

Thoroughbred Horse Rehabilitation Trust
ABN 21 050 660 688

General Purpose Financial Report
For the year ended 31 July 2016

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JULY 2016**

The trustees present their report together with the general purpose financial statements of the Thoroughbred Horse Rehabilitation Trust (The "Trust") for the financial year ended 31 July 2016 and the auditor's report thereon.

1 TRUSTEES

The trustees of the Trust at any time during or since the end of financial year are:

Mr Shane Brady (Resigned 23/11/2016)
Ms Caitlin Lei Sam (Resigned 5/10/2016)
Mr Peter McGauran (Resigned 9/07/2012)
Ms Lynell Peck (Resigned 17/11/2016)
Ms Sharon Skeggs (Resigned 23/11/2016)
Dr Craig Suann
Ms Carole Molyneux-Richards (Appointed 28/11/2016)
Ms Trish Egan (Appointed 14/12/2016)
Mr Graeme Hinton (Appointed 18/11/2016)

Company Secretary - Maurice Logue (Resigned 18/11/2016)
Mr Charles Moon (Appointed 18/11/2016)

2 PRINCIPAL ACTIVITIES

The principal activity of the Trust during the financial year was to provide money, property and services for the care and rehabilitation of thoroughbred horses which have ceased to be competitive, or have ceased to race and have been mistreated or are without owners or are at risk of being killed or mistreated.

3 OPERATING AND FINANCIAL REVIEW

At a meeting of trustees held 13 November 2012, the trustees resolved that Racing NSW, as appointer of the Trust, provide administrative services to the Trust at no cost and be engaged as agent with authority to open bank accounts for the Trust.

4 EVENTS SUBSEQUENT TO REPORTING DATE

There have been no significant events subsequent to the reporting date which may affect either the Trust's operations or results of those operations or the Trust's state of affairs.

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 JULY 2016

	Note	2016 \$	2015 \$
REVENUE			
Donations		31,241	52,951
Sponsorship		-	4,000
Merchandise sales		-	145
Interest Income		1,412	1,594
TOTAL REVENUE AND OTHER INCOME		<u>32,653</u>	<u>58,690</u>
EXPENSES			
Bank Fees		3	(238)
Depreciation Plant and Equipment		335	335
Merchandise costs		-	20,000
TOTAL EXPENSES		<u>338</u>	<u>20,097</u>
SURPLUS BEFORE INCOME TAX		<u>32,315</u>	<u>38,593</u>
Income Tax Expense		-	-
NET SURPLUS FOR THE PERIOD		<u>32,315</u>	<u>38,593</u>
Other Comprehensive Income net of tax		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		<u>32,315</u>	<u>38,593</u>

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

THOROUGHBRED HORSE REHABILITATION TRUST ABN 21 050 660 688

STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2016

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash and Cash Equivalent	3	154,424	122,082
Receivables	4	2,000	1,692
TOTAL CURRENT ASSETS		<u>156,424</u>	<u>123,774</u>
NON-CURRENT ASSETS			
Plant and Equipment	5	12,273	12,608
TOTAL NON-CURRENT ASSETS		<u>12,273</u>	<u>12,608</u>
TOTAL ASSETS		<u>168,697</u>	<u>136,382</u>
TOTAL LIABILITIES			
Payables	6	-	-
NET ASSETS		<u>168,697</u>	<u>136,382</u>
TRUST FUNDS			
Retained surpluses		168,697	136,382
TOTAL TRUST ASSETS		<u>168,697</u>	<u>136,382</u>

The Statement of Financial Position should be read in conjunction with the accompanying notes.

THOROUGHBRED HORSE REHABILITATION TRUST ABN 21 050 660 688

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 JULY 2016

	Retained Surplus \$	Trust Funds \$
At 31 July 2014	97,789	97,789
Total comprehensive income for the period	38,593	38,593
At 31 July 2015	<u>136,382</u>	<u>136,382</u>
Total comprehensive income for the period	32,315	32,315
At 31 July 2016	<u>168,697</u>	<u>168,697</u>

The statement of changes in equity should be read in conjunction with the accompanying notes.

THOROUGHBRED HORSE REHABILITATION TRUST ABN 21 050 660 688

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2016

	Note	2016 \$	2015 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		31,241	57,661
Cash sponsorship receipts		-	-
Cash receipts from sale of goods		-	-
Cash payments to suppliers for goods and services		(311)	(21,869)
Interest received		1,412	1,763
Net Cash inflow from Operating Activities	9(b)	<u>32,342</u>	<u>37,555</u>
Net Cash Inflow from Investing Activities		<u>-</u>	<u>-</u>
Net Cash Inflow from Financing Activities		<u>-</u>	<u>-</u>
Net increase in Cash		32,342	37,555
Cash at beginning of the financial year		<u>122,082</u>	<u>84,527</u>
Cash at the End of the Financial year	9(a)	<u>154,424</u>	<u>122,082</u>

The statement of cash flows should be read in conjunction with the accompanying notes.

1 TRUST INFORMATION

The financial report of the Thoroughbred Horse Rehabilitation Trust ('the Trust') for the year ended 31 July 2016 was authorised for issue in accordance with a resolution of the Trustees of the Trust company on 12 December 2016.

The registered office and principal place of business of the Trust is: Level 7, 51 Drutt Street, Sydney, NSW, 2000.

At the year end the Trust entity did not have any employees but rather relies on Racing NSW to provide administrative staff.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) New and revised standards effective for these financial statements

The entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the entity.

