

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN: 65 794 385 995**  
**FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2019**

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**COMMITTEE'S REPORT**

Your Committee Members submit the financial report of Dinah Beach Cruising Yacht Association Inc. for the financial year ended 30 June 2019.

**Committee Members**

The names of committee members throughout the year and at the date of this report are:

Jim Grierson	Commodore (resigned October 2018)
Joy Eggenhuizen	Commodore (appointed October 2018)
Bob Colman	Vice Commodore (appointed October 2018)
Liza Bowers	Rear Commodore (resigned October 2018)
Ray Jarrett	Rear Commodore (appointed October 2018)
Suzie Flood	Secretary
Glen Stanford	Treasurer
Bob Kerr	Public Officer (resigned October 2018)
Andrew Wilson	Public Officer (appointed October 2018, previously Member)
Louise Becker	Member
Greg Butler	Member
Sharelle Peek	Member (appointed October 2018)
Rowan Hayward	Member (resigned October 2018)

Committee members have been in office since the start of the financial year to the date of this report unless otherwise stated.

**Principal Activities**

The principal activities of the Association during the financial year were to provide cruising facilities and support for cruising to members of the Association.

**Significant Changes**

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

**Operating Result**

The surplus of the Association for the financial year ended 30 June 2019 was \$9,271 (2018: surplus of \$21,528).

**Subsequent Events**

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

Signed in accordance with a resolution of the members of the committee.

*Bob Colman*

Bob Colman

~~Joy Eggenhuizen~~

*Glen Stanford*  
Glen Stanford

Dated this 27 day of September 2019

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2019**

	<b>Note</b>	<b>2019</b>	<b>2018</b>
		\$	\$
<b>Income</b>			
Trading gross surplus	2a	505,350	535,874
Other Income	2b	362,110	363,698
<b>TOTAL INCOME</b>		<b>867,460</b>	<b>899,572</b>
<b>Expenses</b>			
Accounting fees		32,037	32,271
Admin Exp	3b	147,232	145,571
Ambon Race General Expenses		16,501	18,841
Audit fees		9,400	8,000
Bank charges		6,307	8,941
Bar expenses		41,950	38,603
Depreciation expense		65,393	65,734
Employment	3a	295,760	290,196
Entertainment expense		84,529	89,434
Insurance		45,405	28,433
Rent, rates and taxes		15,185	22,394
Repairs and maintenance		77,127	106,343
Wet season expenses		21,363	23,283
<b>Total Expenditure</b>		<b>858,189</b>	<b>878,044</b>
Net Surplus		<b>9,271</b>	<b>21,528</b>
<b>TOTAL SURPLUS ATTRIBUTABLE TO MEMBERS OF THE ENTITY</b>		<b>9,271</b>	<b>21,528</b>

The accompanying notes form part of these financial statements

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**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

**STATEMENT OF FINANCIAL POSITIONS AS AT 30 JUNE 2019**

	Note	2019	2018
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash on hand	4	661,742	624,792
Accounts receivable and other debtors	5	11,848	3,383
Inventories on hand	6	24,126	30,177
Other Current assets	7	6,317	8,071
<b>TOTAL CURRENT ASSETS</b>		<b>704,033</b>	<b>666,423</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	1,405,266	1,421,961
<b>TOTAL NON-CURRENT ASSETS</b>		<b>1,405,266</b>	<b>1,421,961</b>
<b>TOTAL ASSETS</b>		<b>2,109,299</b>	<b>2,088,384</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and other payables	9	37,830	34,239
Employee provisions	10	11,943	10,961
<b>TOTAL CURRENT LIABILITIES</b>		<b>49,773</b>	<b>45,200</b>
<b>NON-CURRENT LIABILITIES</b>			
Employee provisions	10	9,629	2,558
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>9,629</b>	<b>2,558</b>
<b>TOTAL LIABILITIES</b>		<b>59,402</b>	<b>47,758</b>
<b>NET ASSETS</b>		<b>2,049,897</b>	<b>2,040,626</b>
<b>MEMBERS' FUNDS</b>			
Retained surplus	11	2,049,897	2,040,626
<b>TOTAL MEMBERS' FUNDS</b>		<b>2,049,897</b>	<b>2,040,626</b>

The accompanying notes form part of these financial statements

DINAH BEACH CRUISING YACHT ASSOCIATION INC.  
ABN 65 794 385 995

STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2019

	<u>Retained Surplus</u>
<b>BALANCE at 1 July 2017</b>	<b><u>2,019,098</u></b>
Net surplus for the year	<u>21,528</u>
<b>Balance at 30 June 2018</b>	<b><u>2,040,626</u></b>
<b>Balance at 1 July 2018</b>	<b><u>2,040,626</u></b>
Net surplus for the year	<u>9,271</u>
<b>Balance at 30 June 2019</b>	<b><u>2,049,897</u></b>

