
Non-operating activities:		
- Interest received and receivable	6048	13,848
- Capital grant	-	250,000
Total revenue	<b><u><u>2,637,427</u></u></b>	<b><u><u>4,213,091</u></u></b>
 <b>3 RESULT FOR THE YEAR</b>		
The profit for the year was determined after charging the following expenses		
Auditors remuneration	24,564	24,500
Operating lease payments	11,388	16,020
	<b><u>35,952</u></b>	<b><u>40,520</u></b>
 <b>4 CASH AND CASH EQUIVALENTS</b>		
Cash on hand	100	300
Cash at bank	138,436	412,847
	<b><u>138,536</u></b>	<b><u>413,147</u></b>
 <b>5 TRADE AND OTHER RECEIVABLES CURRENT</b>		
Trade debtors	627,620	397,702
Provision for doubtful debts	(32,762)	(50,000)
	<b><u>594,858</u></b>	<b><u>347,702</u></b>
Accrued income	-	1,332
<b>Total receivables</b>	<b><u>594,858</u></b>	<b><u>349,034</u></b>

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**6 INVENTORIES**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Merchandise and stock	<b>3,000</b>	<b>12,107</b>

**7 OTHER ASSETS**

Deposit Paid	2,175	-
Prepayments	20,409	417
	<b>22,584</b>	<b>417</b>

**8 PROPERTY, PLANT AND EQUIPMENT**

*Belconnen Stadium*

Leasehold buildings at market value	3,600,000	3,600,000
Accumulated Depreciation	(150,776)	(62,334)
	<b>3,449,224</b>	<b>3,537,666</b>

*Belconnen Land*

Belconnen Land 13 at market value	220,000	220,000
Belconnen Land 16 at market value	1,224,426	1,224,426
<b>Total leasehold land and buildings at market value</b>	<b>4,893,650</b>	<b>4,982,092</b>

*Plant and Equipment*

Plant and equipment at cost	121,754	82,730
Accumulated depreciation	(55,370)	(36,327)
<b>Total Plant and Equipment</b>	<b>66,384</b>	<b>46,402</b>
<b>Total Property, Plant and Equipment</b>	<b>4,960,034</b>	<b>5,028,494</b>

**Movements in carrying amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	<b>Leasehold Buildings \$</b>	<b>Leasehold Land \$</b>	<b>Plant and Equipment \$</b>	<b>Total \$</b>
Balance at the beginning of the year	<b>3,537,666</b>	<b>1,444,426</b>	<b>46,402</b>	<b>5,028,494</b>
Revaluation	-	-	-	-
Additions	-	-	39,024	390,24
Net disposals	-	-	-	-
Depreciation expense	(88,442)	-	(19,042)	(107,484)
<b>Carrying amount at the end of the year</b>	<b>3,449,224</b>	<b>1,444,426</b>	<b>66,384</b>	<b>4,960,034</b>

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

<b>9 INVESTMENTS</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Term Deposit held as security for ACTPLA	73,956	71,663
IAG Shares	890	1,080
	<u><b>74,846</b></u>	<u><b>72,743</b></u>
 <b>10 INTANGIBLES</b>		
Website at cost	17,694	9,727
Less Accumulated Amortisation	(8,746)	(6,413)
	<u><b>8,948</b></u>	<u><b>3,314</b></u>
 <b>11 TRADE AND OTHER PAYABLES</b>		
Trade creditors and accruals	424,350	555,781
	<u><b>424,350</b></u>	<u><b>555,781</b></u>
 <b>12 PROVISIONS</b>		
<b>CURRENT</b>		
Annual Leave and Long Service Leave	36,816	31,491
	<u><b>36,816</b></u>	<u><b>31,491</b></u>
 <b>NON CURRENT</b>		
Long Service Leave	-	8,140
	<u><b>-</b></u>	<u><b>8,140</b></u>
 <b>13 UNEARNED REVENUE</b>		
Competition revenue in advance	403,438	59,973
Income in advance	24,980	25,767
Deposit received	-	9,182
	<u><b>428,418</b></u>	<u><b>94,923</b></u>
 <b>14 CAPITAL AND LEASING COMMITMENTS</b>		
<b>Operating Lease Commitments</b>		
Non-cancellable operating leases contracted for but not recognised in the financial statements		
Payable - minimum lease payments:		
- not later than 12 months	3,237	6,912
- between 12 months and five years	-	3,237
	<u><b>3,237</b></u>	<u><b>10,149</b></u>

