

**The Showmen's Guild of Australasia**

ABN 75 134 664 816

**Financial Statements**

**For the year ended 31 December 2017**

**KP Business Accountants**

Suite 22 / Level 2

149 Wickham Terrace Brisbane Qld 4000

Phone: 07 38392533 Fax: 07 38313689

Email: [christie@kpbiz.com.au](mailto:christie@kpbiz.com.au)

# **The Showmen's Guild of Australasia**

## **Contents**

|  |    |
|--|----|
| Independent Audit Report                       | 3  |
| Operating Report                               | 6  |
| Committee of Management Statement              | 9  |
| Statement of Comprehensive Income              | 11 |
| Statement of Financial Position                | 12 |
| Statement of Changes in Equity                 | 13 |
| Statement of Cash Flows                        | 14 |
| Recovery of Wages Activity                     | 15 |
| Index to the Notes of the Financial Statements | 16 |

# **INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE SHOWMEN'S GUILD OF AUSTRALASIA**

## **Report on the Audit of the Financial Report**

### **Opinion**

I have audited the financial report of the Showmen's Guild of Australasia (the Reporting Unit), which comprises the statement of financial position as at 31 December 2017, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 31 December 2017, notes to the financial statements, including a summary of significant accounting policies; and the Committee of Management Statement.

In my opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of the Showmen's Guild of Australasia as at 31 December 2017, and its financial performance and its cash flows for the year ended on that date in accordance with:

- a) the Australian Accounting Standards; and
- b) any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act).

I declare that management's use of the going concern basis in the preparation of the financial statements of the Reporting Unit is appropriate.

### **Basis for Opinion**

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Reporting Unit in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Information Other than the Financial Report and Auditor's Report Thereon**

The Committee of Management is responsible for the other information. The other information obtained at the date of this auditor's report is in the Operating Report accompanying the financial report.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information; I am required to report that fact. I have nothing to report in this regard.

#### **Responsibilities of Committee of Management for the Financial Report**

The Committee of Management of the Reporting Unit is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the RO Act, and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee of Management is responsible for assessing the Reporting Unit's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee of Management either intend to liquidate the Reporting Unit or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's Responsibilities for the Audit of the Financial Report**

My objective is to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Reporting Unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee of Management.
- Conclude on the appropriateness of the Committee of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Reporting Unit's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Reporting Unit to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Reporting Unit to express an opinion on the financial report. I am

responsible for the direction, supervision and performance of the Reporting Unit audit. I remain solely responsible for my audit opinion.

I communicate with the Committee of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



**Stephen George Le Couilliard**

**Registration number (under s.255A of the RO Act): AA2017/228**

**ASIC Registered Company Auditor No: 8579**

**471 Princes Highway Narre Warren VIC 3805**

**Telephone: 03 9704 7661**

**Facsimile: 03 9796 6711**

**Date: 23.02.2018**

## **The Showmen's Guild of Australasia**

### **Operating Report**

*for the year ended 31 December 2017*

The Committee of Management presents its operating report on the Reporting Unit for the year ended 31 December 2017.

#### **Operating Result**

The profit (loss) of The Showmen's Guild of Australasia for the financial year:

| <b>2017</b>    | <b>2016</b>    |
|----------------|----------------|
| (\$203,328.72) | \$1,069,856.26 |

#### **Review of principal activities, the results of those activities and any significant changes in the nature of those activities during the year**

The principal activities of The Showmen's Guild of Australasia during the reporting period were to provide support to members and the community in relation to exhibitions and shows, and if required, industrial and organizational services to the members consistent with the objects of The Showmen's Guild of Australasia and particularly the object of protecting and improving the interests of the members,

The Showmen's Guild of Australasia's principal activities resulted in maintaining and improving the exhibition and show services to members and advance the conditions of employment to the membership which were negotiated by this organisation when and requested by members. The Travelling Showmen's Award was reviewed and updated with the modern award process regarding penalty rates and PHs and award modernization of our submission for a 4-yearly review lodged with Fair Work. One of the other key activities implement by the Guild over the past few years is the opportunity for members to attend the Annual Workshops and Educational sessions of the "Think Tank "SGA National Convention held in Brisbane in mid-January of each year. This Think Tank event is held for SGA members to improve their quality and expertise within the exhibition and show industry. The Showmen's Guild was honored to have at the 2017 Convention, in January this year, over 200 attendees which included valuable presenters such as the Presidents of the various Show Societies in Qld and NSW and the President of the Qld Chamber of Commerce and representatives from the Qld Local and State Government.

#### **Significant changes in financial affairs**

The Showmen's Guild of Australasia expects to maintain the present status and level of operations and hence there are no likely major changes in the operations in future financial years. The Showmen's Guild operations in 2017 produced a consolidated (Loss) of (\$203,328.72) which was due to a substantial drop in show rental revenue during the past few years. Nevertheless, The Showmen's Guild (Consolidated) Net Assets still remains at an appropriate current Market Value of \$3,695,273 for year end 2017.

#### **Right of members to resign**

Members may resign from The Showmen's Guild of Australasia in accordance with Rule 41, which reads as follows:

- (1) A member of the Guild may resign from Membership by written notice addressed and delivered to the Secretary of the Guild.
- (2) A notice of resignation from Membership of the Guild takes effect:-

- (a) Where the Member ceases to be eligible to become a Member of the Guild:-
  - (i) on the day on which the notice is received by the Guild; or
  - (ii) on the day specified in the notice, which is a day not earlier than the day when the member ceases to be eligible to become a Member; whichever is later; or
- (b) in any other case:
  - (i) at the end of 2(two) weeks, or such shorter period as is specified in the rules of the Guild, after the notice is received by the Guild; or
  - (ii) on the day specified in the notice; whichever is later

Any dues payable but not paid by a former member of the organization, in relation to a period before the member's resignation from the organization took effect, may be sued for and recovered in the name of the organization, in a court of competent jurisdiction, as a debt due to the organization.

A notice delivered to the Secretary shall be taken to have been received by the organization, when it is delivered.

A notice of resignation that has been received by the organization is not invalid because it was not addressed and delivered to the Secretary.

A resignation from membership is valid even if it is not effected in accordance with this Rule if the member is informed in writing by or on behalf of the organization that the resignation has been accepted.

**Officers or members who are superannuation fund trustee(s) (include position details) or director of a company that is a superannuation fund trustee**

We are not aware of any officers or members who are superannuation fund trustees or a director of a company that is a superannuation fund trustee.

**Number of members**

The number of persons who, at the end of the reporting period were recorded on the Register of Members of The Showmen's Guild of Australasia was **447 (four hundred and forty seven)**.

**Number of employees**

The number of full time equivalent persons who were, at the end of the reporting period employees of The Showmen's Guild of Australasia was approximately **6** (includes all employee measured on a full time equivalent basis).

**Names of Committee of Management members and period positions held during the financial year**

|           |                      |   |
|-----------|----------------------|---|
| Full Year | Noel McGregor OAM    | Patron                                    |
| Part Year | George Pink          | President (01/01/2017 to 05/04/2017)      |
| Part Year | Luke Hennessy        | President (05/04/2017 to 31/12/2017)      |
| Full Year | Leslie John Davis    | Secretary                                 |
| Full Year | Shelly Pink-Easey    | Treasurer                                 |
| Full Year | Gary Johnson         | Vice President                            |
| Full Year | Frank Laurie         | Vice President                            |
| Full Year | Luke Chambers        | Vice President                            |
| Full Year | Broderick Pavier     | Vice President                            |
| Part Year | Clayton Taylor       | Vice President (05/04/2017 to 31/12/2017) |
| Part Year | Bernie Young         | Vice President (01/01/2017 to 05/04/2017) |
| Part Year | Grant Johnson        | Vice President (05/04/2017 to 31/12/2017) |
| Part Year | Ted Baker            | Vice President (01/01/2017 to 05/04/2017) |
| Full Year | Shane Blades         | Vice President                            |
| Full Year | Emile M Verfurth III | Vice President                            |
| Full Year | Glen McGregor        | Vice President                            |
| Part Year | Chris Hennessy       | Vice President (05/04/2017 to 31/12/2017) |
| Part Year | Stewart Watkins      | Vice President (01/01/2017 to 05/04/2017) |
| Full Year | Patricia Blades      | Trustee                                   |
| Full Year | Doreen Brown         | Trustee                                   |
| Part Year | Stewart Watkins      | Committee (05/04/2017 to 31/12/2017)      |
| Part Year | Grant Johnson        | Committee (01/01/2017 to 05/04/2017)      |
| Part Year | Peter Short          | Committee (05/04/2017 to 31/12/2017)      |
| Part Year | Paul Watkins         | Committee (01/01/2017 to 05/04/2017)      |
| Part Year | Ted Barker           | Committee (05/04/2017 to 31/12/2017)      |
| Part Year | Terry Nilon          | Committee (01/01/2017 to 05/04/2017)      |
| Full Year | Lewis Osborne        | Committee                                 |
| Full Year | John Roberts         | Committee                                 |
| Full Year | Bradley Chambers     | Committee                                 |
| Full Year | Elwin Leroy Bell Jnr | Committee                                 |
| Full Year | Michael Wood         | Committee                                 |
| Full Year | Glen Pink            | Committee                                 |
| Part Year | David Allan          | Committee (05/04/2017 to 31/12/2017)      |
| Part Year | Bernard Young        | Committee (01/01/2017 to 05/04/2017)      |

Signature of designated officer: .....



Name and title of designated officer: . **LESLIE JOHN DAVIS (SECRETARY)**.....

Dated: ....**9<sup>th</sup> February 2018**.....



## **The Showmen's Guild of Australasia**

### **Committee of Management Statement**

***for the year ended 31 December 2017***

On 9<sup>th</sup> February 2018 the Committee of Management of the Showmen's Guild of Australasia passed the following resolution in relation to the general purpose financial report (GPFR) for the period ended 31<sup>st</sup> December 2017.

