BROSIE MARTIN BARNETT
CHARTERED ACCOUNTANTS

Auditors Report for the year ended 31 December 2021

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The Financial Report has been audited by Brosie Martin Barnett Chartered Accountants and we have issued an unqualified audit report in regards to these financials.

Financial Results Overview:-

The final operating result for the year was a profit of $47,851. This continues the NCHA's profit trend for the previous two years being a profit in the 2020 year of $100,478 and $106,818 in the 2019 year.

We wish to note that the entities financial position and performance continues to be heavily impacted by the COVID-19 pandemic this year.

For the members' information, we note the following areas:-

Income

- Government Assistance received was $58,395 (2020 - $183,168);
- Sponsorship (both Cash and In-Kind) increased from the previous year due to the Autumn Spectacular being held in Scone for the first time;
- Membership fees received increased $31,159;
- Sundry income includes Mental Health Funding of $19,750 and Calcutta income of $17,364;
- Total event income (inc. Entry Fees, Cattle Hire, Stable Fees, Office Fees, Diamond Deck, Camping Site Fees, Trade Site Fees and Public Liability) has increased due to the high number of entries received for the Futurity in addition to the Autumn Spectacular held in Scone. Please note that the refund of entry fees for the Futurity is included in the expenses section under refunds.

Expenses

- Event related expense categories are generally higher due to the addition of the Autumn Spectacular show and the cancellation and subsequent refund of the 2021 Futurity;
- Diamond Deck expenses increased by $22,746 due to its inclusion in the 2021 Autumn Spectacular.
- Insurance expenses decreased during the 2021, as a result of successful negotiations for a temporary reduction in premiums to assist with COVID pressures;
- Under the Australian Accounting Standards, the right to the use of the asset (head office) is amortised over the term of the lease. The net rental cost is included as depreciation in the detailed profit and loss (Office Rent – Depreciation). The cost for the 2021 year was $23,400;
- Salaries, Wages and Superannuation expenses have remained relatively stable compared to the 2020 year;
- Contract Staff costs have increased this year to meet additional staffing requirements for events including but not limited to the Online Sale and Autumn Spectacular.

Chartered Accountants

Liability limited by a scheme approved under Professional Standards Legislation.

Should any directors or members have specific queries or questions they would like answered from the Financial Reports and information provided, please don't hesitate to contact the NCHA head office who will liaise with our firm.

We once again wish to thank JP, Tanya and the staff of NCHA Limited for their assistance and availability during the completion of the audit for the 2021 year. With hopefully the worst of the COVID-19 pandemic behind us, we look forward to return to a more normal trading year in 2022.

Robert Studte
Partner
Brosie Martin Barnett