The accompanying notes from part of these financial statements

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

**STATEMENT OF CASH FLOWS AS AT 30 JUNE 2019**

	<b>Note</b>	<b>2019</b>	<b>2018</b>
		<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		1260,473	1,380,834
Payments to suppliers and employees		(1,181,768)	(1,299,756)
Interest received		6,943	7,654
Net cash provided by operating activities	14	<u>85,648</u>	<u>88,732</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(48,698)	(49,536)
Net cash used in investing activities		<u>(48,698)</u>	<u>(49,536)</u>
<b>CASH FLOWS FORM FINANCING ACTIVITIES</b>			
Payment of borrowings		-	-
Advances of borrowings		-	-
Net chas provided by/(used in) financing activities		<u>-</u>	<u>-</u>
Net increase in cash held		<u>36,950</u>	<u>39,196</u>
Cash on hand at beginning of financial year		<u>624,792</u>	<u>585,596</u>
<b>Cash on hand at end of financial year</b>	<b>4</b>	<u><b>661,742</b></u>	<u><b>624,792</b></u>

The accompanying notes form part of these financial statements.

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

These financial statements cover Dinah Beach Cruising Yacht Association Inc. as an individual entity which is an association incorporated pursuant to the *Northern Territory of Australia Associations Act*.

**Basis of Preparation**

The Committee Members have prepared the financial statements on the basis that the Association is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared to meet the requirements of the Associations Act Northern Territory.

The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Associations Act NT and the significant accounting policies described below, which the Committee Members have determined are appropriate to meet the needs of Members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

a. **Income Tax**

No provision for income tax has been recognised as the Association is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

b. **Property, Plant and Equipment (PPE)**

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

**Property Improvements**

Property improvements are measured on the cost basis less accumulated depreciation and any impairment losses.

**Plant and equipment**

Plant and equipment are measured on the cost basis less accumulated depreciation and any impairment losses.

The carrying amount of property, plant and equipment is reviewed annually by Committee Members, to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal.

In the event the carrying amount of property plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1 (c) for details of impairment).

**Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.



**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

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

<b>Class of Fixed Assets</b>	<b>Depreciation Rate</b>
Property and improvements	5 - 37.5%
Plant and equipment	2.5 - 20 %

**c. Impairment of Assets**

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

**d. Employee Provisions**

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when liability is settled.

Contributions are made by the Association to employees' superannuation funds and are charged as an expense when incurred.

**Short-term employee benefits**

Short-term employee benefits are benefits (other than termination 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, including wages and salaries.

The Association's obligations for short-term employee benefits such as wages and salaries are recognised as a part of current trade and other payables in the statement of financial position. Other benefits such as annual leave and long service leave are recognised as employee provisions.

**Other long-term employee benefits**

The Association's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Association does not have an unconditional right to defer settlement for at least 12 months after the reporting date, in which case the obligations are presented as current provisions.

Provision is made for employees leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period which the employees rendered the related service.

The Association, based on past experience regarding levels of service reached by employees, records long service leave entitlements once an employee reaches 5 years of service with the Association.

**e. Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**f. Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from customers for goods and services performed in the ordinary course of business and from Members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

**g. Inventories**

Inventories comprising snacks, tobacco and beverages (alcoholic and non - alcoholic) are held for sale and are measured at the lower of cost and net realisable value. Costs are assigned on the basis of weighted average costs.

Inventories acquired at no cost or for nominal consideration are measured at the current replacement cost as at the date of acquisition.

**h. Revenue and Other Income**

Non-reciprocal grant revenue is recognised in the profit or loss when the Association obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the Association and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before the Association is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the Association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the balance sheet as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and fundraising income are recognised as income upon receipt.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue from the rendering of a service is recognised upon delivery of the service to the customer.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

**i. Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

**j. Accounts Payable and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**k. Comparative figures**

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

Where the Association retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding period is presented in addition to the minimum comparative financial statements.

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**I. Economic dependence**

The future operations of the Association are dependent upon the achievement of operating surpluses, positive operating cash flows and the continued support of its Members and the Local Community. The Association has no reason to believe that it will not continue to receive the support of its Members and the Local Community in the foreseeable future and that it will not be able to generate operating surpluses and positive cash flows.