The Showmen's Guild of Australasia's committee of management declares that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act);
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
  - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
  - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
  - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RO Act; and
  - (iv) where the organisation consists of two or more reporting units such as the Guild and the Club, the Guild and the Club's financial records were kept, as far as practicable, as separate reporting units and in a consistent manner with each of these two reporting units of the organisation; and
  - (v) where information has been sought in any request by a member of the reporting unit or Commissioner duly made under section 272 of the RO Act has been provided to the member or Commissioner; and
  - (vi) where any order for inspection of financial records has been made by the Registered Organisations Commission under section 273 of the RO Act, there has been compliance.
- (f) no revenue has been derived from undertaking recovery of wages activity during the reporting period

This declaration is made in accordance with a resolution of the Committee of Management.

Signature of designated officer: .....

Name and title of designated officer: ..**LESLIE JOHN DAVIS (SECRETARY)**.....

Dated: **.9<sup>th</sup> February 2018**.....

**Consolidated Statement of Comprehensive Income**  
for the year ended 31 December 2017

|  | Notes | 2017<br>\$       | 2016<br>\$       |
|--|-------|------------------|------------------|
| <b>Revenue</b>   |       |                  |                  |
| Membership Joining fees  |       | 117,515          | 95,513           |
| Capitation fees  | 3A    | -                | -                |
| Levies and Ground Admin Fees                                       | 3B    | 185,600          | 157,011          |
| Interest from Term Deposits and Bank a/c                           | 3C    | 6,770            | 11,798           |
| Rental revenue from Shows  | 3D    | 309,817          | 582,717          |
| Revenue from Sale of Vehicle & Gate passes                         |       | 23,752           | 10,321           |
| Revenue from Club operations                                       |       | 284,985          | 251,084          |
| Other revenue  |       | 14,644           | 33,211           |
| <b>Total revenue</b>   |       | <b>943,083</b>   | <b>1,141,655</b> |
| <b>Other Income</b>  |       |                  |                  |
| Grants and/or donations  | 3E    | 1,475            | 500              |
| Share of net profit from associate                                 | 6E    | -                | -                |
| Net gains from sale of assets                                      | 3F    | -                | -                |
| Revaluation of Land and Buildings                                  |       | -                | -                |
| <b>Total other income</b>  |       | <b>1,475</b>     | <b>500</b>       |
| <b>Total income</b>  |       | <b>944,558</b>   | <b>1,142,155</b> |
| <b>Expenses</b>  |       |                  |                  |
| Employee expenses  | 4A    | 367,110          | 358,584          |
| Capitation fees  | 4B    | -                | -                |
| Affiliation fees   | 4C    | -                | -                |
| Administration expenses  | 4D    | 35,407           | 30,521           |
| Grants or donations  | 4E    | 4,105            | 1,800            |
| Depreciation and amortisation                                      | 4F    | 11,399           | 15,472           |
| Finance costs  | 4G    | 13,573           | 13,573           |
| Legal costs  | 4H    | 1,818            | 14,408           |
| Audit fees   | 13    | 3,350            | 4,500            |
| Write-down and impairment of assets                                | 4I    | -                | -                |
| Net losses from sale of assets                                     | 4J    | 891              | -                |
| Other expenses   | 4K    | 710,234          | 683,441          |
| <b>Total expenses</b>  |       | <b>1,147,887</b> | <b>1,122,299</b> |
| <b>Surplus (deficit) for the year</b>                              |       | <b>(203,329)</b> | <b>19,856</b>    |
| <b>Other comprehensive income</b>                                  |       |                  |                  |
| Items that will be subsequently reclassified to profit or loss     |       |                  |                  |
| Net gain on available for sale investments                         |       | -                | -                |
| Items that will not be subsequently reclassified to profit or loss |       | -                | -                |
| Gain on revaluation of land & buildings                            |       | -                | -                |
| <b>Total comprehensive income for the year</b>                     |       | <b>(203,329)</b> | <b>19,856</b>    |

The above statement should be read in conjunction with the notes.

**Consolidated Statement of Financial Position**  
as at 31 December 2017

|   | Notes | 2017<br>\$       | 2016<br>\$       |
|---|-------|------------------|------------------|
| <b>ASSETS</b>                           |       |                  |                  |
| <b>Current Assets</b>                   |       |                  |                  |
| Cash and cash equivalents               | 5A    | 477,194          | 678,307          |
| Trade and other receivables             | 5B    | 102,989          | 16,044           |
| Inventory                               | 5C    | 8,770            | 9,406            |
| <b>Total current assets</b>             |       | <b>588,953</b>   | <b>703,757</b>   |
| <b>Non-Current Assets</b>               |       |                  |                  |
| Land and buildings                      | 6A    | 3,000,000        | 3,000,000        |
| Plant and equipment                     | 6B    | 309,258          | 335,257          |
| Loans to The Showmen's Club             | 6C    | 30,347           | -                |
| <b>Total non-current assets</b>         |       | <b>3,339,605</b> | <b>3,335,257</b> |
| <b>Total assets</b>                     |       | <b>3,928,558</b> | <b>4,039,015</b> |
| <b>LIABILITIES</b>                      |       |                  |                  |
| <b>Current Liabilities</b>              |       |                  |                  |
| Trade payables                          | 7A    | 26,172           | 43,093           |
| Other payables                          | 7B    | 178,137          | 80,193           |
| Employee provisions                     | 8A    | 24,823           | 13,691           |
| <b>Total current liabilities</b>        |       | <b>229,132</b>   | <b>136,977</b>   |
| <b>Non-Current Liabilities</b>          |       |                  |                  |
| Employee provisions                     | 8A    | 13,081           | 12,363           |
| <b>Total non-current liabilities</b>    |       | <b>13,081</b>    | <b>12,363</b>    |
| <b>Total liabilities</b>                |       | <b>242,213</b>   | <b>149,340</b>   |
| <b>Net assets</b>                       |       | <b>3,686,345</b> | <b>3,889,674</b> |
| <b>EQUITY</b>                           |       |                  |                  |
| General funds                           | 9A    | 1,216,727        | 1,216,727        |
| Asset revaluation reserve               | 9A    | 1,050,000        | 1,050,000        |
| Retained earnings (accumulated deficit) |       | 1,419,618        | 1,622,947        |
| <b>Total equity</b>                     |       | <b>3,686,345</b> | <b>3,889,674</b> |

The above statement should be read in conjunction with the notes.

**Consolidated Statement of Changes in Equity**  
for the year ended 31 December 2017

|   | Notes | General<br>funds<br>\$ | Retained<br>earnings<br>\$ | Total equity<br>\$ |
|---|-------|------------------------|----------------------------|--------------------|
| <b>Balance as at 1 January 2016</b>           |       | 1,216,727              | 1,603,091                  | 2,819,818          |
| Adjustment for errors                         |       | -                      | -                          | -                  |
| Asset Revaluation Reserve                     |       | -                      | 1,050,000                  | 1,050,000          |
| Surplus / (deficit)                           |       | -                      | 19,856                     | 19,856             |
| Other comprehensive income                    |       | -                      | -                          | -                  |
| Transfer to/from                              | 9A    | -                      | -                          | -                  |
| Transfer from retained earnings               |       | -                      | -                          | -                  |
| <b>Closing balance as at 31 December 2016</b> |       | <b>1,216,727</b>       | <b>267,297</b>             | <b>3,889,674</b>   |
| Adjustment for errors                         |       | -                      | -                          | -                  |
| Adjustment for changes in accounting policies |       | -                      | -                          | -                  |
| Surplus / (deficit)                           |       | -                      | (203,329)                  | (203,329)          |
| Other comprehensive income                    |       | -                      | -                          | -                  |
| Transfer to/from                              | 9A    | -                      | -                          | -                  |
| Transfer from retained earnings               |       | -                      | -                          | -                  |
| <b>Closing balance as at 31 December 2017</b> |       | <b>1,216,727</b>       | <b>2,469,618</b>           | <b>3,686,345</b>   |

The above statement should be read in conjunction with the notes.

**Consolidated Statement of Cash Flows**  
for the year ended 31 December 2017

|   | Notes | 2017<br>\$       | 2016<br>\$     |
|---|-------|------------------|----------------|
| <b>OPERATING ACTIVITIES</b>   |       |                  |                |
| <b>Cash received</b>  |       |                  |                |
| Receipts from operating activities                                    | 10B   | 1,439,957        | 1,710,728      |
| Interest  | 10B   | 6,770            | 11,798         |
| Other   |       | -                | -              |
| <b>Cash used</b>  |       |                  |                |
| Employees   | 10B   | (358,154)        | (358,585)      |
| Suppliers   | 10B   | (1,289,394)      | (1,264,252)    |
| Interest and other costs of finance                                   | 10B   | (14,002)         | (13,899)       |
| <b>Net cash from (used by) operating activities</b>                   | 10A   | <b>(214,823)</b> | <b>85,790</b>  |
| <b>INVESTING ACTIVITIES</b>   |       |                  |                |
| <b>Cash received</b>  |       |                  |                |
| Proceeds from sale of plant and equipment                             |       | 136              | -              |
| Proceeds from sale of land and buildings                              |       | -                | -              |
| Other   |       | 13,574           | -              |
| <b>Cash used</b>  |       |                  |                |
| Purchase of plant and equipment                                       |       | -                | -              |
| Purchase of land and buildings  |       | -                | -              |
| Loans   |       | -                | 17,731         |
| <b>Net cash from (used by) investing activities</b>                   |       | <b>13,710</b>    | <b>17,731</b>  |
| <b>FINANCING ACTIVITIES</b>   |       |                  |                |
| <b>Cash received</b>  |       |                  |                |
| Contributed equity  |       | -                | -              |
| Other   |       | -                | -              |
| <b>Cash used</b>  |       |                  |                |
| Repayment of borrowings   |       | -                | -              |
| Other   |       | -                | -              |
| <b>Net cash from (used by) financing activities</b>                   |       | <b>-</b>         | <b>-</b>       |
| <b>Net increase (decrease) in cash held</b>                           |       | <b>(201,113)</b> | <b>103,521</b> |
| Cash & cash equivalents at the beginning of the reporting period      |       | 678,307          | 574,786        |
| <b>Cash &amp; cash equivalents at the end of the reporting period</b> | 5A    | <b>477,194</b>   | <b>678,307</b> |

The above statement should be read in conjunction with the notes.

