



# **Porsche Club**

V i c t o r i a



**PORSCHE CLUB OF VICTORIA  
INC**

**ABN 23 229 091 974**

**ANNUAL REPORT  
30 June 2007**



# **Porsche Club**

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V i c t o r i a



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**PORSCHE CLUB OF VICTORIA INCORPORATED**  
**ABN 23 229 091 974**  
**REPORT OF THE COMMITTEE**

Your Committee submits the Financial Report of the Club for the year ended 30 June 2007.

**Committee**

The names of committee persons in office throughout the year and at the date of this report are:

Jeff Thomas - President	Appointed 19 <sup>th</sup> October 2004
Ian Jenkins - Vice President	Appointed 19 <sup>th</sup> October 2004
Roger Randle - Treasurer	Appointed 17 <sup>th</sup> October 2006
Richard Barton - Secretary	Appointed 18 <sup>th</sup> October 2006
Michael Dennis	Appointed 19 <sup>th</sup> October 2004
Keith Ryding	Appointed 17 <sup>th</sup> October 2006
Duane Rodgers	Appointed 19 <sup>th</sup> October 2004
James Caldwell	Appointed 19 <sup>th</sup> October 2004
Richard Oldham	Appointed 19 <sup>th</sup> October 2004 Resigned 6 <sup>th</sup> February 2007
Michael O'Brien	Appointed 6 <sup>th</sup> March 2007
Jacqui Collihole	Appointed 17 <sup>th</sup> October 2006
Mark Clair	Appointed 7 <sup>th</sup> February 2006
Grant Stephenson	Appointed 17 <sup>th</sup> October 2006

**Principal Activities**

The principal activities of the Club during 2007 have been the conduct of events both Social and Competition related to the common interest of our members.

No significant changes in the nature of activities occurred during the year.

**Operating Results**

The net surplus of the Club after providing for income tax and extraordinary items was \$1968 (2006 Deficit \$48827)

**Events subsequent to Balance Date**

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

**PORSCHE CLUB OF VICTORIA INCORPORATED  
ABN 23 229 091 974  
REPORT OF THE COMMITTEE**

(continued)

**Likely Developments**

The Committee is of the opinion that there are no likely developments that will significantly affect the operations of the Club or the expected results in the financial years subsequent to the financial year ended 30<sup>th</sup> June 2007.

**For and on behalf of the  
Committee of the Porsche Club of Victoria Inc.**

Signed

.....

**Jeffrey THOMAS  
President**

Signed

.....

**Roger RANDLE  
Treasurer**

**Dated this 28th day of September 2007**

**PORSCHE CLUB OF VICTORIA INCORPORATED**

**Statement of Financial Performance**

**For the year ended 30 June 2007**

	Note	2007 \$	2006 \$
Revenues from ordinary activities		475,568	324,284
Depreciation and amortisation expenses	1(a)	(6,792)	(8,919)
Other expenses from ordinary activities		(463,334)	(361,532)
Profit from ordinary activities before income tax		<u>5,442</u>	<u>(46,167)</u>
		-	-
Income tax expense relating to ordinary activities	1(c)	(3,474)	(2,660)
Net profit attributable to members of the association		<u>1,968</u>	<u>(48,827)</u>
Total changes in equity of the association		<u>1,968</u>	<u>(48,827)</u>
Opening retained profits		(25,065)	23,762
Net profit attributable to members of the company		<u>1,968</u>	<u>(48,827)</u>
Closing retained profits		<u>(23,097)</u>	<u>(25,065)</u>

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The accompanying notes form part of these financial statements.