**NOTE 2: REVENUE AND OTHER INCOME**

	2019	2018
	\$	\$
<b>(a) Trading revenue</b>		
- Sale of goods		
Bar Sales	905,882	1,020,674
- Less: Cost of sales		
Opening Stock	30,177	32,860
Purchases	394,481	482,117
Closing Stock	(24,126)	(30,177)
<b>Total Cost of Sales</b>	<b>400,532</b>	<b>484,800</b>
<b>Gross Profit</b>	<b>505,350</b>	<b>535,874</b>
<b>(b) Other revenue</b>		
- Boat park / rental income	207,644	203,417
- Other income	47,687	46,427
- Membership subscriptions	42,768	29,014
- Ambon entry fee	8,280	11,380
- T-shirt and hats income	1,646	2,891
- Wet season race revenue	18,476	17,711
- Grant income	28,666	45,205
- Interest	6,943	7,653
- <b>Total Other income</b>	<b>362,110</b>	<b>363,698</b>
<b>Total Trading Gross Surplus and Other Income</b>	<b>867,460</b>	<b>899,572</b>

**NOTE 3: EXPENSES**

<b>(a) Employment expenses</b>		
- Salaries and wages	263,030	259,324
- Superannuation	24,055	23,775
- Other staffing expenses	8,675	7,097
<b>Total Employment Expenses</b>	<b>295,760</b>	<b>290,196</b>

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019**

**NOTE 3: EXPENSES (CONT'D)**

<b>(b) Administrative expense</b>		
- Bad debts expense	(7,889)	4,560
- Cleaning expense	23,470	22,743
- Committee expense	851	3,495
- Freight and courier expense	606	2,398
- General administration	13,637	6,348
- General equipment hire	190	1,020
- Internet and telephone expense	5,742	4,196
- License fee	2,008	2,566
- Memberships and subscriptions	909	1,208
- Printing and stationary	6,040	8,345
- Security costs	13,501	8,705
- Software	3,135	2,578
- Viking funeral expenses	12,782	5,732
- Waste disposal	15,320	15,527
- Water expenses	16,481	16,104
- General electricity expense	12,641	8,899
- Other electricity expense	27,808	31,147
<b>Total Administrative expense</b>	<b>147,232</b>	<b>145,571</b>

**NOTE 4: CASH AND CASH EQUIVALENTS**

	2019	2018
	\$	\$
Cash on hand	14,506	10,514
Cash at bank – operational bank accounts	132,650	206,627
Term deposits	514,586	407,651
<b>Total Cash and Cash Equivalents</b>	<b>661,742</b>	<b>624,792</b>

**NOTE 5: ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES**

**CURRENT**

Accounts receivable	27,733	27,314
Less: Provision for doubtful debts	(15,885)	(23,931)
<b>Total Account Receivable</b>	<b>11,848</b>	<b>3,383</b>

**NOTE 6: INVENTORY**

**CURRENT**

Inventories on hand – at cost	24,126	30,177
<b>Total Inventories</b>	<b>24,126</b>	<b>30,177</b>

Inventories comprise snacks, tobacco, beverages (alcoholic and non- alcoholic) at 30 June 2019 and 2018.

**NOTE 7: OTHER CURRENT ASSET**

**CURRENT**

Prepaid insurance	6,317	8,071
<b>Total Inventories</b>	<b>6,317</b>	<b>8,071</b>

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019**

**NOTE 8: PROPERTY, PLANT AND EQUIPMENT**

**Buildings and Improvements**

Buildings and improvements at cost	1,875,694	1,836,282
Less: Accumulated depreciation	(606,190)	(556,091)
<b>Total Buildings and Improvements</b>	<b>1,269,504</b>	<b>1,280,191</b>

**Furniture and Equipment**

Furniture and Equipment at cost	493,053	483,767
Less: Accumulated depreciation	(357,291)	(341,997)
<b>Total Furniture and Equipment</b>	<b>135,762</b>	<b>141,770</b>

<b>Total property, plant and equipment</b>	<b>1,405,266</b>	<b>1,421,961</b>
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The association occupies the land situated at Lot 6457 Town of Darwin, under a crown lease from the Northern Territory Government; Commencing from 8 November 1996, for its principal business activities. The lease term is held in perpetuity.