**Recovery of Wages Activity**  
for the year ended 31 December 2017

|   | 2017<br>\$ | 2016<br>\$ |
|---|------------|------------|
| <b>Cash assets in respect of recovered money at beginning of year</b>                         | -          | -          |
| <b>Receipts</b>   |            |            |
| Amounts recovered from employers in respect of wages etc.                                     | -          | -          |
| Interest received on recovered money  | -          | -          |
| <b>Total receipts</b>   | -          | -          |
| <b>Payments</b>   |            |            |
| Deductions of amounts due in respect of membership for:                                       |            |            |
| 12 months or less   | -          | -          |
| Greater than 12 months  | -          | -          |
| Deductions of donations or other contributions to accounts or funds of:                       |            |            |
| The reporting unit:   |            |            |
| name of account   | -          | -          |
| name of fund  | -          | -          |
| Name of other reporting unit of the organisation:   |            |            |
| name of account   | -          | -          |
| name of fund  | -          | -          |
| Name of other entity:   |            |            |
| name of account   | -          | -          |
| name of fund  | -          | -          |
| Deductions of fees or reimbursement of expenses   | -          | -          |
| Payments to workers in respect of recovered money   | -          | -          |
| <b>Total payments</b>   | -          | -          |
| <b>Cash assets in respect of recovered money at end of year</b>                               | -          | -          |
| Number of workers to which the monies recovered relates                                       | -          | -          |
| <b>Aggregate payables to workers attributable to recovered monies but not yet distributed</b> |            |            |
| Payable balance   | -          | -          |
| Number of workers the payable relates to  | -          | -          |
| <b>Fund or account operated for recovery of wages</b>   |            |            |
| None  | -          | -          |

**Index to the Notes of the Financial Statements**

|         |  |
|---------|--|
| Note 1  | Summary of significant accounting policies                       |
| Note 2  | Events after the reporting period                                |
| Note 3  | Income   |
| Note 4  | Expenses   |
| Note 5  | Current assets   |
| Note 6  | Non-current assets   |
| Note 7  | Current liabilities  |
| Note 8  | Provisions   |
| Note 9  | Equity   |
| Note 10 | Cash flow  |
| Note 11 | Contingent liabilities, assets and commitments                   |
| Note 12 | Related party disclosures  |
| Note 13 | Remuneration of auditors   |
| Note 14 | Financial instruments  |
| Note 15 | Fair value measurements  |
| Note 16 | Section 272 <i>Fair Work (Registered Organisations) Act 2009</i> |



## Notes to the Financial Statements

### Note 1 Summary of significant accounting policies

#### 1.1 Basis of preparation of the financial statements

The financial statements are general purpose financial statements and have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period, and the *Fair Work (Registered Organisation) Act 2009*. For the purpose of preparing the general purpose financial statements, the Showmen's Guild of Australasia (SGA) is a not-for-profit entity.

The financial statements have been prepared on an accrual basis and in accordance with the historical cost, except for certain assets and liabilities measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position. The financial statements are presented in Australian dollars.

#### 1.2 Comparative amounts

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

#### 1.3 Significant accounting judgements and estimates

The following accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

The Club operations have been estimated to achieve the same level of Club income in 2018 as the previous period in 2017 and according to the budget the Club is not expected to make a net profit which may reduce the Club's loan from SGA.

#### 1.4 New Australian Accounting Standards

##### ***Adoption of New Australian Accounting Standard requirements***

No accounting standard has been adopted earlier than the application date stated in the standard.

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the company. The Committee of Management have decided not to early adopt any of the new and amended pronouncements. The Committee of Management's assessment of the new and amended pronouncements that are relevant to the Guild but applicable in future reporting periods is set out below:

- AASB 9: Financial Instruments (December 2010) and AASB 2010-7: Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) (applicable for annual reporting periods commencing on or after 1 January 2015).

These Standards are applicable retrospectively and include revised requirements for the classification and measurement of financial instruments, as well as recognition and derecognition requirements for financial instruments.

The key changes made to accounting requirements that may impact the Guild are:

- AASB 10: Consolidated Financial Statements, AASB 11: Joint Arrangements, AASB 12: Disclosure of Interests in Other Entities, AASB 127: Separate Financial Statements (August 2011), AASB 128: Investments in Associates and Joint Ventures (August 2011) (as amended by AASB 2012-10), and AASB 2011-7: Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards (applicable for annual reporting periods commencing on or after 1 January 2013).

AASB 10 replaces parts of AASB 127: Consolidated and Separate Financial Statements (March 2008, as amended) and Interpretation 112: Consolidation - Special Purpose Entities. AASB 10 provides a revised definition of 'control' and additional application guidance so that a single control model will apply to all investees.

AASB 11 replaces AASB 131: Interests in Joint Ventures (July 2004, as amended). AASB 11 requires joint arrangements to be classified as either 'joint operations' (where the parties that have joint control of the arrangement have rights to the assets and obligations for the liabilities) or 'joint ventures' (where the parties that have joint control of the arrangement have rights to the net assets of the arrangement). Joint ventures are required to adopt the equity method of accounting (proportionate consolidation is no longer allowed).

AASB 12 contains the disclosure requirements applicable to entities that hold an interest in a subsidiary, joint venture, joint operation or associate. AASB 12 also introduces the concept of a 'structured entity', replacing the 'special purpose entity' concept currently used in Interpretation 112, and requires specific disclosures in respect of any investments in unconsolidated structured entities.

To facilitate the application of AASBs 10, 11 and 12, revised versions of AASB 127 and AASB 128 have also been issued.

None of the aforementioned Standards are expected to significantly impact the Guild's financial statements.

- AASB 13: Fair Value Measurement and AASB 2011-8: Amendments to Australian Accounting Standards arising from AASB 13 (applicable for annual reporting periods commencing on or after 1 January 2013).

AASB 13 defines fair value, sets out in a single Standard a framework for measuring fair value, and requires disclosures about fair value measurement.

AASB 13 requires:

- inputs to all fair value measurements to be categorised in accordance with a fair value hierarchy; and
- enhanced disclosures regarding all assets and liabilities (including, but not limited to, financial assets and liabilities) to be measured at fair value.

These Fair Value Standards are not expected to significantly impact the Guild's financial statements after a Sworn Valuation was carried out on the Land and Buildings at 4 Turner Avenue Yatala Qld 4207 by a Registered Valuer. during the 2016 financial year

- AASB 119: Employee Benefits (September 2011) and AASB 2011-10: Amendments to Australian Accounting Standards arising from AASB 119 (September 2011) (applicable for annual reporting periods commencing on or after 1 January 2013).
- These Standards introduce a number of changes to accounting and presentation of defined benefit plans. The Guild does not have any defined benefit plans and so is not impacted by the amendment.

AASB 119 (September 2011) also includes changes to:

- require only those 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 to be classified as short-term employee benefits. All other employee benefits are to be classified as other long-term employee benefits, post-employment benefits or termination benefits, as appropriate; and
- the accounting for termination benefits that require an entity to recognise an obligation for such benefits at the earlier of:
  - (i) for an offer that may be withdrawn - when the employee accepts;
  - (ii) for an offer that cannot be withdrawn - when the offer is communicated to affect employees; and
  - (iii) where the termination is associated with a restructuring of activities under AASB 137: Provisions, Contingent Liabilities and Contingent Assets and if earlier than the first two conditions when the related restructuring costs are recognized

The accounting policies adopted are consistent with those of the previous financial year except for the following standards and amendments, which have been adopted for the first time this financial year:

- AASB 2014-3 *Amendments to Australian Accounting Standards – Accounting for Acquisitions of Interests in Joint Operations* require an entity acquiring an interest in a joint operation, in which the activity of the joint operation constitutes a business, to apply, to the extent of its share, all of the principles in AASB 3 *Business Combinations* and other Australian Accounting Standards that do not conflict with the requirements of AASB 11 *Joint Arrangements*.

The adoption of this amendment did not have an impact on the Guild.

These Standards are not expected to significantly impact the company's financial statements.

- AASB 2014-4 *Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation* clarify the principle in AASB 116 *Property, Plant and Equipment* and AASB 138 *Intangible Assets* that revenue reflects a pattern of economic benefits that are generated from operating a business (of which the asset is part) rather than the economic benefits that are consumed through use of the asset. As a result, the ratio of revenue generated to total revenue expected to be generated cannot be used to depreciate property, plant and equipment and may only be used in very limited circumstances to amortise intangible assets.
- The adoption of this amendment did not have an impact on the Guild.
- AASB 2014-9 *Amendments to Australian Accounting Standards – Equity Method in Separate Financial Statements* amends AASB 127 *Separate Financial Statements* to allow an entity to use the equity method as described in AASB 128 to account for its investments in subsidiaries, joint ventures and associates its separate financial statements.

The adoption of this amendment did not have an impact on the Guild.

- *AASB 2015-1 Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012-2014 Cycle* clarify certain requirements in:
  - AASB 5 Non-current Assets Held for Sale and Discontinued Operations – Changes in methods of disposal
  - AASB 7 Financial Instruments: Disclosures – servicing contracts; applicability of the amendments to AASB 7 to condensed interim financial statements
  - AASB 119 Employee Benefits – regional market issue regarding discount rate
  - AASB 134 Interim Financial Reporting – disclosure of information ‘elsewhere in the interim financial report’

The adoption of this amendment did not have an impact on the Guild.

- *AASB 2015-2 Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101* amends AASB 101 *Presentation of Financial Statements* to clarify existing presentation and disclosure requirements and to ensure entities are able to use judgement when applying the Standard in determining what information to disclose, where and in what order information is presented in their financial statements. For example the amendments make clear that materiality applies to the whole of financial statements and that the inclusion of immaterial information can inhibit the usefulness of financial disclosures.

The adoption of this amendment did not have an impact on the Guild.

