

ALEXANDER NEIL

and Associates Pty Ltd

ACCOUNTANTS & BUSINESS CONSULTANTS

MINIATURE HORSE ASSOCIATION OF AUSTRALIA INC

INDEPENDENT AUDIT REPORT FOR THE YEAR ENDED 31ST OF JULY, 2017

We have audited the records of the Miniature Horse Association of Australia Inc for the year ended 31st of July, 2017 based on the Financial Reports provided by the Committee and the supporting information provided. The Committee have determined that the accounting policies used are consistent with the financial reporting requirements of the entity's constitution and are appropriate to meet the needs of the members.

Our audit has been conducted independently and in accordance with Australian Auditing Standards to enable us to form an opinion on the accounts, to the members of the Association.

The audit procedures involved include; the examination on a test basis of evidence of banking records, verification of Assets and Liabilities at balance date and the correct use of accounting policies. These procedures have been followed to allow us to form an opinion as to whether the financial statement reflects fairly the activities and the results of the organisation, and is without material misrepresentation.

In our opinion the financial reports present a true and fair view of the activities of the Miniature Horse Association of Australia Inc for the year ended 31st of July, 2017.



Emanuele Busacca CPA

Dated 12th of October, 2017

REGISTERED TAX AGENTS ABN 74 007 268 206

362 Main Road, Emerald Vic 3782 PO Box 264, Cockatoo Vic 3781
P: 03 5968 6062 F: 03 5968 6247 E: office@alexneil.com.au

MHAA
Profit & Loss
 August 2016 through July 2017

| | Aug '16 - Jul 17 |
|---------------------------------|------------------|
| Ordinary Income/Expense | |
| Income | |
| DNA recorded | 60.00 |
| CBA BANK | |
| bank interest | 3.02 |
| Total CBA BANK | 3.02 |
| Corrections | 0.00 |
| DNA | 715.93 |
| Fees | |
| Brand Fee | 30.00 |
| Duplicate Certificate Fee | 300.00 |
| More Information Fee | 1,000.00 |
| Stud Prefix Registration | 800.00 |
| Total Fees | 2,130.00 |
| futurities | |
| Futurities Mare Nominations | 1,820.00 |
| Total futurities | 1,820.00 |
| Memberships | |
| Derived Membership | 20.00 |
| Family Membership | 4,136.25 |
| Full Membership | 21,318.31 |
| Joining Fee | 1,290.00 |
| Joint Membership | 6,408.92 |
| Membership Paid After October | 990.00 |
| Handler Membership | 500.00 |
| Youth Membership (Under 18) | 1,546.50 |
| Total Memberships | 36,209.98 |
| Merchandise | 1,297.03 |
| Microchip | 368.41 |
| Miscellaneous | 280.91 |
| National Show | |
| Classic Performance | 235.01 |
| Sunday halter | 3,640.00 |
| Misc | 155.36 |
| Gelding Incentive income | 40.00 |
| Admin Fee | 1,160.00 |
| American Classes | 450.00 |
| Aote classes | 1,080.00 |
| Cabins | 5,227.26 |
| Camp sites | 1,525.49 |
| Catalouge | 890.91 |
| Harness | 675.00 |
| Late entry fee | 190.45 |
| Misc Colour ect | 2,580.00 |
| Nat Auction | 567.40 |
| Nat function | 970.00 |
| Nat futurities | 2,986.41 |
| Nat Halter | 4,350.00 |
| Nat Sponsoship | 663.00 |
| Nat triple | 40.91 |
| Nat versatility | 0.00 |
| Nat Youth | 1,575.00 |
| Performance | 4,400.00 |
| Stables | 13,146.38 |
| National Show - Other | 1,315.45 |
| Total National Show | 47,864.03 |
| Registration | |
| transfer | |
| Lease Fee | 630.00 |
| Not Transferred within 3 Months | 1,300.00 |
| Transfer fees | 4,340.00 |
| Total transfer | 6,270.00 |

