

***Desert Sports Foundation
Incorporated***

SPECIAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 30 APRIL 2025

DESERT SPORTS FOUNDATION INCORPORATED
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2025

INDEX

Contents	Page
Index	1
Independent Audit Report	2
Statement by the Management Committee	5
Income Statement	6
Balance Sheet	7
Notes to the Financial Statements	8
Detailed Income Statement	9

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF DESERT SPORTS FOUNDATION INCORPORATED

Qualified Opinion

I have audited the accompanying financial report, being a special purpose financial report, of Desert Sports Foundation Incorporated (“the association”), which comprises the balance sheet as at 30 April 2025, and the income statement for the year ended on that date, a summary of material accounting policies and other explanatory notes, and the statement by the management committee, as set out on pages 5 to 8.

In my opinion, except for the possible effect on the financial report of such adjustments, if any, as might have been required had the limitation on my audit procedures referred to in the “Basis for Qualified Opinion” paragraph not existed, the accompanying financial report presents fairly, in all material respects, the Association’s financial position as at 30 April 2025 and of its financial performance for the year then ended in accordance with the accounting policies described in note 1.

Basis for Qualified Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor’s Responsibilities for the Audit of the Financial Report* section of my report. I am 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 (including Independence Standards)* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

Fundraising, membership fees, sponsorships, grants, interest and other income are a significant source of revenue for Desert Sports Foundation Incorporated. The management committee has determined that it is impracticable to establish controls over the collection of revenue from these sources, with the exception of grants and interest, prior to entry into its financial records. Accordingly, as the evidence available to me regarding revenue from this source, with the exception of grants and interest, was limited, my audit procedures with respect to revenue from these sources, with the exception of grants and interest, had to be restricted to the amounts recorded in the financial records. I therefore am unable to express an opinion whether revenue from these sources, with the exception of grants and interest, that Desert Sports Foundation Incorporated obtained are complete.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

I 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 financial reporting requirements of the Associations Act. As a result, the financial report may not be suitable for another purpose. My report is intended solely for the Members and should not be distributed or used by parties other than the Members. My opinion is not modified in respect of this matter.

INDEPENDENT AUDIT REPORT TO

THE MEMBERS OF DESERT SPORTS FOUNDATION INCORPORATED (continued)

Responsibilities of the Management Committee for the Financial Report

The management committee of the Association is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of Association Act and is appropriate to meet the needs of the Members. The management committee's responsibility also includes such internal control as management determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the association management committee is responsible for assessing the ability of the Association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend 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

My 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 my 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, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 management.
- Conclude on the appropriateness of the management 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence



INDEPENDENT AUDIT REPORT TO

THE MEMBERS OF DESERT SPORTS FOUNDATION INCORPORATED (continued)

obtained up to the date of my 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.

I communicate with the management 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 I identify during my audit.

A handwritten signature in blue ink that reads 'E Dry'.

E Dry
Registered Company Auditor

Alice Springs, 17 / 07 / 2025.

DESERT SPORTS FOUNDATION INCORPORATED
STATEMENT BY THE MANAGEMENT COMMITTEE

FOR THE YEAR ENDED 30 APRIL 2025

The names of the members of the committee of the association at the end of the financial year are:

Sonya Haywood
Brooke Klarenbeek
Susan Heckenberg
Michele Thompson
Kylie Blackhouse
Hannah Gooding
Michelle Bell

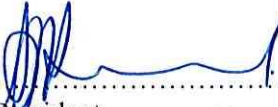
The principal activity of the association during the financial year was fundraising for distribution as grants to youth athletes.

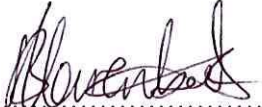
There were no significant changes in the nature of activities during the financial year.

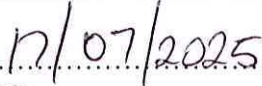
The surplus (deficit) of the association for the year is reported in the income statement.

In our opinion:

- 1 The financial statements , being special purpose financial statements, have been properly drawn up in accordance with the policies described in Note 1 to the financial statements so as to present fairly the results of the operations of the association for the financial year and the state of the association's affairs.
- 2 The accounts of the association have been properly prepared and are in accordance with the books of accounts of the association, and
- 3 There are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.


.....
President


.....
Treasurer


.....
Date

DESERT SPORTS FOUNDATION INCORPORATED

INCOME STATEMENT
FOR THE YEAR ENDED 30 APRIL 2025

	2025 \$	2024 \$
Total Revenue	83,321	81,763
Total Expenditure	<u>(85,209)</u>	<u>(63,674)</u>
Surplus for the year	(1,888)	18,088
Accumulated funds at start of year	180,289	162,201
Accumulated funds at end of year	<u><u>178,401</u></u>	<u><u>180,289</u></u>

Notes to the financial statements are included on the attached pages.

DESERT SPORTS FOUNDATION INCORPORATED

BALANCE SHEET
AS AT 30 APRIL 2025

	2025 \$	2024 \$
CURRENT ASSETS		
Cash at bank	26,607	35,399
Unpresented cheques	(2,800)	(5,200)
Short term deposit	154,299	147,595
Accounts receivable	150	-
TOTAL CURRENT ASSETS	<u>178,256</u>	<u>177,794</u>
NON-CURRENT ASSETS		
Computer equipment at book value	1,127	2,495
TOTAL NON-CURRENT ASSETS	<u>1,127</u>	<u>2,495</u>
TOTAL ASSETS	<u>179,383</u>	<u>180,289</u>
CURRENT LIABILITIES		
Accounts payable	982	-
TOTAL CURRENT LIABILITIES	<u>982</u>	<u>-</u>
TOTAL LIABILITIES	<u>982</u>	<u>-</u>
NET ASSETS	<u>178,401</u>	<u>180,289</u>
EQUITY		
Retained earnings	178,401	180,289
TOTAL EQUITY	<u>178,401</u>	<u>180,289</u>

Notes to the financial statements are included on the attached pages.

DESERT SPORTS FOUNDATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

1 SUMMARY OF ACCOUNTING POLICIES

Financial Reporting Framework

The association is not a reporting entity because in the opinion of the committee there are unlikely to exist users of the financial statements who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, these "special purpose financial statements" has been prepared to satisfy the reporting requirements of the Associations Act.

The financial statements have been prepared on the basis of historical cost and, except where stated, does not take into account changing money values or current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The financial statements have been prepared in accordance with the Associations act and the basis of accounting, but no the disclosure requirements, specified by all applicable Australian Accounting Standards.

Material Accounting Policies

Accounting policies are selected and applied in a manner which ensures that the resultant financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported. The following material accounting policies have been adopted in the preparation and presentation of the financial statements.

Revenue Recognition

Revenue from membership fees is recognised during the period to which the membership relates. Revenue from fundraising and other income is recognised when received.

Income Tax

The association is not subject to income tax.

DESERT SPORTS FOUNDATION INCORPORATED

DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 APRIL 2025

	2025	2024
	\$	\$
<u>INCOME</u>		
Fundraising	58,580	64,369
Sponsorships	-	2,960
Membership fees	6,300	6,000
Interest	6,704	828
Donations	11,718	5,251
Other income	20	2,355
	83,321	81,763
<u>EXPENSES</u>		
Athletes assistance program	67,100	55,600
Bank fees	59	124
Bingo costs	6,512	2,214
DSF 1000	-	2,970
Depreciation	1,265	138
Insurance	1,022	560
Advertising, including website expenses	7,820	940
Other expenses	1,431	1,128
	85,209	63,674
Surplus for the year	(1,888)	18,088