- *AASB 2015-5 Amendments to Australian Accounting Standards – Investment Entities: Applying the Consolidation Exception* amends AASB 10 *Consolidated Financial Statements*, AASB 12 *Disclosure in Interests in Other Entities* and AASB 128 *Investments in Associates and Joint Ventures* to clarify how investment entities and their subsidiaries apply the consolidation exception.

The adoption of this amendment did not have an impact on the Guild.

### ***Future Australian Accounting Standards Requirements***

New standards, amendments to standards or interpretations that were issued prior to the sign-off date and are applicable to the future reporting period is not expected to have a future financial impact on Showmen’s Guild of Australasia.

## **1.5 Investment in associates and joint arrangements**

An associate is an entity over which the Showmen’s Guild of Australasia has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

A joint operation is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the individual assets and obligations for the liabilities of the joint operation.

The results and assets and liabilities of associates and its joint ventures are incorporated in these financial statements using the equity method of accounting, except when the investment is classified as held for sale, in which case it is accounted for in accordance with AASB 5 ‘Non-current Asset Held for Sale and Discontinued Operations’. ‘Under the

equity method, an investment in an associate or joint venture is initially recognised in the statement of financial position at cost and adjusted thereafter to recognise the share of the profit or loss and other comprehensive income of the associate. When the share of losses of an associate or joint venture exceeds the interest in that associate, the Showmen's Guild of Australasia discontinues recognising its share of further losses. Additional losses are recognised only to the extent that it has incurred legal or constructive obligations or made payments on behalf of the associate or joint venture.

Any excess of the cost of acquisition over the share of the net fair value of the identifiable assets, liabilities and contingent liabilities of the associate recognised at the date of acquisition is recognised as goodwill, which is included within the carrying amount of the investment. Any excess of the share of the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition, after reassessment, is recognised immediately in profit or loss.

#### **1.6 Acquisition of assets and or liabilities that do not constitute a business combination**

The net book value of assets and or liabilities transferred to Showmen's Guild of Australasia for no consideration is used to account for an amalgamation under Part 2 of Chapter 3 of the *Fair Work (Registered Organisations) Act 2009/a* restructure of the branches of the Showmen's Guild of Austrasia is determination by the Commissioner under subsections 245(1) of the *Fair Work (Registered Organisations) Act 2009/a* revocation by the Commissioner under subsection 249(1) of the *Fair Work (Registered Organisations) Act 2009*.

The assets and liabilities are recognised as at the date of transfer.

#### **1.7 Revenue**

Revenue is measured at the fair value of the consideration received or receivable.

Revenue from subscriptions is accounted for on an accrual basis and is recorded as revenue in the year to which it relates.

Revenue from the sale of goods is recognised when, the risks and rewards of ownership have been transferred to the buyer, the entity retains no managerial involvement or effective control over the goods, the revenue and transaction costs incurred can be reliably measured, and it is probable that the economic benefits associated with the transaction will flow to the entity.

Donation income is recognised when it is received.

Receivables for goods and services, which have 30 day terms, are recognised at the nominal amounts due less any impairment allowance account. Collectability of debts is reviewed at end of the reporting period. Allowances are made when collectability of the debt is no longer probable.

Interest revenue is recognised on an accrual basis using the effective interest method.

Rental revenue is recognised when it is received.

## 1.8 Government grants<sup>1</sup>

Government grants are not recognised until there is reasonable assurance that the Showmen's Guild of Australasia will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognised in profit or loss on a systematic basis over the periods in which the Showmen's Guild of Australasia recognises as expenses the related costs for which the grants are intended to compensate. Specifically, government grants whose primary condition is that the Showmen's Guild of Australasia should purchase, construct otherwise acquire non-current assets are recognised as deferred revenue in the statement of financial position and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Showmen's Guild of Australasia with no future related costs are recognised in profit or loss in the period in which they become receivable.

## 1.9 Gains

### *Sale of assets*

Gains and losses from disposal of assets are recognised when control of the asset has passed to the buyer.

## 1.10 Capitation fees and levies

Capitation fees and levies are recognised on an accrual basis and recorded as a revenue and/or expense in the year to which it relates.

## 1.11 Employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave and termination benefits when it is probable that settlement will be required and they are capable of being measured reliably.

Liabilities for short-term employee benefits (as defined in AASB 119 *Employee Benefits*) and termination benefits which are expected to be settled within twelve months of the end of reporting period are measured at their nominal amounts. The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

Other long-term employee benefits which are expected to be settled beyond twelve months are measured as the present value of the estimated future cash outflows to be made by the reporting unit in respect of services provided by employees up to reporting date.

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

---

<sup>1</sup> Policy relevant for for-profit reporting units. Not-for-profit reporting units must comply with AASB 1004 Contributions.

Provision is made for separation and redundancy benefit payments. The reporting unit recognises a provision for termination as part of a broader restructuring when it has developed a detailed formal plan for the terminations and has informed those employees affected that it will carry out the terminations. A provision for voluntary termination is recognised when the employee has accepted the offer of termination.

### **1.12 Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Where an asset is acquired by means of a finance lease, the asset is capitalised at either the fair value of the lease property or, if lower, the present value of minimum lease payments at the inception of the contract and a liability is recognised at the same time and for the same amount.

The discount rate used is the interest rate implicit in the lease. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are expensed on a straight-line basis which is representative of the pattern of benefits derived from the leased assets.

Rental revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

### **1.13 Borrowing costs**

All borrowing costs are recognised in profit and loss in the period in which they are incurred.

### **1.14 Cash**

Cash is recognised at its nominal amount. Cash and cash equivalents includes cash on hand, deposits held at call with bank, other short-term highly liquid investments with original maturity of 3 months or less that are readily convertible to known amounts of cash and subject to insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the consolidated statement of financial position.

### **1.15 Financial instruments**

Financial assets and financial liabilities are recognised when a Showmen's Guild of Australasia entity becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

## 1.16 Financial assets

Financial assets are classified into the following specified categories: financial assets at fair value through profit or loss, held-to-maturity investments, available-for-sale financial assets and loans and receivables. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. All regular way purchases or sales of financial assets are recognised and derecognised upon trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

### ***Fair value through profit or loss***

Financial assets are classified as at fair value through profit or loss when the financial asset is either held for trading or it is designated as at fair value through profit or loss.

A financial asset is classified as held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the reporting unit manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial asset other than a financial asset held for trading may be designated as at fair value through profit or loss upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial asset forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the reporting units documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and AASB 139 'Financial Instruments: Recognition and Measurement' permits the entire combined contract (asset or liability) to be designated as at fair value through profit or loss.

Financial assets at fair value through profit or loss are stated at fair value, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'other gains and losses' line item in the statement of comprehensive income.

### ***Held-to-maturity investments***

Financial assets with fixed or determinable payments and fixed maturity dates that the reporting unit has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are measured at amortised cost using the effective interest method less any impairment.



### ***Available-for-sale***

Listed shares and listed redeemable notes held by the reporting unit that are traded in an active market are classified as available-for-sale and are stated at fair value. The reporting unit also has investments in unlisted shares that are not traded in an active market but that are also classified as available-for-sale financial assets and stated at fair value. Gains and losses arising from changes in fair value are recognised in other comprehensive income and accumulated in the investments revaluation reserve, with the exception of impairment losses, interest calculated using the effective interest method, and foreign exchange gains and losses on monetary assets, which are recognised in profit or loss. Where the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to profit or loss.

Dividends on available-for-sale equity instruments are recognised in profit or loss when the reporting unit right to receive the dividends is established. The fair value of available-for-sale monetary assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. The foreign exchange gains and losses that are recognised in profit or loss are determined based on the amortised cost of the monetary asset. Other foreign exchange gains and losses are recognised in other comprehensive income.

### ***Loan and receivables***

In the Consolidated financials, loans to Showmen's Club & Function Centre are classified as financial asset.

#### ***Loans to Showmen's Club***

Loans to Showmen's Club & Function Centre operations do not have fixed or determinable regular repayments and are classified as 'loans and receivables' in the financial statement. This loan is interest free and capital repayments made from net operating profits of Showmen's Club & Function Centre.

Trade receivables, other loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment. Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

### ***Effective interest method***

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, when appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest rate basis except for debt instruments other than those financial assets that are recognised at fair value through profit or loss.

## ***Impairment of financial assets***

Financial assets, other than those at fair value through profit or loss, are assessed for impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

For certain categories of financial asset, such as trade receivables, assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the reporting units past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period of 60 days, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets carried at amortised cost, the amount of the impairment loss recognised is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

For financial assets carried at cost, the amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

When an available-for-sale financial asset is considered to be impaired, cumulative gains or losses previously recognised in other comprehensive income are reclassified to profit or loss in the period.

For financial assets measured at amortised cost, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

In respect of available-for-sale equity securities, impairment losses previously recognised in profit or loss are not reversed through profit or loss. Any increase in fair value subsequent to an impairment loss is recognised in other comprehensive income and accumulated under the heading of investments revaluation reserve. In respect of available-for-sale debt securities, impairment losses are subsequently reversed through profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss.

## ***Derecognition of financial assets***

The reporting unit derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss.

### **1.17 Financial Liabilities**

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities. Financial liabilities are recognised and derecognised upon 'trade date'.

#### ***Fair value through profit or loss***

Financial liabilities are classified as at fair value through profit or loss when the financial liability is either held for trading or it is designated as at fair value through profit or loss.

A financial liability is classified as held for trading if:

- it has been acquired principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the reporting unit manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at fair value through profit or loss upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the reporting units documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and AASB 139 'Financial Instruments: Recognition and Measurement' permits the entire combined contract (asset or liability) to be designated as at fair value through profit or loss.

Financial liabilities at fair value through profit or loss are stated at fair value, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability and is included in the 'other gains and losses' line item in the statement of comprehensive income.

