

THOROUGHbred HORSE REHABILITATION TRUST
ABN 21 050 660 688

General Purpose Financial Report
For the year ended 31 July 2018

THOROUGHBRED HORSE REHABILITATION TRUST ABN 21 050 660 688

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JULY 2018

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 2018 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:

Dr Craig Suann
Ms Carole Molyneux-Richards
Ms Trish Egan
Mr Graeme Hinton

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.

THOROUGHBRED HORSE REHABILITATION TRUST ABN 21 050 660 688

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 JULY 2018

	Note	2018 \$	2017 \$
REVENUE			
Donations		19,288	35,844
Interest Income		1,293	1,107
TOTAL REVENUE AND OTHER INCOME		<u>20,581</u>	<u>36,951</u>
EXPENSES			
Bank Fees		-	4
Depreciation Plant and Equipment		335	335
TOTAL EXPENSES		<u>335</u>	<u>339</u>
SURPLUS BEFORE INCOME TAX		<u>20,246</u>	<u>36,612</u>
Income Tax Expense		-	-
NET SURPLUS FOR THE PERIOD		<u>20,246</u>	<u>36,612</u>
Other Comprehensive Income net of tax		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		<u>20,246</u>	<u>36,612</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 2018

	Note	2018 \$	2017 \$
CURRENT ASSETS			
Cash and Cash Equivalent	3	213,979	193,371
Receivables	4	-	-
TOTAL CURRENT ASSETS		<u>213,979</u>	<u>193,371</u>
NON-CURRENT ASSETS			
Plant and Equipment	5	11,603	11,938
TOTAL NON-CURRENT ASSETS		<u>11,603</u>	<u>11,938</u>
TOTAL ASSETS		<u>225,582</u>	<u>205,309</u>
TOTAL LIABILITIES			
Payables	6	27	-
NET ASSETS		<u>225,555</u>	<u>205,309</u>
TRUST FUNDS			
Retained surpluses		225,555	205,309
TOTAL ASSETS		<u>225,555</u>	<u>205,309</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 2018

	Retained Surplus \$	Trust Funds \$
At 31 July 2016	168,697	168,697
Total comprehensive income for the period	36,612	36,612
At 31 July 2017	<u>205,309</u>	<u>205,309</u>
Total comprehensive income for the period	20,246	20,246
At 31 July 2018	<u>225,555</u>	<u>225,555</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 2018

	Note	2018 \$	2017 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		19,288	35,844
Cash payments to suppliers for goods and services		28	1,996
Interest received		1,292	1,107
Net Cash Inflow from Operating Activities	9(b)	<u>20,608</u>	<u>38,947</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		20,608	38,947
Cash at beginning of the financial year		<u>193,371</u>	<u>154,424</u>
Cash at the End of the Financial year	9(a)	<u>213,979</u>	<u>193,371</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 2018 was authorised for issue in accordance with a resolution of the Trustees of the Trust company on 7 March 2019.

The registered office and principal place of business of the Trust is: Level 7, 51 Druitt 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 Australian Charities and Not-for-Profits Commissions Act 2012, 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.

THOROUGHBRED HORSE REHABILITATION TRUST ABN 21 050 660 688

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDING 31 July 2018

(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	2018	2017
	\$	\$
Cash on hand and at Bank	213,979	193,371
Total Cash and Cash Equivalents	213,979	193,371
4 RECEIVABLES	2018	2017
	\$	\$
Credit card donations receivable	-	-
Interest receivable	-	-
Other Receivable	-	-
	-	-

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDING 31 July 2018

5 PLANT & EQUIPMENT

	Plant & Equipment \$	Total \$
Gross carrying amount		
Balance 1 August 2017	13,412	13,412
Additions	-	-
Disposals	-	-
Transfer	-	-
Revaluation increase	-	-
Balance 31 July 2018	13,412	13,412
Depreciation and impairment		
Balance 1 August 2017	(1,474)	(1,139)
Disposals	-	-
Depreciation	(335)	(335)
Balance 31 July 2018	(1,809)	(1,474)
Carrying amount 31 July 2018	11,603	11,938

6 PAYABLES

	2018 \$	2017 \$
GST payable	27	-
	27	-

7 COMMITMENTS

As at 31 July 2018 the Trust had no lease or capital commitments.

8 AUDITORS' REMUNERATION

All audit services of the Racing NSW Equine Welfare Fund 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	213,979	193,371
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(b) Reconciliation of Cash Flow from Operating Activities

Operating surplus after tax	20,246	36,612
Depreciation	335	335
Increase in payables	0	0
Decrease/(increase) in receivables	27	2,000
Cash Flows from operating activities	20,608	38,947

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.

11 CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There are no contingent liabilities that have been incurred by the Trust in relation to 2018.

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.

the financial statements and notes of the Trust are in accordance with the Australian charities and Not-for-profits

b) commission act 2012 and the Trust Deed, including:

(i) presenting fairly the Trust's financial position as at 31 July 2018 and its performance for the twelve months ended 31 July 2018; and

(ii) complying with Accounting Standards reduced disclosure requirements and the Australian charities and Not-for-profits commission regulation 2013.

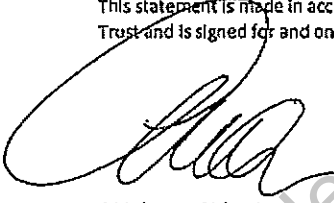
c) there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

d) the financial statements and associated records have been properly kept during the year ended 31 July 2018 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 2018 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 Racing NSW Equine Welfare Fund Trust and is signed for and on behalf of the Trustees.


C Molyneux-Richards
Trustee

11/3/2019

Independent Auditor's Report

To the Members of Thoroughbred Horse Rehabilitation Trust

Report on the audit of the financial report

Opinion

We have audited the financial report of Thoroughbred Horse Rehabilitation Trust (the Trust), which comprises the statement of financial position as at 31 July 2018, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and comprising notes to the financial statements, including a summary of significant accounting policies and other explanatory information to the financial report and the statement by the Trustees of the Trust.

In our opinion, the accompanying financial report of Thoroughbred Horse Rehabilitation Trust:

- a presents fairly, in all material respects, the entity's financial position as at 31 July 2018 and of its performance and cash flows for the year then ended; and
- b complies with Australian Accounting Standards – Reduced Disclosure Requirements and the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Trust 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibility of the Trustees for the Financial Report

The Trustees of the Trust are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements, the Australian Charities and Not-for-profits Commission Act 2012. This responsibility includes such internal controls as the Trustees determine are necessary to enable the preparation of the financial report to be free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Trustees are responsible for assessing the Trust'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 management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

The Trustees are responsible for overseeing the Trust's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the 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 this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.



Grant Thornton Audit Pty Ltd
Chartered Accountants



A G Rigele
Partner - Audit & Assurance

Sydney, 11 March 2019