

Mercedes-Benz Club (Vic) Inc.

ABN 61 781 477 580

Financial Statements

For the year ended 30 June 2017

Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580

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Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Committee's Report
For the year ended 30 June 2017

Your committee members submit the financial accounts of the Mercedes-Benz Club (Vic) Inc. for the financial year ended 30 June 2017.

Committee Members

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

Phil Dunstan
Dirk Kemper
Sara Boutros
David Giles
Susan Merrick
Chai Teo
Damian Ball
Marion Kemper
Helen Cox
Peter Sizeland

Principal Activities

The principal activities of the association during the financial year were: Social & Community Motoring Club.

Significant Changes

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

Operating Result

The surplus from ordinary activities after providing for income tax amounted to

Yearended 30 June 2017	Yearended 30 June 2016
\$	\$
35,708	27,735

Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Committee's Report
For the year ended 30 June 2017

Signed in accordance with a resolution of the Members of the Committee on:



David Giles

The accompanying notes form part of these financial statements.

Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Income and Expenditure Statement
For the year ended 30 June 2017

	2017	2016
	\$	\$
Income		
Interest received		
- Interest Received	3,316	4,373
	3,316	4,373
Donations	-	623
Membership & Joining Fees	93,020	96,073
Merchandise Profit & Loss		
- Sales	5,529	2,836
- Opening Stock	(11,430)	(8,563)
- Purchases & Write Offs	(3,590)	(4,989)
- Less Closing Stock	8,843	11,430
	(648)	715
Concours Profit & Loss		
- Concourse Revenue	2,808	3,772
- Opening Stock - Trophies	(1,100)	(470)
- Stock on Hand - Trophies	1,325	1,100
- Expenses	(5,622)	(5,660)
	(2,589)	(1,258)
Social & Mototing Profit & Loss		
- Presidents Dinner	8,656	8,777
- Presidents Dinner - Expenses	(10,211)	(7,306)
- Anzac Day Event	(250)	(337)
- Xmas Supper	1,775	1,873
- Xmas Supper Expenses	(5,290)	(6,291)
- Register Runs	-	493
- Register Runs - Expenses	(214)	(753)
- Concourse Dinner - Expenses	(3,122)	(3,122)
	(8,656)	(6,664)
Social - Tours		
- Tour Income	238,954	42,556
- Expenditure	(237,355)	(41,369)
	1,599	1,187
Advertising Revenue	10,852	10,723
Raffle Income	4,109	2,380
Other Revenue		
- Other Revenue	6,524	1,040
- MB W123 Book Sales	1,530	-

The accompanying notes form part of these financial statements.

AUDITED BY DWGROOM CPA 189630

Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Income and Expenditure Statement
For the year ended 30 June 2017

	2017 \$	2016 \$
	8,054	1,040
Total income	<u>109,057</u>	<u>109,190</u>
Expenses		
Audit fees	847	825
Bank Fees And Charges	933	732
Computer & Software Expense	605	4,400
Donations	500	700
General expenses		
- General Expenses	1,956	1,098
- Club Card	-	106
- Miscellaneous	412	1,265
- Telephone	555	555
- Name Badges	1,032	4,095
- Other Expenses	1,280	402
- Book Purchases	1,526	-
	<u>6,760</u>	<u>7,521</u>
Insurance	1,164	1,121
Meeting Expenses	4,255	3,429
Magazines' Printing	37,711	40,145
Postage	15,743	17,658
Printing & stationery	2,501	2,524
Raffle Expenses	782	-
Subscriptions	1,283	1,782
Tool Purchases	265	618
Total expenses	<u>73,349</u>	<u>81,455</u>
Surplus from ordinary activities before income tax	<u>35,708</u>	<u>27,735</u>
	-	-
Net surplus attributable to the association	<u>35,708</u>	<u>27,735</u>
Total changes in equity of the association	<u>35,708</u>	<u>27,735</u>
Opening retained surplus	157,117	129,382
Net surplus attributable to the association	<u>35,708</u>	<u>27,735</u>
Closing retained surplus	<u>192,825</u>	<u>157,117</u>

The accompanying notes form part of these financial statements.