#### ***Other financial liabilities***

Other financial liabilities, including borrowings and trade and other payables, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

### ***Derecognition of financial liabilities***

The reporting unit derecognises financial liabilities when, and only when, the reporting units obligations are discharged, cancelled or they expire. The difference between the carrying amounts of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

## **1.18 Contingent Liabilities and Contingent Assets**

Contingent liabilities and contingent assets are not recognised in the Consolidated Statement of Financial Position but are reported in the relevant notes. They may arise from uncertainty as to the existence of a liability or asset or represent an existing liability or asset in respect of which the amount cannot be reliably measured. Contingent assets are disclosed when settlement is probable but not virtually certain, and contingent liabilities are disclosed when settlement is greater than remote.

## **1.19 Land, Buildings, Plant and Equipment**

### ***Asset Recognition Threshold***

Purchases of land, buildings, plant and equipment are recognised initially at cost in the Consolidated Statement of Financial Position. The initial cost of an asset includes an estimate of the cost of dismantling and removing the item and restoring the site on which it is located.

### ***Revaluations—Land and Buildings***

Following initial recognition at cost, land and buildings are carried at fair value less subsequent accumulated depreciation and accumulated impairment losses. Revaluations are performed with sufficient frequency such that the carrying amount of assets do not differ materially from those that would be determined using fair values as at the reporting date.

Revaluation adjustments are made on a class basis. Any revaluation increment is credited to equity under the heading of asset revaluation reserve except to the extent that it reversed a previous revaluation decrement of the same asset class that was previously recognised in the surplus/deficit. Revaluation decrements for a class of assets are recognised directly in the profit or loss except to the extent that they reverse a previous revaluation increment for that class. Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the asset is restated to the revalued amount.

### ***Depreciation***

Depreciable property, plant and equipment assets are written-off to their estimated residual values over their estimated useful life using, in all cases, the straight line method of depreciation. Depreciation rates (useful lives), residual values and methods are reviewed at each reporting date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate.

Depreciation rates applying to each class of depreciable asset are based on the following useful lives:

|                                       | 2017             | 2016      |
|---------------------------------------|------------------|-----------|
| Land & buildings - valuation          | <b>40 years</b>  | 40 years  |
| Dining area and hall equipment        | <b>8 years</b>   | 8 years   |
| Kids Play room equipment              | <b>5 years</b>   | 5 years   |
| Bar, Dining & Kitchen Area equipment  | <b>5 years</b>   | 5 years   |
| Office& computer equipment            | <b>5 years</b>   | 5 years   |
| Outdoor: Big Spilt & Garden equipment | <b>10 years</b>  | 10 years  |
| Gaming Room Machines                  | <b>5 years</b>   | 5 years   |
| Signage on Building                   | <b>10 years</b>  | 10 years  |
| Motor Vehicle-commercial              | <b>7.5 years</b> | 7.5 years |

### ***Derecognition***

An item of land, buildings, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the profit and loss.

## **1.20 Investment property**

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at its cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at fair value. Gains and losses arising from changes in the fair value of investment properties are included in profit and loss in the period in which they arise.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

## **1.21 Intangibles**

Intangible assets with finite lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful life. The estimated useful lives and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses. The Showmen's Guild of Australasia in 2017 Consolidated Financial Statements has no intangible assets.

## ***Derecognition***

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in profit and loss when the asset is derecognised.

### **1.22 Impairment of non-financial assets**

All assets are assessed for impairment at the end of each reporting period to the extent that there is an impairment trigger. Where indications of impairment exist, the asset's recoverable amount is estimated and an impairment adjustment made if the asset's recoverable amount is less than its carrying amount.

The recoverable amount of an asset is the higher of its fair value less costs of disposal and its value in use. Value in use is the present value of the future cash flows expected to be derived from the asset. Where the future economic benefit of an asset is not primarily dependent on the asset's ability to generate future cash flows, and the asset would be replaced if the Showmen's Guild of Australasia were deprived of the asset, its value in use is taken to be its depreciated replacement cost.

### **1.23 Non-current assets held for sale**

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the non-current asset is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their previous carrying amount and fair value less costs of disposal.

### **1.24 Taxation**

The Showmen's Guild of Australasia is exempt from income tax under section 50.1 of the Income Tax Assessment Act 1997 however still has obligation for Fringe Benefits Tax (FBT) and the Goods and Services Tax (GST) and Income tax subject to the Tax offices rules of Mutuality and taxable income generated from Keno and Poker Machine gaming turnover.

Revenues, expenses and assets are recognised net of GST except:

- where the amount of GST incurred is not recoverable from the Australian Taxation Office; and
- for receivables and payables.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified within operating cash flows.

## 1.25 Fair value measurement

The Showmen's Guild of Australasia measures financial instruments, such as, financial asset as at fair value through the profit and loss, available for sale financial assets, and non-financial assets such as land and buildings and investment properties, at fair value at each balance sheet date. Also, fair values of financial instruments measured at amortised cost are disclosed in Note 16A.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Showmen's Guild of Australasia. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Showmen's Guild of Australasia uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1—Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2—Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3—Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Showmen's Guild of Australasia determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as land and buildings and investment properties. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. For the purpose of fair value disclosures, the Showmen's Guild of Australasia has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

## **1.26 Going concern**

Showmen's Guild of Australasia is not reliant on any agreed financial support to continue on a going concern basis.

Showmen's Guild of Australasia has agreed to provide the Showmen's Club & Function Centre (Club) with financial support (Loans) to ensure they can continue on as a going concern basis. This agreed financial support is given in way of loans. This agreement is to continue until the Club's gaming and convention operations generate sufficient net profit to start making repayments on the outstanding loans. These loans to the Club operations are interest free to the Club. Reduction of the capital amounts of these loans will be funded from the expected excess profit from the Club's 2018 and future years operations.

## **Note 2 Events after the reporting period**

There were no events that occurred after 31 December 2017, and/or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of The Showmen's Guild of Australasia.



|   | <b>Consolidated</b> |                |
|---|---------------------|----------------|
|   | <b>2017</b>         | <b>2016</b>    |
|   | <b>\$</b>           | <b>\$</b>      |
| <b>Note 3 Income</b>                                |                     |                |
| <b>Note 3A: Capitation fees</b>                     |                     |                |
|   | -                   | -              |
| <b>Total capitation fees</b>                        | -                   | -              |
| <b>Note 3B: Levies</b>                              |                     |                |
| Ground Admin Fee (Levy)                             | 95,070              | 147,451        |
| Ground Transfers                                    | 4,201               | 523            |
| Fines SGA Members                                   | 7,256               | 7,477          |
| AFEI Subscription                                   | -                   | 1,560          |
| Advertising Levy (Social Media)                     | 79,073              | -              |
| <b>Total levies</b>                                 | <b>185,600</b>      | <b>157,011</b> |
| <b>Note 3C: Interest</b>                            |                     |                |
| Bank Term Deposits                                  | 6,770               | 11,798         |
| Loans   | -                   | -              |
| <b>Total interest</b>                               | <b>6,770</b>        | <b>11,798</b>  |
| <b>Note 3D: Rental revenue</b>                      |                     |                |
| Properties (Rental Caretakers House)                | 5,891               | 5,563          |
| Other (Rental received on behalf of Show Societies) | 303,926             | 577,154        |
| <b>Total rental revenue</b>                         | <b>309,817</b>      | <b>582,717</b> |
| <b>Note 3E: Grants or donations</b>                 |                     |                |
| Grants  | -                   | -              |
| Donations Received                                  | 1,475               | 500            |
| <b>Total grants or donations</b>                    | <b>1,475</b>        | <b>500</b>     |
| <b>Note 3F: Net gains from sale of assets</b>       |                     |                |
| Land and buildings                                  | -                   | -              |
| Plant and equipment                                 | -                   | -              |
| Intangibles   | -                   | -              |
| <b>Total net gain from sale of assets</b>           | <b>-</b>            | <b>-</b>       |

|                             | 2017 | 2016 |
|-----------------------------|------|------|
|                             | \$   | \$   |
| <b>Note 4      Expenses</b> |      |      |

**Note 4A: Employee expenses**

**Holders of office:**

|   |   |   |
|---|---|---|
| Wages and salaries                                  | - | - |
| Superannuation                                      | - | - |
| Leave and other entitlements                        | - | - |
| Separation and redundancies                         | - | - |
| Other employee expenses                             | - | - |
| <b>Subtotal employee expenses holders of office</b> | - | - |

**Employees other than office holders:**

|   |         |         |
|---|---------|---------|
| Wages and salaries  | 325,100 | 312,914 |
| Superannuation  | 30,159  | 28,768  |
| Leave and other entitlements  | 11,851  | 16,902  |
| Separation and redundancies   | -       | -       |
| Other employee expenses   | -       | -       |
| <b>Subtotal employee expenses employees other than office holders</b> | 367,110 | 358,584 |
| <b>Total employee expenses</b>  | 367,110 | 358,584 |

**Note 4B: Capitation fees**

|                              |   |   |
|------------------------------|---|---|
|                              | - | - |
| <b>Total capitation fees</b> | - | - |

**Note 4C: Affiliation fees**

|   |   |   |
|---|---|---|
|   | - | - |
| <b>Total affiliation fees/subscriptions</b> | - | - |

|      |      |
|------|------|
| 2017 | 2016 |
| \$   | \$   |

#### Note 4D: Administration expenses

|   |               |               |
|---|---------------|---------------|
| Consideration to employers for payroll deductions | -             | -             |
| Compulsory levies                                 | -             | -             |
| Fees/allowances - meeting and conferences         | -             | -             |
| Conference and meeting expenses                   | 19,072        | 15,089        |
| Contractors/consultants                           | -             | -             |
| Property expenses                                 | -             | -             |
| Office expenses                                   | 16,335        | 15,432        |
| Information communications technology             | -             | -             |
| Other   | -             | -             |
| <b>Subtotal administration expense</b>            | <b>35,407</b> | <b>30,521</b> |
| Operating lease rentals:                          |               |               |
| Minimum lease payments                            | -             | -             |
| <b>Total administration expenses</b>              | <b>-</b>      | <b>-</b>      |