**PORSCHE CLUB OF VICTORIA INCORPORATED**

**Statement of Cash Flows**

**For the year ended 30 June 2007**

	2007	2006
	\$	\$
<b>Cash Flow From Operating Activities</b>		
Receipts from customers	483,176	307,566
Payments to Suppliers and employees	(480,091)	(332,605)
Interest received	10,163	10,188
Income tax paid	(3,996)	(2,280)
Net cash provided by (used in) operating activities (note 2)	<u>9,252</u>	<u>(17,131)</u>
<b>Cash Flow From Investing Activities</b>		
<b>Payment for:</b>		
Payments for property, plant and equipment	(2,551)	(3,954)
Net cash provided by (used in) investing activities	<u>(2,551)</u>	<u>(3,954)</u>
Net increase (decrease) in cash held	6,701	(21,084)
Cash at the beginning of the year	<u>186,816</u>	<u>207,900</u>
Cash at the end of the year (note 1)	<u><u>193,517</u></u>	<u><u>186,816</u></u>

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The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# PORSCHE CLUB OF VICTORIA INCORPORATED

## Statement of Cash Flows

For the year ended 30 June 2007

2007

2006

### Note 1. Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash at bank	62,637	63,528
Cash on Deposit	130,881	123,288
	<u>193,518</u>	<u>186,816</u>

### Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit

Operating profit (loss) after tax	4,847	(48,827)
Depreciation	6,792	8,919
Increase/(decrease) in provision for income tax	(522)	381
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	17,771	(6,371)
(Increase) decrease in finished goods	1,416	1,968
Increase (decrease) in trade creditors and accruals	616	(7,139)
Increase (decrease) in other creditors	(21,669)	33,939
Net cash provided by operating activities	<u>9,252</u>	<u>(17,131)</u>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

**PORSCHE CLUB OF VICTORIA INCORPORATED**  
**Detailed Statement of Financial Position As At 30 June 2007**

	2007	2006
	\$	\$
<b>Current Assets</b>		
<b>Cash Assets</b>		
Cash at bank	62,637	63,528
Cash on Deposit	130,881	123,288
	193,518	186,816
<b>Receivables</b>		
Receivables	8,275	3,350
Prepayments	2,250	26,299
Other debtors	1,352	-
	11,877	29,649
<b>Inventories</b>		
Inventories	1,906	6,201
	1,906	6,201
<b>Total Current Assets</b>	<b>207,301</b>	<b>222,666</b>
<b>Non-Current Assets</b>		
<b>Property, Plant and Equipment</b>		
Plant & equipment - at cost	56,588	54,037
Less: Accumulated depreciation	(40,662)	(36,870)
Motor vehicles - at cost	22,277	22,277
Less: Accumulated depreciation	(13,857)	(10,857)
	24,346	28,587
<b>Total Non-Current Assets</b>	<b>24,346</b>	<b>28,587</b>
<b>Total Assets</b>	<b>231,647</b>	<b>251,254</b>

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The accompanying notes form part of these financial statements.



**PORSCHE CLUB OF VICTORIA INCORPORATED**  
**Detailed Statement of Financial Position As At 30 June 2007**

	2007	2006
	\$	\$
<hr/>		
<b>Current Liabilities</b>		
<b>Payables</b>		
<b>Unsecured:</b>		
- Creditors and accruals	1,750	3,500
- GST Clearing account	1,014	(1,352)
- Subscriptions in advance	44,507	48,981
- Event revenue in advance	4,828	22,023
	52,099	73,152
<b>Current Tax Liabilities</b>		
Taxation	631	1,153
	631	1,153
<b>Total Current Liabilities</b>	<b>52,730</b>	<b>74,305</b>
<b>Total Liabilities</b>	<b>52,730</b>	<b>74,305</b>
<b>Net Assets</b>	<b>178,917</b>	<b>176,949</b>
<b>Members' Funds</b>		
<b>Reserves</b>		
Members' Funds	202,014	202,014
Accumulated surplus (deficit)	(23,097)	(25,065)
<b>Total Members' Funds</b>	<b>178,917</b>	<b>176,949</b>

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The accompanying notes form part of these financial statements.