(b) Basis of preparation

The financial report is a general purpose financial report that has been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and interpretations issued by the Australian Accounting Standards Board (See point 2(a) above), the Charitable Fundraising Act 1991 and Associated regulations, as appropriate for not-for-profit orientated entities. The accounting policies used in the preparation of this report in the opinion of the Trustees are appropriate to meet the needs of stakeholders.

The financial statements are presented in Australian dollars and have been prepared in accordance with the historical cost convention.

(c) Going concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and realisation of assets and settlement of liabilities in the ordinary course of business.

(d) Foreign currency translation

Both the functional and presentation currency of the Trust is Australian dollars (\$).

(e) Cash and cash equivalents

Cash and cash equivalents includes cash on hand and in banks, and money market investments readily convertible to cash within two working days.

(f) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. Revenue is recognised for the major business activities as follows:

(i) Interest income

Interest income is the income on the funds invested. Interest is recognised as interest accrues using the effective interest rate method.

(ii) Donations income

Donation income is recognised as revenue on receipt of the funding.

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDING 31 July 2016

(g) Income tax

The Trust operates under the charitable fundraising legislation as prescribed by each individual State in Australia and associated regulators including the Australian Charities and Not-for-profits Commission.

The Trust has been granted endorsement as a tax deductible gift recipient under Subdivision 30-BA of the Income Tax Act 1997 ("the Act") and as a charitable entity which is exempt from income tax under Subdivision 50-B of the Act by the Australian Commissioner of Taxation.

(h) Other taxes

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

(i) When the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable.

(ii) Receivables and payables, which are stated with the amount of GST included.

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

The Trust is a charitable fund endorsed to access GST Concessions from 30 May 2011.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

(i) Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors including expectations of future events that may have a financial impact on the company and that are believed to be reasonable under the circumstances.

No critical accounting estimates and judgements have been required to be made in the preparation of the financial report.

(j) Depreciation

The depreciable amount of all fixed assets is calculated on a straight line basis over their estimated useful lives to the Trust commencing from the time the asset is held ready for use. The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at each end of reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposal are determined by comparing proceeds with the carrying amount. These gains or losses are included in the profit or loss.

	Depreciation Rate	
Plant & Equipment - Arena	2.50%	
3 CASH AND CASH EQUIVALENTS	2016	2015
	\$	\$
Cash on hand and at Bank	154,424	122,082
Total Cash and Cash Equivalents	<u>154,424</u>	<u>122,082</u>
4 RECEIVABLES	2016	2015
	\$	\$
Credit card donations receivable	-	-
Interest receivable	-	-
Other Receivable	2,000	1,692
	<u>2,000</u>	<u>1,692</u>

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDING 31 July 2016

5 PLANT & EQUIPMENT

	Plant & Equipment \$	Total \$
Gross carrying amount		
Balance 1 August 2015	13,412	13,412
Additions	-	-
Disposals	-	-
Transfer	-	-
Revaluation increase	-	-
Balance 31 July 2016	13,412	13,412
Depreciation and impairment		
Balance 1 August 2015	(804)	(804)
Disposals	-	-
Depreciation	(335)	(335)
Balance 31 July 2016	(1,139)	(1,139)
Carrying amount 31 July 2016	12,273	12,273

6 PAYABLES

	2016 \$	2015 \$
GST payable	-	-
	-	-

7 COMMITMENTS

As at 31 July 2016 the Trust had no lease or capital commitments.

8 AUDITORS' REMUNERATION

All audit services of the Thoroughbred Horse Rehabilitation Trust are provided by Grant Thornton on a pro-bono basis.

9 CASH FLOW INFORMATION

(a) Reconciliation of Cash

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

Cash at Bank	154,424	122,082
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(b) Reconciliation of Cash Flow from Operating Activities

Operating surplus after tax	32,315	38,593
Depreciation	335	335
Increase in payables	0	0
Decrease/(increase) in receivables	(308)	(1,373)
Cash Flows from operating activities	32,342	37,555

10 EVENTS SUBSEQUENT TO THE END OF THE REPORTING DATE

There have been no significant events subsequent to the reporting date which may affect either the Trust's operations or results of those operations or the Trust's state of affairs. However it is noted that the Trustee's authorised the changing of the name from Thoroughbred Horse Rehabilitation Trust to Racing NSW Equine Welfare Fund Trust on 12 December 2016.

11 CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There are no contingent liabilities that have been incurred by the Trust in relation to 2015 or 2016.

DECLARATION BY TRUSTEES OF THE TRUST

In the opinion of the Trustees of the Thoroughbred Horse Rehabilitation Trust:

- a) the Trust is a reporting entity as defined in the Australian Accounting Standards.
- b) the financial statements and notes of the Trust are in accordance with the Trust Deed, including:
 - (i) presenting fairly the Trust's financial position as at 31 July 2016 and its performance for the twelve months ended 31 July 2016; and
 - (ii) complying with Accounting Standards to the extent described in note 2 to the financial statements; and
- c) there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.
- d) the financial statements and associated records have been properly kept during the year ended 31 July 2016 in accordance with the Charitable Fundraising Act 1991 (NSW) and the Regulations under that Act.
- e) money received as a result of fundraising appeals conducted during the year ended 31 July 2016 has been properly accounted for and applied in accordance with the Charitable Fundraising Act 1991 (NSW) and the Regulations under that Act.

In making this declaration, the Trustees have considered the current financial position of the Trust.

This statement is made in accordance with a resolution of the Board of Trustees of the Thoroughbred Horse Rehabilitation Trust and is signed for and on behalf of the Trustees.



Carole Molyneux-Richards
Trustee

Sydney, 10 April 2017