#### Note 4E: Grants or donations

|                                      |              |              |
|--------------------------------------|--------------|--------------|
| Grants:                              |              |              |
| Total paid that were \$1,000 or less | -            | -            |
| Total paid that exceeded \$1,000     | -            | -            |
| Donations:                           |              |              |
| Total paid that were \$1,000 or less | 5            | 300          |
| Total paid that exceeded \$1,000     | 4,100        | 1,500        |
| <b>Total grants or donations</b>     | <b>4,105</b> | <b>1,800</b> |

#### Note 4F: Depreciation and amortisation

|  |               |               |
|--|---------------|---------------|
| Depreciation                               | -             | -             |
| Land & buildings                           | -             | -             |
| Property, plant and equipment              | 11,399        | 15,472        |
| <b>Total depreciation</b>                  | <b>11,399</b> | <b>15,472</b> |
| Amortisation                               |               |               |
| Intangibles                                | -             | -             |
| <b>Total amortisation</b>                  | <b>-</b>      | <b>-</b>      |
| <b>Total depreciation and amortisation</b> | <b>11,399</b> | <b>15,472</b> |

|   | 2017<br>\$     | 2016<br>\$     |
|---|----------------|----------------|
| <b>Note 4G: Finance costs</b>                       |                |                |
| Finance leases                                      | 13,573         | 13,573         |
| Overdrafts/loans                                    | -              | -              |
| Unwinding of discount                               | -              | -              |
| <b>Total finance costs</b>                          | <b>13,573</b>  | <b>13,573</b>  |
| <b>Note 4H: Legal costs</b>                         |                |                |
| Litigation  | -              | -              |
| Other legal matters                                 | 1,818          | 14,408         |
| <b>Total legal costs</b>                            | <b>1,818</b>   | <b>14,408</b>  |
| <b>Note 4I: Write-down and impairment of assets</b> |                |                |
| Asset write-downs and impairments of:               |                |                |
| Land and buildings                                  | -              | -              |
| Plant and equipment                                 | -              | -              |
| Intangible assets                                   | -              | -              |
| Other   | -              | -              |
| <b>Total write-down and impairment of assets</b>    | <b>-</b>       | <b>-</b>       |
| <b>Note 4J: Net losses from sale of assets</b>      |                |                |
| Land and buildings                                  | -              | -              |
| Plant and equipment                                 | 891            | -              |
| Intangibles   | -              | -              |
| <b>Total net losses from asset sales</b>            | <b>891</b>     | <b>-</b>       |
| <b>Note 4K: Other expenses</b>                      |                |                |
| Other Expenses – Rental paid to Show Societies      | 359,694        | 476,605        |
| Other Expenses – Travelling School Maintenance      | -              | 565            |
| Other Expenses – Insurance                          | 5,868          | 27,778         |
| Other Expenses – Repairs & Maintenance              | 31,399         | 17,350         |
| Other Expenses – Travel & Accommodation/Conferences | -              | -              |
| Other Expenses – Gas & Electricity                  | 48,740         | 43,680         |
| Other Expenses – Postage, Printing & Stationery     | -              | -              |
| Other Expenses – Bookkeeping & Accounting           | 20,518         | 14,705         |
| Other Expenses- Think Tank Event & Show cost        | 9,561          | 9,258          |
| Other Expenses – Rates & Land Tax                   | 9,758          | 9,289          |
| Other Expenses – Advertising & Promotion            | 85,224         | 15,326         |
| Other Expenses – Equipment & Tools                  | 35,225         | 12,410         |
| Other Expenses – Staff Amenities                    | 16,725         | 5,862          |
| Other Expenses – Various                            | 87,522         | 50,613         |
| Penalties - via RO Act or RO Regulations            | -              | -              |
| <b>Total other expenses</b>                         | <b>710,234</b> | <b>683,441</b> |

|      |      |
|------|------|
| 2017 | 2016 |
| \$   | \$   |

## Note 5 Current Assets

### Note 5A: Cash and Cash Equivalents

|  |                |                |
|--|----------------|----------------|
| Cash at bank                           | 443,306        | 305,999        |
| Cash on hand                           | 33,888         | 22,308         |
| Short term deposits                    | -              | 350,000        |
| Other                                  | -              | -              |
| <b>Total cash and cash equivalents</b> | <b>477,194</b> | <b>678,307</b> |

### Note 5B: Trade and Other Receivables

#### Receivables from other reporting unit[s]

Trade debtors

#### Total receivables from other reporting unit[s]

#### Less provision for doubtful debts

#### Total provision for doubtful debts

#### Receivable from other reporting unit[s] (net)

#### Other receivables:

GST receivable

Other trade receivables

2018 Membership fees accrued

#### Total other receivables

#### Total trade and other receivables (net)

### Note 5C: Other Current Assets

Closing Stock - at cost Club

#### Total other current assets

|       |       |
|-------|-------|
| 8,770 | 9,406 |
| 8,770 | 9,406 |

|                                       | 2017<br>\$ | 2016<br>\$ |
|---------------------------------------|------------|------------|
| <b>Note 6      Non-current Assets</b> |            |            |

**Note 6A: Land and buildings**

|                                 |                  |                  |
|---------------------------------|------------------|------------------|
| Land and buildings:             |                  |                  |
| fair value                      | 3,000,000        | 3,000,000        |
| accumulated depreciation        | -                | -                |
| <b>Total land and buildings</b> | <b>3,000,000</b> | <b>3,000,000</b> |

**Reconciliation of Opening and Closing Balances of Land and Buildings**

|   |                  |                  |
|---|------------------|------------------|
| <b>As at 1 January 2017</b>                             |                  |                  |
| Gross book value  | 3,000,000        | 1,950,000        |
| Accumulated depreciation and impairment                 | -                | -                |
| <b>Net book value 1 January 2017</b>                    | <b>3,000,000</b> | <b>1,950,000</b> |
| Additions:  |                  |                  |
| By purchase   | -                | -                |
| From acquisition of entities (including restructuring)  | -                | -                |
| Revaluations  | -                | 1,050,000        |
| Impairments   | -                | -                |
| Depreciation expense                                    | -                | -                |
| Other movement  | -                | -                |
| Disposals:  |                  |                  |
| From disposal of entities (including restructuring)     | -                | -                |
| Other   | -                | -                |
| <b>Net book value 31 December 2017</b>                  | <b>3,000,000</b> | <b>3,000,000</b> |
| <b>Net book value as of 31 December represented by:</b> |                  |                  |
| Gross book value  | 3,000,000        | 3,000,000        |
| Accumulated depreciation and impairment                 | -                | -                |
| <b>Net book value 31 December 2017</b>                  | <b>3,000,000</b> | <b>3,000,000</b> |

The revalued land and buildings consists of property located at 4 Turner Avenue Yatala QLD 4207. Management determined that these constitute one class of asset under AASB 13, based on the nature, characteristics and risks of the property.

Fair value of the properties was determined by using market comparable method. This means that valuations performed by the valuer are based on active market prices, significantly adjusted for difference in the nature, location or condition of the specific property. As at the date of revaluation 2<sup>nd</sup> August 2016, the properties' fair values are based on valuations performed by Geoff Kerkow of Lauremeg Pty Ltd Beenleigh QLD (property consultants and an accredited independent valuer).

|                                     | 2017 | 2016 |
|-------------------------------------|------|------|
|                                     | \$   | \$   |
| <b>Note 6B: Plant and equipment</b> |      |      |

|                                  |                |                |
|----------------------------------|----------------|----------------|
| Plant and equipment:             |                |                |
| at cost                          | 626,106        | 645,607        |
| accumulated depreciation         | (316,848)      | (310,350)      |
| <b>Total plant and equipment</b> | <b>309,258</b> | <b>335,257</b> |

***Reconciliation of Opening and Closing Balances of Plant and Equipment***

|   |                |                |
|---|----------------|----------------|
| <b>As at 1 January 2017</b>                             |                |                |
| Gross book value  | 645,607        | 659,707        |
| Accumulated depreciation and impairment                 | (310,350)      | (294,878)      |
| <b>Net book value 1 January 2017</b>                    | <b>335,257</b> | <b>364,829</b> |
| Additions:  |                |                |
| By purchase   | -              | -              |
| From acquisition of entities (including restructuring)  | -              | -              |
| Impairments   | -              | -              |
| Depreciation expense                                    | (11,399)       | (15,472)       |
| Other movement  | -              | -              |
| Disposals:  | (5,928)        | -              |
| Accumulated depreciation of disposal assets             | 4,901          | -              |
| Solar panels 12 month leasing fees                      | (13,573)       | (14,100)       |
| <b>Net book value 31 December 2017</b>                  | <b>309,258</b> | <b>335,257</b> |
| <b>Net book value as of 31 December represented by:</b> |                |                |
| Gross book value  | 626,106        | 645,607        |
| Accumulated depreciation and impairment                 | (316,848)      | (310,350)      |
| <b>Net book value 31 December 2017</b>                  | <b>309,258</b> | <b>335,257</b> |

|      |      |
|------|------|
| 2017 | 2016 |
| \$   | \$   |

**Note 6C: Other Non-current Assets**

|   |               |          |
|---|---------------|----------|
| Loans to Showmen's Club                 | 30,347        | -        |
| <b>Total other non-financial assets</b> | <b>30,347</b> | <b>-</b> |

**Note 7 Current Liabilities**

**Note 7A: Trade payables**

|   |               |               |
|---|---------------|---------------|
| Trade creditors and accruals                        | 26,172        | 43,093        |
| Operating lease rentals                             | -             | -             |
| <b>Subtotal trade creditors</b>                     | <b>26,172</b> | <b>43,093</b> |
| <b>Payables to other reporting unit[s]</b>          | -             | -             |
| <b>Subtotal payables to other reporting unit[s]</b> | <b>-</b>      | <b>-</b>      |
| <b>Total trade payables</b>                         | <b>26,172</b> | <b>43,093</b> |

Settlement is usually made within 30 days.