AUDITED BY D W GROOM CPA 189630

Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Detailed Balance Sheet as at 30 June 2017

	Note	2017 \$	2016 \$
Current Assets			
Cash Assets			
Westpac - Saver Account		13,050	12,471
Westpac - Cheque Account		73,251	47,420
ING Optimiser - No. 7710		63,369	37,456
ING Optimiser - No. 0541		1,708	1,700
ING Term Deposit		92,713	90,355
Merchandise / Raffles Float		380	210
Advertising Revenue Receivable		2,750	-
		<u>247,221</u>	<u>189,612</u>
Other			
Presidents Dinner - Prepayment		2,400	4,666
2018 Bi Annual Rally - PrePaid Expenses		7,850	5,000
Pre Paid 2016/2017 Tour Expenses		-	4,205
Stock On Hand - Merchandise		8,843	11,430
Stock On Hand - Concours Trophies		1,325	1,100
		<u>20,418</u>	<u>26,401</u>
Total Current Assets		<u>267,639</u>	<u>216,013</u>
Non-Current Assets			
Property, Plant and Equipment			
Plant & equipment - at cost		1,000	1,000
		<u>1,000</u>	<u>1,000</u>
Total Non-Current Assets		<u>1,000</u>	<u>1,000</u>
Total Assets		<u>268,639</u>	<u>217,013</u>

AUDITED BY DW GROOM CPA
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Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Detailed Balance Sheet as at 30 June 2017

	Note	2017	2016
		\$	\$
Current Liabilities			
Payables			
Unsecured:			
- Magazine Printers		-	7,250
		-	7,250
Other			
Club Fees In Advance		47,630	41,072
Tour Income In Advance		6,835	11,575
Two Years Club Fees In Advance		21,349	-
		75,814	52,647
Total Current Liabilities		75,814	59,897
Total Liabilities		75,814	59,897
Net Assets		192,825	157,117
Members' Funds			
Accumulated surplus (deficit)		192,825	157,117
Total Members' Funds		192,825	157,117

AUDITED BY DW GROOM CPA
189630

Mercedes-Benz Club (Vic) Inc.

ABN 61 781 477 580

Notes to the Financial Statements

For the year ended 30 June 2017

Note 1: Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of Victoria. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(b) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(c) 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.

(d) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

All revenue is stated net of the amount of goods and services tax (GST).

(e) 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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

Mercedes-Benz Club (Vic) Inc.
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Notes to the Financial Statements
For the year ended 30 June 2017

(f) Trade and Other Payables

Trade 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, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Mercedes-Benz Club (Vic) Inc.

ABN 61 781 477 580

Notes to the Financial Statements

For the year ended 30 June 2017

2017

2016

Note 2: Revenue

Operating Activities:

Interest revenue	3,316	4,373
Other operating revenue:		
- Donations	-	623
- Membership & Joining Fees	93,020	96,073
- Sales	5,529	2,836
- Opening Stock	(11,430)	(8,563)
- Purchases & Write Offs	(3,590)	(4,989)
- Less Closing Stock	8,843	11,430
- Concourse Revenue	2,808	3,772
- Opening Stock - Trophies	(1,100)	(470)
- Stock on Hand - Trophies	1,325	1,100
- Expenses	(5,622)	(5,660)
- Presidents Dinner	8,656	8,777
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- Anzac Day Event	(250)	(337)
- Xmas Supper	1,775	1,873
- Xmas Supper Expenses	(5,290)	(6,291)
- Register Runs	-	493
- Register Runs - Expenses	(214)	(753)
- Concourse Dinner - Expenses	(3,122)	(3,122)
- Tour Income	238,954	42,556
- Expenditure	(237,355)	(41,369)
- Advertising Revenue	10,852	10,723
- Raffle Income	4,109	2,380
- Other Revenue	6,524	1,040
- MB W123 Book Sales	1,530	-
	<u>109,057</u>	<u>109,190</u>

Mercedes-Benz Club (Vic) Inc.