# PORSCHE CLUB OF VICTORIA INC

## NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2007

### 1. STATEMENT OF ACCOUNTING POLICIES

#### Special Purpose Report

The Associations Incorporations Act 1981, under which the Porsche Club of Victoria Inc. is incorporated, provides that the Club must maintain adequate and accurate accounting records (S30A). The Act also requires a Club with our level of gross receipts and/or assets to have its accounts audited.

These financial statements are a special purpose report prepared for the use of the Committee and members of the Club. The Committee has determined that the Club is not a reporting entity. The Financial Statements have also been prepared on the basis of historical costs and do not take into account changing money value or, except where stated, current valuations of non-current assets. The accounting policies have been consistently applied, unless otherwise stated.

The statements have been prepared in accordance with the following Accounting Standards and other mandatory professional reporting requirements –

AASB 1018	Statement of Financial Performance
AAS 4	Depreciation
AAS5	Materiality
AAS6	Accounting Policies
AAS8	Events occurring after Reporting Date
AAS15	Revenue
AAS17	Leases
AAS28	Statement of Cash Flows
AAS36	Statement of Financial Position
AASB 1041	Revaluation of Non-Current Assets

The following is a summary of the significant accounting policies adopted in the preparation of the accounts.

#### a) Property Plant and Equipment

Property, plant and equipment are brought to account to cost, less, where applicable, any accumulated depreciation or amortisation.

The depreciable amount of all fixed assets is determined as the difference between the carrying amount of the asset at the time of disposal and the proceeds of disposal, and is included in operating surplus of the company in the year of disposal.

#### b) Inventories

Inventories are measured at the lower of cost and net realisable value.

**PORSCHE CLUB OF VICTORIA INC**

**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 2007**

(continued)

**c). Income Tax**

As a non-profit incorporated association, the Club's liability to income tax is governed by the common-law principle of mutuality, where the contributions and receipts from members for the services provided by the Club are excluded from the assessable income of the Club. As all Club functions and services are provided to members, the income and expenditure derived from such activities will not be assessable and deductible to the Club, respectively.

Accordingly, the Club is only assessable on the income received from non-member income such as bank interest, and the income tax return has been prepared on this basis. The deductions available to the Club are limited to those relating to its assessable income and will therefore include a portion of bank fees and charges.

The Club's Rules satisfy the requirements of the principle of mutuality as they prohibit the distribution of surplus to members.

**2. RELATED PARTY TRANSACTIONS**

In accordance with the requirements of the *Associations Incorporations Act 1981*, no Committee members have a substantial interest and/or are Directors of various companies who supply, in the ordinary course of business, goods or services to the Porsche Club of Victoria Incorporated.

**3. EVENT REVENUE PAID IN ADVANCE AND SUBSCRIPTIONS IN ADVANCE**

These items represent revenue which has a benefit or relationship to the next accounting period. This income will be brought to account in the period to which it relates.

**4. CAPITAL AND LEASING COMMITMENTS**

There are no capital or lease commitments.

**5. CONTINGENT LIABILITIES**

The Committee members have no knowledge of any contingent liabilities.

**PORSCHE CLUB OF VICTORIA INCORPORATED  
STATEMENT BY MEMBERS OF THE COMMITTEE  
FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2007**

The Committee has determined that the Club 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. Present fairly the financial position of the Association as at 30 June, 2007 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 Club 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:

Signed

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**Jeffrey THOMAS**  
**President**

Signed

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**Roger RANDLE**  
**Treasurer**

Dated at Melbourne this 28th day of September 2007

**PORSCHE CLUB OF VICTORIA INCORPORATED**  
**Independent Audit Report to the Members**

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**Scope**

We have audited the financial statements of PORSCHE CLUB OF VICTORIA INCORPORATED being the Statement by Members of the Committee, Statement of Financial Performance, Statement of Financial Position, Statement of Cash Flows and Notes to Financial Statements for the financial year ended 30 June 2007. The Committee is responsible for the financial report. We have conducted an independent audit of the financial report in order to express an opinion on it to the members.