|   | 2017<br>\$     | 2016<br>\$    |
|---|----------------|---------------|
| <b>Note 7B: Other payables</b>                      |                |               |
| Superannuation                                      | 2,366          | 5,262         |
| Consideration to employers for payroll deductions   | 9,440          | 7,205         |
| Legal costs   | -              | -             |
| Litigation  | -              | -             |
| Other legal matters                                 | -              | -             |
| Prepayments/unearned revenue                        | -              | -             |
| GST payable   | 12,688         | -             |
| Loans from Showmen's Guild to Club                  | 30,347         | -             |
| Finance Lease                                       | 20,204         | 33,777        |
| 2018 Membership fee pre-paid – Guild                | 103,092        | 33,950        |
| <b>Total other payables</b>                         | <b>178,137</b> | <b>80,193</b> |
| Total other payables are expected to be settled in: |                |               |
| No more than 12 months                              | 141,159        | 46,416        |
| More than 12 months                                 | 36,978         | 33,777        |
| <b>Total other payables</b>                         | <b>178,137</b> | <b>80,193</b> |

## **Note 8      Provisions**

### **Note 8A: Employee Provisions**

#### **Office Holders:**

|  |          |          |
|--|----------|----------|
| Annual leave                                       | -        | -        |
| Long service leave                                 | -        | -        |
| Separations and redundancies                       | -        | -        |
| Other  | -        | -        |
| <b>Subtotal employee provisions—office holders</b> | <b>-</b> | <b>-</b> |

#### **Employees other than office holders:**

|   |               |               |
|---|---------------|---------------|
| Annual leave  | 15,085        | 6,701         |
| Long service leave  | -             | -             |
| Separations and redundancies  | -             | -             |
| Sick Leave  | 13,081        | 12,363        |
| Time in Lieu  | 9,738         | 6,990         |
| <b>Subtotal employee provisions—employees other than office holders</b> | <b>37,904</b> | <b>26,054</b> |
| <b>Total employee provisions</b>  | <b>37,904</b> | <b>26,054</b> |

|                                  |               |               |
|----------------------------------|---------------|---------------|
| Current                          | 24,823        | 13,691        |
| Non Current                      | 13,081        | 12,363        |
| <b>Total employee provisions</b> | <b>37,904</b> | <b>26,054</b> |

|      |      |
|------|------|
| 2017 | 2016 |
| \$   | \$   |

## Note 9 Equity

### Note 9A: Funds

#### General Fund

|                                    |                  |           |
|------------------------------------|------------------|-----------|
| <b>Balance as at start of year</b> | <b>1,216,727</b> | 1,216,727 |
| Transferred to reserve             | -                | -         |
| Transferred out of reserve         | -                | -         |
| <b>Balance as at end of year</b>   | <b>1,216,727</b> | 1,216,727 |

#### Asset Revaluation Reserve

|                                    |                  |           |
|------------------------------------|------------------|-----------|
| <b>Balance as at start of year</b> | <b>1,050,000</b> | -         |
| Transferred to reserve             | -                | 1,050,000 |
| Transferred out of reserve         | -                | -         |
| <b>Balance as at end of year</b>   | <b>1,050,000</b> | 1,050,000 |
| <b>Total Reserves</b>              | <b>2,266,727</b> | 2,266,727 |

### Note 9B: Other Specific disclosures - Funds

#### Compulsory levy/voluntary contribution fund – if invested in assets

|   |   |
|---|---|
| - | - |
|---|---|

#### Other fund(s) required by rules

|                                    |   |   |
|------------------------------------|---|---|
| <b>Balance as at start of year</b> | - | - |
| Transferred to reserve             | - | - |
| Transferred out of reserve         | - | - |
| <b>Balance as at end of year</b>   | - | - |

|      |      |
|------|------|
| 2017 | 2016 |
| \$   | \$   |

## Note 10 Cash Flow

### Note 10A: Cash Flow Reconciliation

#### Reconciliation of cash and cash equivalents as per Balance Sheet to Cash Flow Statement:

##### Cash and cash equivalents as per:

|                     |         |         |
|---------------------|---------|---------|
| Cash flow statement | 477,194 | 678,307 |
| Balance sheet       | 477,194 | 678,307 |
| <b>Difference</b>   | -       | -       |

#### Reconciliation of profit/(deficit) to net cash from operating activities:

|                               |           |           |
|-------------------------------|-----------|-----------|
| Profit/(deficit) for the year | (203,329) | 1,069,856 |
|-------------------------------|-----------|-----------|

##### Adjustments for non-cash items

|   |        |             |
|---|--------|-------------|
| Depreciation/amortisation                   | 11,399 | 15,472      |
| Net write-down of non-financial assets      | -      | -           |
| Fair value movements in investment property | -      | (1,050,000) |
| Gain on disposal of assets                  | -      | -           |
| Loss on sale of plant and equipment         | 891    | -           |

##### Changes in assets/liabilities

|   |                  |               |
|---|------------------|---------------|
| (Increase)/decrease in trade and other receivables  | (86,946)         | 11,192        |
| (Increase)/decrease in Loans to Showmen's Club      | (30,347)         | -             |
| (Increase)/decrease in inventories                  | 635              | 8,097         |
| Increase/(decrease) in trade payables               | (16,921)         | 3,828         |
| Increase/(decrease) in other payables               | 97,944           | 19,851        |
| Increase/(decrease) in employee provisions          | 11,851           | 16,903        |
| Increase/(decrease) in other provisions             | -                | (9,409)       |
| <b>Net cash from (used by) operating activities</b> | <b>(214,823)</b> | <b>85,790</b> |

### Note 10B: Cash flow information

|                           |                  |                  |
|---------------------------|------------------|------------------|
| Cash inflows              |                  |                  |
| Receipts from customers   | 1,439,957        | 1,710,728        |
| Interest received         | 6,770            | 11,798           |
| <b>Total cash inflows</b> | <b>1,446,727</b> | <b>1,722,526</b> |

|                                     |                    |                    |
|-------------------------------------|--------------------|--------------------|
| Cash outflows                       |                    |                    |
| Payments to Suppliers and employees | (1,647,548)        | (1,622,837)        |
| Interest and other costs of finance | (14,002)           | (13,899)           |
| <b>Total cash outflows</b>          | <b>(1,661,550)</b> | <b>(1,636,736)</b> |

|             |             |
|-------------|-------------|
| <b>2017</b> | <b>2016</b> |
| <b>\$</b>   | <b>\$</b>   |

## **Note 11      Contingent Liabilities, Assets and Commitments**

### **Note 11A: Commitments and Contingencies**

At 31<sup>st</sup> December 2017 the guild has commitments of \$20,204 (2016: \$33,777) relating to Solar Panels purchased in previous years

#### **Finance lease commitments—as lessee**

|  |               |               |
|--|---------------|---------------|
| Within one year                                | <b>13,573</b> | 14,100        |
| After one year but not more than five years    | <b>6,631</b>  | 19,677        |
| More than five years                           | -             | -             |
| <b>Total minimum lease payments</b>            | <b>20,204</b> | <b>33,777</b> |
| Less amounts representing finance charges      | -             | -             |
| <b>Present value of minimum lease payments</b> | <b>20,204</b> | <b>33,777</b> |

Included in the financial statements as:

|   |   |   |
|---|---|---|
| Current interest-bearing loans and borrowings     | - | - |
| Non-current interest-bearing loans and borrowings | - | - |

**Total included in interest-bearing loans and borrowings**

|   |   |
|---|---|
| - | - |
|---|---|

#### **Other contingent assets or liabilities (i.e. legal claims)**

NIL to date

|      |      |
|------|------|
| 2017 | 2016 |
| \$   | \$   |

## Note 12 Related Party Disclosures

### Note 12A: Related Party Transactions for the Reporting Period

There are no related party transactions except loans made to the Showmens Club & Function Centre from Showmens Guild of Australasia in 2017

The following table provides the total amount of loans that have been entered into with Showmens Guild of Australasia and Showmens Club & Function centre for the relevant year.

**Loans from Showmens Guild of Australasia to Showmens Club & function Centre includes the following:**

|        |   |
|--------|---|
| 30,347 | - |
|--------|---|

### Terms and conditions of Loans with Showmens Guild of Australasia & Showmens Club & Function Centre

The loans are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances of loans at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any of loans provided. For the year ended 31 December 2017, the Showmen's Guild of Australasia has not recorded any impairment of the loans relating to amounts owed by Showmens Club & Function Centre (2016: \$Nil). This assessment of ability to repay these loans is undertaken each financial year through examining the financial position of the Showmens Club & Function Centre and the market in which it operates.

### Note 12B: Key Management Personnel Remuneration for the Reporting Period

#### Short-term employee benefits

|   |               |               |
|---|---------------|---------------|
| Salary (including annual leave taken)     | 74,241        | 70,650        |
| Annual leave accrued                      | 11,152        | 6,374         |
| Performance bonus                         | -             | -             |
| <b>Total short-term employee benefits</b> | <b>85,393</b> | <b>77,024</b> |

#### Post-employment benefits:

|                                       |          |          |
|---------------------------------------|----------|----------|
| Superannuation                        | -        | -        |
| <b>Total post-employment benefits</b> | <b>-</b> | <b>-</b> |

#### Other long-term benefits:

|                                       |          |          |
|---------------------------------------|----------|----------|
| Long-service leave                    | -        | -        |
| <b>Total other long-term benefits</b> | <b>-</b> | <b>-</b> |

#### Termination benefits

|              |               |               |
|--------------|---------------|---------------|
|              | -             | -             |
| <b>Total</b> | <b>85,393</b> | <b>77,024</b> |

|  | 2017<br>\$ | 2016<br>\$ |
|--|------------|------------|
| <b>Note 12C: Transactions with key management personnel and their close family members</b> |            |            |
| <b>Loans to/from key management personnel</b>  |            |            |
| NIL  | -          | -          |
| <b>Other transactions with key management personnel</b>                                    |            |            |
| NIL  | -          | -          |

### **Note 13      Remuneration of Auditors**

|                                       |              |              |
|---------------------------------------|--------------|--------------|
| <b>Value of the services provided</b> |              |              |
| Financial statement audit services    | 3,350        | 4,500        |
| Other services                        | -            | -            |
| <b>Total remuneration of auditors</b> | <b>3,350</b> | <b>4,500</b> |

No other services were provided by the auditor of the financial statements.