ABN 61 781 477 580

Notes to the Financial Statements

For the year ended 30 June 2017

2017

2016

Note 3: Cash assets

Bank accounts:

- Westpac - Saver Account	13,050	12,471
- Westpac - Cheque Account	73,251	47,420
- ING Optimiser - No. 7710	63,369	37,456
- ING Optimiser - No. 0541	1,708	1,700
- ING Term Deposit	92,713	90,355

Other cash items:

- Merchandise / Raffles Float	380	210
- Advertising Revenue Receivable	2,750	-
	<u>247,221</u>	<u>189,612</u>

Note 4: Property, Plant and Equipment

Plant and equipment:

- At cost	1,000	1,000
- Less: Accumulated depreciation	-	-
	<u>1,000</u>	<u>1,000</u>
	<u>1,000</u>	<u>1,000</u>

Note 5: Other Liabilities

Current

Advance payments	75,814	52,647
	<u>75,814</u>	<u>52,647</u>

Note 6: Auditors' Remuneration

Remuneration of the auditor of the company for:

Auditing or reviewing the financial report	847	825
Other services	-	-
	<u>847</u>	<u>825</u>

Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Notes to the Financial Statements
For the year ended 30 June 2017

2017

2016

Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Statement by Members of the Committee
For the year ended 30 June 2017

The Committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Mercedes-Benz Club (Vic) Inc. as at 30 June 2017 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

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



David Giles
Treasurer

Mercedes-Benz Club (Vic) Inc.

ABN 61 781 477 580

Independent Auditor's Report to the Members

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Mercedes-Benz Club (Vic) Inc. (the association), which comprises the Statement by Members of the Committee, Income and Expenditure Statement, Balance Sheet as at 30 June 2017, a summary of significant accounting policies and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 30 June 2017 and [of] its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012.

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 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 the association to meet the requirements of Associations Incorporation Reform Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Reform Act 2012 and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that 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 either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

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.

Mercedes-Benz Club (Vic) Inc.

ABN 61 781 477 580

Independent Auditor's Report to the Members


As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism 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.

Signed on:

DW Groom CPA

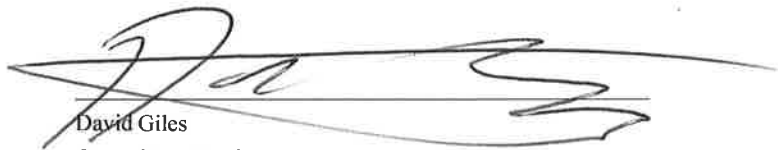

DW Groom 1/9/2017
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Mercedes-Benz Club (Vic) Inc.
ABN 61 781 477 580
Certificate by Member of the Committee
For the year ended 30 June 2017

I, Phil Dunstan and I, David Giles certify that:

- a. We attended the annual general meeting of the association held on Monday 4th September 2017.
- b. The financial statements for the year ended 30 June 2017 were submitted to the members of the association at its annual general meeting.

Dated



David Giles
Committee Member

D.W. GROOM C P A
PUBLIC ACCOUNTANT
REGISTERED COMPANY AUDITOR

41 Molan Street
Ringwood Vic 3134

19 Leslie Grove
Ringwood North 3134
Telephone: 03 9876 2518

Tel 9873 3599
Fax 9873 3600
Email: don@dwgroom.com.au
Liability limited by a scheme approved under
Professional Standards Legislation.

Postal Address
41 Molan Street
Ringwood 3134

INDEPENDENT AUDIT REPORT

To **MERCEDES BENZ CLUB OF VICTORIA INC.**

Scope

We have audited the special purpose financial report of the **MERCEDES BENZ CLUB OF VICTORIA INC.**

For the year ended **30/06/2017** as per attached copy, showing a **PROFIT of \$35708**. The treasurer is responsible for the report, prepared for presentation to the Annual General Meeting. We have conducted an independent audit of the financial report in order to express an opinion on it to your association.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination of evidence supporting the amounts and other disclosures in the financial report and evaluation of the record keeping and accounting methods used. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the relevant reporting requirements [including any constitutional requirements of the Association and any relevant statutory requirements] so as to present a view which is consistent with our understanding of the Association's financial position, the results of its operations and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.

The report is for the information of the Association and others deemed appropriate by them.

We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the Association.

Qualification: As is common for organisations of this type, it is not practicable for the association to maintain an effective system of internal control over donations, subscriptions and other fund raising activities until their initial entry into the accounting records. Accordingly, our audit in relation to fund raising was limited to amounts recorded.

Qualified Audit Opinion

In our opinion, except for the effects on the financial report of the matter referred to in the qualification paragraph, the financial report presents fairly in accordance with applicable reporting requirements the financial position of the association as at the year ended and the results of its operations and its cash flows for the year then ended.

Date: 1st September 2017
Firm: DW Groom CPA RCA 9072
Address: 41 Molan Street, Ringwood 3134


Signed:
Partner: DW Groom CPA RCA