MHAA
Profit & Loss
 August 2016 through July 2017

| | Aug '16 - Jul 17 |
|---------------------------------|------------------|
| Geldings | |
| Gelding 48 months and over | 185.00 |
| Gelding not Perm in 6mths | 30.00 |
| HOSR Not A/R 48mths+ Gelding | 180.00 |
| HOSR Not F/R Gelding | 60.00 |
| Imported Gelding 0-24mths | 100.00 |
| Permanent Adult Gelding 48mths+ | 570.00 |
| Reg Temp to Adult 24-48 Gelding | 510.00 |
| Registration Gelding Not On S/R | 640.00 |
| Registration HOSR G 0-24mths | 234.57 |
| Total Geldings | 2,509.57 |
| Mare | |
| Mare 48 months and over | 600.00 |
| HOSR Not A/R 48mths+ M | 1,920.00 |
| HOSR Not F/R M | 300.00 |
| Imported Mare Over 48mths | 170.00 |
| Mare Not Perm in 6mths | 420.00 |
| Permanent Adult Mare 48mth + | 5,520.00 |
| Permanent Mare 48mths+ | 170.00 |
| Reg H Not On S/R M | 1,380.00 |
| Reg Temp To Adult 24-48mths M | 2,820.00 |
| Registraton HOSR 0-24mths Filly | 2,840.00 |
| Temp Mare to 48mths (Dual Reg) | 530.92 |
| Total Mare | 16,670.92 |
| Stallions | |
| Stallion 48 months and over | 2,440.00 |
| HOSR 48MTHS+ S | 1,000.00 |
| Imported Stallion 24-48mths | 300.00 |
| Imported Stallion over 48Mths | 520.00 |
| Registration H Not on S/R S | 581.82 |
| Registration HOSR0-24mths colt | 3,110.00 |
| Registration Temp to Adult St | 1,320.00 |
| Stallion Not Permanent in 6mths | 240.00 |
| Total Stallions | 9,511.82 |
| Total Registration | 34,962.31 |
| Total Income | 125,711.62 |
| Cost of Goods Sold | |
| 5000 · Cost of Goods Sold | 314.46 |
| Total COGS | 314.46 |
| Gross Profit | 125,397.16 |
| Expense | |
| Printing | 159.96 |
| Advertising | |
| Horse Deals | 2,289.10 |
| Advertising - Other | -275.00 |
| Total Advertising | 2,014.10 |
| AGM | |
| Elections | 1,050.91 |
| Total AGM | 1,050.91 |
| Bank Charges | |
| Credit Card Commission | 933.03 |
| Bank Charges - Other | 90.77 |
| Total Bank Charges | 1,023.80 |
| Bookkeeping | |
| Audit Fees | 420.00 |
| Total Bookkeeping | 420.00 |

MHAA
Profit & Loss
 August 2016 through July 2017

| | Aug '16 - Jul 17 |
|---------------------------------|------------------|
| Committee Expenses | |
| acomodation | 187.00 |
| Committee Office Supplies | 392.78 |
| Committee Stationary | 154.36 |
| Flights | 316.92 |
| Committee Expenses - Other | 200.00 |
| Total Committee Expenses | 1,251.06 |
| Contractor | 51,312.96 |
| Corporate Compliance | 76.00 |
| DNA testing | 509.10 |
| Equipment Account | |
| Microchip Readers | 676.82 |
| Total Equipment Account | 676.82 |
| Equitana | 1,840.19 |
| Insurance | |
| Insurer Service Charge | 50.00 |
| Broker fee | 833.94 |
| Premium | 5,009.12 |
| Stamp Duty | 529.09 |
| Total Insurance | 6,422.15 |
| Lawyers Fees | 5,355.00 |
| Membership Subscriptions | 45.45 |
| Merchandise Stock | 1,188.11 |
| Misc Expense | 627.27 |
| National Show Ex | |
| Catalogue Printing | 872.73 |
| Function | 1,956.33 |
| Futurity Awards | 1,968.10 |
| Garlands | 1,120.01 |
| Judges Expenses | |
| American Judges Expenses | 2,793.93 |
| Judges Fees | 370.00 |
| Judges Transport | 125.14 |
| Total Judges Expenses | 3,289.07 |
| Plant & Flower Hire | 504.54 |
| Sashes | 4,040.77 |
| Show team | |
| Accomodation | 3,505.46 |
| Club car Hire show team | 311.82 |
| Show Management Team | 454.55 |
| Show team - Other | 3,250.00 |
| Total Show team | 7,521.83 |
| Sundries | 2,105.38 |
| Travel | 404.28 |
| Venue | |
| Venue Bond | 5,000.00 |
| Equipment Hire | 390.00 |
| Venue - Other | 24,833.66 |
| Total Venue | 30,223.66 |
| Total National Show Ex | 54,006.70 |
| Office Expencc | |
| Cartridge | 440.00 |
| envelopes | 22.99 |
| Labels | 644.16 |
| Mailing | 2,111.04 |
| paper A4 Ream | 45.70 |
| Total Office Expencc | 3,263.89 |
| Office Supplies | 13.90 |