**NOTE 9: ACCOUNTS PAYABLE AND OTHER PAYABLES**

	2019	2018
	\$	\$
<b>CURRENT</b>		
Trade payables	10,334	5,305
Accruals	6,472	11,050
Sundry creditors and other payables	14,171	9,633
GST payables (net)	6,853	8,251
<b>Total Accounts and Other Payables</b>	<b>37,830</b>	<b>34,239</b>

**NOTE 10: EMPLOYEE PROVISIONS**

**CURRENT**

Provision for annual leave	11,943	10,961
<b>Total Current Employee Provisions</b>	<b>11,943</b>	<b>10,961</b>

**NON-CURRENT**

Provision for long service leave	9,629	2,558
<b>Total Non- Current Employee Provisions</b>	<b>9,629</b>	<b>2,558</b>
<b>Total Employee Provisions</b>	<b>21,572</b>	<b>13,519</b>

Based on past experience, the Association does not expect the full amount of the annual leave entitlements to be settled within the next 12 months. However, the amount must be classified as a current liability because the Association does not have an unconditional right to defer the settlement of the amount in the event employees wish to use their leave entitlements.

**NOTE 11: RETAINED SURPLUS**

Opening surplus at 1 July 2018	2,040,626	2,019,098
Surplus for the year	9,271	21,528
<b>Closing Balance as at 30 June 2019</b>	<b>2,049,897</b>	<b>2,040,626</b>

**NOTE 12: EVENTS AFTER THE REPORTING PERIOD**

The Committee is not aware of any significant events since 30 June 2019 and up to the date of this financial report (2018: Nil).

**DINAH BEACH CRUISING YACHT ASSOCIATION INC.**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019**

**NOTE 13: COMMITMENTS AND CONTINGENCIES**

The Committee does not have any significant leasing or capital commitments at 30 June 2019 (2018: Nil).

The Committee is not aware of any contingent liabilities as at 30 June 2019 (2018: Nil).

**NOTE 14: CASH FLOW RECONCILIATION**

**Reconciliation of cash flow from operating activities with net current year surplus:**

Current year surplus:	9,271	21,528
Non-cash flows in current year surplus:		
- Depreciation	65,393	65,734
- Provision of doubtful debts	(8,046)	4,430
Changes in assets and liabilities:		
- (Increase)/ decrease in account receivables and other receivable	(419)	4,245
- (increase)/ decrease in inventories on hand	6,051	2,683
- (increase)/ decrease in other current assets	1,754	(8,071)
- Increase/ (decrease) in accounts payable and other payables	3,591	(3,702)
- Increase/ (decrease) in employee provisions	8,053	1,885
<b>Net cash flows from operating activities</b>	<b>85,648</b>	<b>88,732</b>

**NOTE 15: ASSOCIATION DETAILS**

The registered office and principal place of business of the Association is:  
 PO Box 1506, Darwin NT 0801.

DINAH BEACH CRUISING YACHT ASSOCIATION INC.  
ABN 65 794 385 995

COMMITTEE'S DECLARATION  
ON THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2019

In our opinion:

- (a) The accompanying financial report, being a special purpose financial report, is drawn up so as to present fairly the state of affairs of the Association as at 30 June 2019 and the results of the Association for the year ended on that date;
- (b) The accounts of the Association have been properly prepared and are in accordance with the books of account of the Association; and
- (c) There are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

This declaration is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Committee member: **Bob Colman**  
Date: **27 September 2019**



Committee member: **Glen Stanford**  
Date: **25/9/2019**



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED****Opinion**

We have audited the financial report, being a special purpose financial report, of Dinah Beach Cruising Yacht Association Incorporated ("the Association"), which comprises the statement of financial position as at 30 June 2019, the income and expenditure statement, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and committee's declaration.

In our opinion, the accompanying financial report of Dinah Beach Cruising Yacht Association Incorporated is in accordance with the requirements of the *Northern Territory of Australia Associations Act*, including:

- a. The accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 30 June 2019, and its financial performance for the year then ended in accordance with the *Northern Territory of Australia Associations Act* and the accounting policies described in Note 1 of the financial report; and
- b. The accounts of the Association have been properly prepared and are in accordance with the books of account of the Association.

**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 Association 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 opinion.

**Emphasis of Matter - Basis of Accounting**

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Dinah Beach Cruising Yacht Association Incorporated to meet the requirements of the *Northern Territory of Australia Associations Act*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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

The Committee is responsible for the preparation and fair presentation of the financial report in accordance with the *Northern Territory of Australia Associations Act*, and for such internal control as the Committee determines 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 is responsible for assessing the Association'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 members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DINAH BEACH CRUISING YACHT ASSOCIATION  
INCORPORATED (CONT)**

***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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We 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 our 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee.
- Conclude on the appropriateness of the Committee'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 Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association 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.

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



Nexia Edwards Marshall NT  
Chartered Accountants



Noel Clifford  
Partner

Dated: 03 October 2019