The photocopier lease commitment is a non-cancellable operating lease with a 5-year term.

**Capital Lease Commitments**

The ACT government has been granted a first mortgage over the Belconnen land as a security for the Associations obligations pursuant to the funding deed.

**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**15 RELATED PARTY TRANSACTIONS**

The members of the Board of Management who served during the year were:

David Leaney	David Simpson
Jocelyn Martin	Debbie Cook
Kate Corkery	Gary Pettigrove
Brad Barnes	Greg Evans
Jerry Lee	

No income was paid or payable, or otherwise made available, to any members of the Board of Management or any related party.

**16 CASH FLOW INFORMATION**

	<b>2015</b>	<b>2014</b>
	\$	\$
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>		
(Loss)/Profit after income tax	(282,180)	(349,461)
Non-cash flows in profit		
Depreciation	109,817	83,823
Loss on disposal of asset	-	45,740
Changes in assets and liabilities		
(Increase)/Decrease in trade debtors	(247,156)	180,379
Decrease/(Increase) in other debtors	(14,355)	80,832
Decrease/(Increase) in other inventories	9,107	51,716
(Increase) in investments	(2,103)	(7,743)
(Decrease)/Increase in trade payables	(131,431)	166,102
(Decrease)/Increase in other liabilities	333,495	(164,509)
Increase/(Decrease) in employee benefits	(2,815)	9,205
Net cash provided by operating activities	<u><b>(227,621)</b></u>	<u><b>96,084</b></u>

**17 KEY MANAGEMENT PERSONAL COMPENSATION**

	<b>Salary</b>	<b>Superannuation Contribution</b>	<b>Other Long-Term Benefits</b>	<b>Total</b>
	\$	\$	\$	\$
<b>2015</b>				
Total Compensation	101,988	9,610	-	<b>111,598</b>
<b>2014</b>				
Total Compensation	165,344	11,347	-	<b>176,691</b>



**ACT BASKETBALL INCORPORATED**

**A.B.N. 11 936 731 929**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**18 FINANCIAL INSTRUMENTS**

**(a) Financial Risk Management Policies**

The Association's financial instruments consist of deposits with banks, short-term investments and accounts receivable and payable.

The Association does not have any derivative instruments at 30 September 2015.

i. *Treasury Risk Management*

The Board members meet on a regular basis to analyse financial risk exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

ii. *Financial Risk Exposures and Management*

The main risks the Association is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

*Foreign Currency Risk*

The Association is not exposed to fluctuations in foreign currencies.

*Liquidity Risk*

The Association manages liquidity risk by monitoring forecast cash flows and maintaining adequate cash reserves.

*Credit Risk*

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, are disclosed in the balance sheet and notes to the financial statements. The Association does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the Association.

There are no material amounts of collateral held as security at 30 September 2015.

Credit risk is managed by the Association and reviewed regularly by the board members. It rises from exposures to customers as well as through deposits with financial institutions.

*Price Risk*

The Association is not exposed to any material commodity price risk.

**ACT BASKETBALL INCORPORATED**

A.B.N. 11 936 731 929

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**18 FINANCIAL INSTRUMENTS (CONT)**

**(b) Financial Instruments Composition and Maturity Analysis**

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such, the amounts may not reconcile to the balance sheet.