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12/10/17
Accrual Basis

MHAA
Profit & Loss
August 2016 through July 2017

| | <u>Aug '16 - Jul 17</u> |
|---------------------------|-------------------------|
| Postage | |
| P O Box Rent | 186.00 |
| Committee Postage | 1,212.29 |
| Postage - Other | 7.60 |
| | <hr/> |
| Total Postage | 1,405.89 |
| Postage Stamps | 806.70 |
| Telephone | |
| Office | |
| Communications | 1,000.00 |
| | <hr/> |
| Total Office | 1,000.00 |
| | <hr/> |
| Total Telephone | 1,000.00 |
| Website | |
| Web Hosting | 163.64 |
| | <hr/> |
| Total Website | 163.64 |
| | <hr/> |
| Total Expense | 134,633.60 |
| | <hr/> |
| Net Ordinary Income | -9,236.44 |
| Other Income/Expense | |
| Other Income | |
| recieved for returned chq | 15.00 |
| | <hr/> |
| Total Other Income | 15.00 |
| Other Expense | |
| Returned Checks | 100.00 |
| | <hr/> |
| Total Other Expense | 100.00 |
| | <hr/> |
| Net Other Income | -85.00 |
| | <hr/> |
| Net Income | <u><u>-9,321.44</u></u> |

MHAA
Balance Sheet
 As of July 31, 2017

| | Jul 31, 17 | Jul 31, 16 | \$ Change |
|--|-------------------------|-------------------------|--------------------------|
| ASSETS | | | |
| Current Assets | | | |
| Chequing/Savings | | | |
| Commonwealth Bank | 23,325.43 | 22,492.37 | 833.06 |
| Ansell Trust | 479.50 | 7,000.00 | -6,520.50 |
| nat show cash acct | -0.46 | 0.10 | -0.56 |
| Total Chequing/Savings | <u>23,804.47</u> | <u>29,492.47</u> | <u>-5,688.00</u> |
| Accounts Receivable | | | |
| 1200 · Accounts Receivable | -15,175.03 | -10,037.35 | -5,137.68 |
| Total Accounts Receivable | <u>-15,175.03</u> | <u>-10,037.35</u> | <u>-5,137.68</u> |
| Other Current Assets | | | |
| 1120 · Inventory Asset | 2,245.19 | 2,559.65 | -314.46 |
| 1499 · Undeposited Funds | 741.00 | 0.00 | 741.00 |
| Total Other Current Assets | <u>2,986.19</u> | <u>2,559.65</u> | <u>426.54</u> |
| Total Current Assets | <u>11,615.63</u> | <u>22,014.77</u> | <u>-10,399.14</u> |
| TOTAL ASSETS | <u>11,615.63</u> | <u>22,014.77</u> | <u>-10,399.14</u> |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | | | |
| 2000 · Accounts Payable | 5,028.83 | 5,904.82 | -875.99 |
| Total Accounts Payable | <u>5,028.83</u> | <u>5,904.82</u> | <u>-875.99</u> |
| Other Current Liabilities | | | |
| 2200 · Tax Payable | 556.06 | 757.77 | -201.71 |
| Total Other Current Liabilities | <u>556.06</u> | <u>757.77</u> | <u>-201.71</u> |
| Total Current Liabilities | <u>5,584.89</u> | <u>6,662.59</u> | <u>-1,077.70</u> |
| TOTAL LIABILITIES | <u>5,584.89</u> | <u>6,662.59</u> | <u>-1,077.70</u> |
| NET ASSETS | <u>6,030.74</u> | <u>15,352.18</u> | <u>-9,321.44</u> |
| EQUITY | | | |
| 3000 · Opening Bal Equity | 43,001.05 | 43,001.05 | 0.00 |
| 3900 · Retained Earnings | -27,648.87 | -5,738.05 | -21,910.82 |
| Net Income | -9,321.44 | -21,910.82 | 12,589.38 |
| TOTAL EQUITY | <u>6,030.74</u> | <u>15,352.18</u> | <u>-9,321.44</u> |