### **Note 14      Financial Instruments**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the Showmens Guild 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 transactions costs, except where the instrument is classified "at fair value through profit or loss" in which case transactions costs are recognised as expenses in profit or loss immediately.

#### **Note 14A: Categories of Financial Instruments**

##### ***Financial Assets***

|  |                |                |
|--|----------------|----------------|
| Fair value through profit or loss:         |                |                |
| Cash and cash equivalents                  | 477,194        | 678,307        |
| Trade debtors                              | 102,989        | 9,839          |
| <b>Total</b>                               | <b>580,183</b> | <b>688,146</b> |
| <b>Carrying amount of financial assets</b> | <b>580,183</b> | <b>688,146</b> |

##### ***Financial Liabilities***

|   |               |               |
|---|---------------|---------------|
| Fair value through profit or loss:              |               |               |
| Creditors                                       | 26,172        | 43,093        |
| <b>Total</b>                                    | <b>26,172</b> | <b>43,093</b> |
| <b>Carrying amount of financial liabilities</b> | <b>26,172</b> | <b>43,093</b> |

|             |             |
|-------------|-------------|
| <b>2017</b> | <b>2016</b> |
| <b>\$</b>   | <b>\$</b>   |

**Note 14B: Net Income and Expense from Financial Assets**

|  |              |               |
|--|--------------|---------------|
| <b>Bank Interest revenue</b>                 | <b>6,770</b> | <b>11,798</b> |
| <b>Net gain/(loss) from financial assets</b> | <b>6,770</b> | <b>11,798</b> |

The net income/expense from financial assets not at fair value from profit and loss is \$ Nil. (2016:\$Nil).

**Note 14C: Net Income and Expense from Financial Liabilities**

|   |          |          |
|---|----------|----------|
| <b>Net gain/(loss) from financial liabilities</b> | <b>-</b> | <b>-</b> |
|---|----------|----------|

The net income/expense from financial liabilities not at fair value from profit and loss is \$ Nil. (2016:\$Nil).

|             |             |
|-------------|-------------|
| <b>2017</b> | <b>2016</b> |
| <b>\$</b>   | <b>\$</b>   |

**Note 14D: Credit Risk**

The following table illustrates the entity's gross exposure to credit risk, excluding any collateral or credit enhancements.

|                              |                |                |
|------------------------------|----------------|----------------|
| <b>Financial assets</b>      |                |                |
| Cash and cash equivalents    | <b>477,194</b> | <b>678,307</b> |
| Trade debtors                | <b>102,989</b> | <b>9,839</b>   |
| <b>Total</b>                 | <b>580,183</b> | <b>688,146</b> |
| <b>Financial liabilities</b> |                |                |
| Creditors                    | <b>26,172</b>  | <b>43,093</b>  |
| <b>Total</b>                 | <b>26,172</b>  | <b>43,093</b>  |

**Credit quality of financial instruments not past due or individually determined as impaired**

|               | <b>Not Past<br/>Due Nor<br/>Impaired<br/>2017<br/>\$</b> | <b>Past due or<br/>impaired<br/>2017<br/>\$</b> | <b>Not Past<br/>Due Nor<br/>Impaired<br/>2016<br/>\$</b> | <b>Past due or<br/>impaired<br/>2016<br/>\$</b> |
|---------------|--|---|--|---|
| Trade debtors | <b>102,989</b>   | <b>-</b>  | <b>9,839</b>   | <b>-</b>  |
| <b>Total</b>  | <b>102,989</b>   | <b>-</b>  | <b>9,839</b>   | <b>-</b>  |

Trade debtors are Membership Fees due for payment by February 2018

### Ageing of financial assets that were past due but not impaired for 2017

|               | 0 to 30<br>days<br>\$ | 31 to 60<br>days<br>\$ | 61 to 90<br>days<br>\$ | 90+ days<br>\$ | Total<br>\$    |
|---------------|-----------------------|------------------------|------------------------|----------------|----------------|
| Trade debtors | 96,168                | -                      | 300                    | 6,521          | 102,989        |
| <b>Total</b>  | <b>96,168</b>         | <b>-</b>               | <b>300</b>             | <b>6,521</b>   | <b>102,989</b> |

### Ageing of financial assets that were past due but not impaired for 2016

|               | 0 to 30 days<br>\$ | 31 to 60 days<br>\$ | 61 to 90<br>days<br>\$ | 90+ days<br>\$ | Total<br>\$  |
|---------------|--------------------|---------------------|------------------------|----------------|--------------|
| Trade debtors | 1,769              | -                   | -                      | 8,070          | 9,839        |
| <b>Total</b>  | <b>1,769</b>       | <b>-</b>            | <b>-</b>               | <b>8,070</b>   | <b>9,839</b> |

### Note 14E: Liquidity Risk

Liquidity risk arises from the possibility that the entity might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The Showmen's Guild of Australasia manages this risk through only investing surplus cash on Term Deposits with major financial institutions.

### Contractual maturities for financial liabilities 2017

|                | On<br>Demand  | < 1 year<br>\$ | 1– 2<br>years<br>\$ | 2– 5<br>years<br>\$ | >5 years<br>\$ | Total<br>\$   |
|----------------|---------------|----------------|---------------------|---------------------|----------------|---------------|
| Trade payables | 26,172        | -              | -                   | -                   | -              | 26,172        |
| <b>Total</b>   | <b>26,172</b> | <b>-</b>       | <b>-</b>            | <b>-</b>            | <b>-</b>       | <b>26,172</b> |

### Contractual maturities for financial liabilities 2016

|                | On<br>Demand  | < 1 year<br>\$ | 1– 2 years<br>\$ | 2– 5<br>years<br>\$ | >5 years<br>\$ | Total<br>\$   |
|----------------|---------------|----------------|------------------|---------------------|----------------|---------------|
| Trade payables | 43,093        | -              | -                | -                   | -              | 43,093        |
| <b>Total</b>   | <b>43,093</b> | <b>-</b>       | <b>-</b>         | <b>-</b>            | <b>-</b>       | <b>43,093</b> |

### Note 14F: Market Risk - Not Applicable

### Note 14G: Asset Pledged/or Held as Collateral – Not Applicable



## Note 15 Fair Value Measurement

### Note 15A: Financial Assets and Liabilities

Management of the reporting unit assessed that cash, trade receivables, trade payables, and other current liabilities approximate their carrying amounts largely due to the short term maturities of these instruments.

The fair value of financial assets and liabilities is included at the amount which the instrument could be exchanged in a current transaction between willing parties. The following methods and assumptions were used to estimate the fair values:

- Fair values of the reporting unit's interest-bearing borrowings and loans are determined by using a discounted cash flow method. The discount rate used reflects the issuer's borrowing rate as at the end of the reporting period. The own performance risk as at 31 December 2017 was assessed to be insignificant.
- Fair value of available-for-sale financial assets is derived from quoted market prices in active markets.
- Long-term fixed-rate and variable-rate receivables/borrowings are evaluated by the Group based on parameters such as interest rates and individual credit worthiness of the customer. Based on this evaluation, allowances are taken into account for the expected losses of these receivables. As at 31 December 2017 the carrying amounts of such receivables, net of allowances, were not materially different from their calculated fair values.

The following table contains the carrying amounts and related fair values for the Showmen's Guild of Australasia consolidated financial assets and liabilities:

| Consolidated                 | Carrying<br>Amount<br>2017<br>\$ | Fair<br>value<br>2017<br>\$ | Carrying<br>amount<br>2016<br>\$ | Fair<br>value<br>2016<br>\$ |
|------------------------------|----------------------------------|-----------------------------|----------------------------------|-----------------------------|
| <b>Financial Assets</b>      |                                  |                             |                                  |                             |
| Loans from Guild to Club a/c | 30,347                           | 30,347                      | -                                | -                           |
| <b>Total</b>                 | <b>30,347</b>                    | <b>30,347</b>               | -                                | -                           |
| <b>Financial Liabilities</b> |                                  |                             |                                  |                             |
| Loans                        | -                                | -                           | -                                | -                           |
| <b>Total</b>                 | -                                | -                           | -                                | -                           |

### Note 15B: Financial and Non-financial Assets and Liabilities Fair Value Hierarchy

The following tables provide an analysis of financial and non-financial assets and liabilities that are measured at fair value, by fair value hierarchy.

#### Fair value hierarchy – Consolidated 31 December 2017

|                                      | Date of<br>valuation | Level 1<br>\$    | Level 2<br>\$ | Level 3<br>\$ |
|--------------------------------------|----------------------|------------------|---------------|---------------|
| <b>Assets measured at fair value</b> |                      |                  |               |               |
| Land and buildings                   | 02/08/2016           | 3,000,000        | -             | -             |
| <b>Total</b>                         |                      | <b>3,000,000</b> | -             | -             |

**Liabilities measured at fair value**

NIL

**Total NIL**

Fair value hierarchy – Consolidated 31 December 2016

|                                      | <b>Date of<br/>valuation</b> | <b>Level 1</b>   | <b>Level 2</b> | <b>Level 3</b> |
|--------------------------------------|------------------------------|------------------|----------------|----------------|
| <b>Assets measured at fair value</b> |                              | <b>\$</b>        | <b>\$</b>      | <b>\$</b>      |
| Land and buildings                   | <b>02/08/2016</b>            | <b>3,000,000</b> |                |                |
| <b>Total</b>                         |                              |                  |                |                |

**Liabilities measured at fair value**

NIL

**Total NIL****Note 16      Section 272 Fair Work (Registered Organisations) Act 2009**

In accordance with the requirements of the *Fair Work (Registered Organisations) Act 2009*, the attention of members is drawn to the provisions of subsections (1) to (3) of section 272, which reads as follows:

Information to be provided to members or Commissioner:

- (1) A member of a reporting unit, or the Commissioner, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
- (2) The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.
- (3) A reporting unit must comply with an application made under subsection (1).