	<b>Weighted Average Effective Interest Rate</b>		<b>Floating Interest Rate</b>		<b>Non-interest Bearing</b>		<b>Fixed Interest Rate</b>		<b>Total</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>%</b>	<b>%</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<i>Financial assets</i>										
Cash at bank	2.00	2.00	138,436	412,847	100	300	73,956	71,663	212,492	484,809
Trade and other receivables	-	-	-	-	394,858	149,451	-	-	394,858	149,451
<b>Total financial assets</b>			<b>138,436</b>	<b>412,847</b>	<b>394,858</b>	<b>149,751</b>	<b>73,956</b>	<b>71,663</b>	<b>607,350</b>	<b>634,260</b>
<i>Financial liabilities</i>										
Trade and other payables	-	-	-	-	424,351	555,745	-	-	424,351	555,745
<b>Total financial liabilities</b>	-	-	-	-	<b>424,351</b>	<b>555,745</b>	-	-	<b>424,351</b>	<b>555,745</b>

Trade and sundry payables are expected to be paid as follows:

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Trade payables		
Less than 12 months	424,351	555,745
<b>Total trade and sundry payables</b>	<b>424,351</b>	<b>555,745</b>

**19 ASSOCIATION DETAILS**

ACT Basketball Incorporated  
 42 Oatley Court  
 BELCONNEN ACT 2617

**ACT BASKETBALL INCORPORATED**

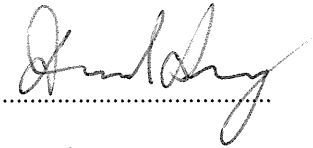
**A.B.N. 11 936 731 929**

**STATEMENT BY BOARD OF MANAGEMENT**

In the opinion of the Board of Management the financial report as set out on pages 2 to 17:

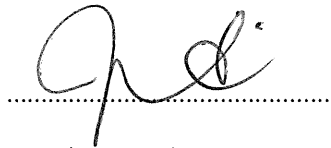
1. Represents a true and fair view of the financial position of ACT Basketball Incorporated at 30 September 2015 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe ACT Basketball Incorporated will be able to pay its debts as and when they become due and payable.

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



David Leaney

President



Jocelyn Martin

Treasurer

Dated this 27<sup>th</sup> day of JANUARY 2016



**Principal** Phillip W Miller CA  
**Address** Unit 1/37 Geils Court, Deakin ACT 2600  
PO Box 105, Deakin West ACT 2600  
Suite 1.3, 33 Hibberson Street  
Gungahlin ACT 2912  
**Phone** (02) 6215 7600  
**Fax** (02) 6281 7708  
**Web** [www.mcsaudit.com.au](http://www.mcsaudit.com.au)  
ASIC Authorised Audit Company No. 408893

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
ACT BASKETBALL INCORPORATED  
ABN 11 936 731 929**

**Report on the Financial Report**

We have audited the accompanying financial report of ACT Basketball Incorporated, which comprises the statement of financial position as at 30 September 2015, and the statement of 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 statement by committee of association.

**Committee's Responsibility for the Financial Report**

The committee is responsible for the preparation of the financial report which gives a true and fair view in accordance with Australian Accounting Standards and the *Associations Incorporation Act 1991 (ACT)* and for such internal control as the committee and management determines is necessary to enable the preparation of a financial report that 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 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 association's preparation and fair presentation of the financial report 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 association'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.

## Independence

In conducting our audit, we have complied with the independence requirements of Australian professional accounting bodies.

## Auditor's Opinion

In our opinion, the financial report gives a true and fair view of the financial position of ACT Basketball Incorporated as of 30 September 2015, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations).

Name of Firm: **MCS Audit Pty Ltd**  
**Chartered Accountants**

Name of director:   
\_\_\_\_\_

**Phillip W Miller CA**

Address: **Unit 1/37 Geils Court, Deakin ACT 2600**

Dated: *27 January 2016*