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, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements so as to present a view which is consistent with our understanding of the association's financial position and performance as represented by the results of its operations and its cash flows.

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

**Audit opinion**

In our opinion, the financial report presents fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements the financial position of PORSCHE CLUB OF VICTORIA INCORPORATED as at 30 June 2007, and the results of its operations and its cash flows for the year then ended.

Signed on 12 October, 2007:



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**Colin Helwig CPA, Certified Practising Accountants**  
**C.J. Helwig and Associates**  
1/128 High Street Belmont Vic 3126

**PORSCHE CLUB OF VICTORIA INCORPORATED**

**Trading Account**

**For the year ended 30 June 2007**

	2007	2006
	\$	\$
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<b>Trading Income</b>		
Gross receipts - advertising income	46,661	48,363
Gross receipts - competition events	125,662	91,594
Gross receipts - social events	141,832	18,383
Gross receipts - merchandise sales	9,627	6,955
Gross receipts - annual dinner	34,503	37,659
<b>Total Trading Income</b>	<u>358,287</u>	<u>202,955</u>
<b>Cost of Sales</b>		
<b>Add:</b>		
Competition costs	112,652	85,835
Social event costs	136,416	18,149
Merchandise costs	12,347	6,756
Magazine production costs	56,869	49,415
Annual Dinner costs	43,134	62,436
	<u>361,418</u>	<u>222,590</u>
<b>Cost of Sales</b>	<b>361,418</b>	<b>222,590</b>
<b>Gross Loss from Trading</b>	<u><u>(3,132)</u></u>	<u><u>(19,636)</u></u>

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The accompanying notes form part of these financial statements.

**PORSCHE CLUB OF VICTORIA INCORPORATED****Income and Expenditure Statement****For the year ended 30 June 2007**

	2007	2006
	\$	\$
<b>Income</b>		
<b>Trading profit (loss)</b>	(3,132)	(19,636)
Dorian hire	1,923	2,177
Interest received	10,163	10,188
Membership subscriptions	98,559	95,835
Joining fees	6,636	6,063
Raffle surplus	-	7,065
<b>Total income</b>	<u>114,149</u>	<u>101,693</u>
<b>Expenses</b>		
Audit fees	1,750	2,750
Bad debts	-	159
Bank charges	94	576
Credit card charges	7,651	8,935
Club night costs	12,816	24,878
Computer expenses	150	239
Courier charges	32	171
Depreciation - plant	6,792	8,919
General expenses	7,435	8,331
Insurance	3,495	4,634
Insurance - Workcover	343	228
Motor vehicle expenses	4,558	2,978
Postage	7,986	9,852
Printing & stationery	11,861	23,727
Secretarial and administration	29,823	31,163
Subscriptions	871	2,580
Superannuation	2,684	2,805
Telephone	2,626	3,261
Trophies	7,356	4,420
Website expenses	385	7,255
<b>Total expenses</b>	<u>108,707</u>	<u>147,860</u>
<b>Profit from ordinary activities before income tax</b>	<b>5,442</b>	<b>(46,167)</b>
<b>Income tax expense relating to ordinary activities</b>	<b>(3,474)</b>	<b>(2,660)</b>

The accompanying notes form part of these financial statements.

**PORSCHE CLUB OF VICTORIA INCORPORATED**

**Income and Expenditure Statement**

**For the year ended 30 June 2007**

	2007 \$	2006 \$
<b>Net profit attributable to the association</b>	<u>1,968</u>	<u>(48,827)</u>
<b>Total changes in equity of the association</b>	<u><u>1,968</u></u>	<u><u>(48,827)</u></u>
<b>Opening retained profits</b>	(25,065)	23,762
<b>Net profit attributable to the association</b>	<u>1,968</u>	<u>(48,827)</u>
<b>Closing retained profits</b>	<u><u>(23,097)</u></u>	<u><u>(25,065)</u></u>

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The accompanying notes form part of these financial statements.