

Australian Clay Target Association Inc.

14 590 029 414

Financial Statements

For the Year Ended 31 December 2007

Australian Clay Target Association Inc.

14 590 029 414

For the Year Ended 31 December 2007

CONTENTS

	<u>Page</u>
Financial Statements	
Committee report	1
Income Statement	2
Balance Sheet	3
Statement of Changes in Equity	4
Cash Flow Statement	6
Notes to the Financial Statements	7
Statement by the committee	25
Independent Audit Report	26
Auditors Independence Declaration	29
Disclaimer to the Detailed Profit and Loss Statement	30
Detailed Profit and Loss Statement	33

Australian Clay Target Association Inc.

14 590 029 414

Committee report

31 December 2007

Your committee members submit the financial report of the association for the financial year ended 31 December 2007.

1. General information

a Committee Members

The names of the committee members in office at any time during, or since the end of, the year are:

Names

John Mack	
David Coleman	Resigned during the year
Allan Vilcins	
Lynne Curtis	
Dennis Harwood	
Robert Fox	
Ron Traill	
Robert Andrews	
Geoff Faulkes	
Elaine Forward	
Bill Jones	Resigned during the year
Allan Kenny	
Vince Mollica (Jnr)	
Daryl Pasfield	
George Pinner	
Robert Nugent	Appointed during the year
Peter Haley	Appointed during the year

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

b Principal Activity

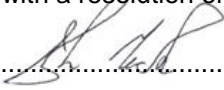
The principal activity of the association during the financial year was to operate as a sports governing body.


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

2. Business review

The profit of the association for the financial year after providing for income tax amounted to \$ 76,946.

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

Committee member: 
John Mack

Committee member: 
Dennis Harwood

Dated this 22nd day of February 2008

Australian Clay Target Association Inc.

14 590 029 414

Income Statement

For the Year Ended 31 December 2007

	Note	2007 \$	2006 \$
Sales revenue	3	1,392,524	1,559,987
Cost of sales		(321,226)	(380,851)
Gross profit		1,071,298	1,179,136
Other income	3	35,486	23,866
Distribution expenses		(1,594)	(3,093)
Marketing expenses		(14,314)	(4,722)
Administrative expenses		(567,238)	(582,288)
Finance costs		(3,018)	(307)
Competition expenses		(187,274)	(238,175)
Committee expenses		(36,088)	(53,735)
Coaching expenses		(2,051)	(14,228)
State rebates		(44,990)	(41,695)
Ground maintenance expenses		(45,813)	(70,773)
Other operating expenses	4	(127,458)	(83,420)
Profit before income tax		76,946	110,566
Income tax expense		-	-
Profit attributable to members		76,946	110,566

Australian Clay Target Association Inc.

14 590 029 414

Balance Sheet

31 December 2007

	Note	2007 \$	2006 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	588,584	322,916
Trade and other receivables	6	212,740	130,362
Inventories	7	61,930	30,560
Other current assets	9	98,353	113,928
Total current assets		961,607	597,766
Non-current assets			
Property, plant and equipment	8	1,796,983	1,027,785
Total non-current assets		1,796,983	1,027,785
TOTAL ASSETS		2,758,590	1,625,551
LIABILITIES			
Current liabilities			
Trade and other payables	10	89,344	71,277
Financial liabilities	11	79,894	-
Short-term provisions	13	13,973	23,351
Other current liabilities	12	444,812	267,632
Total current liabilities		628,023	362,260
Non-current liabilities			
Financial liabilities	11	22,538	-
Other long-term provisions	14	6,225	15,434
Other non-current liabilities	12	1,000	1,000
Total non-current liabilities		29,763	16,434
TOTAL LIABILITIES		657,786	378,694
NET ASSETS		2,100,804	1,246,857
EQUITY			
Reserves	15	1,150,059	348,187
Retained earnings	16	950,745	898,670
TOTAL EQUITY		2,100,804	1,246,857

Australian Clay Target Association Inc.

14 590 029 414

Statement of Changes in Equity

For the Year Ended 31 December 2007

2007

	Note	Retained Earnings \$	ISSF Levy Reserve \$	Asset Revaluation Reserve \$	Environmental Levy Reserve \$	New Shooter Reserve \$
Balance at 1 January 2007		898,670	13,911	39,430	10,481	233,730
Profit attributable to members		76,946	-	-	-	-
Total recognised income and expense for the year		76,946	-	-	-	-
Revaluation increment (decrement)		-	-	777,000	-	-
Transfers to and from reserves						
- ISSF levy reserve		1,176	(1,176)	-	-	-
- Environmental levy reserve		(3,261)	-	-	3,261	-
- New shooter reserve		(7,625)	-	-	-	7,625
- Skeet levy reserve		(3,390)	-	-	-	-
- Trap levy reserve		(11,771)	-	-	-	-
Sub-total		52,075	(1,176)	777,000	3,261	7,625
Balance at 31 December 2007		950,745	12,735	816,430	13,742	241,355

2006

	Note	Retained Earnings \$	ISSF Levy Reserve \$	Asset Revaluation Reserve \$	Environmental Levy Reserve \$	New Shooter Reserve \$
Balance at 1 January 2006		835,235	10,927	39,430	15,443	201,393
Profit attributable to members		110,566	-	-	-	-
Total recognised income and expense for the year		110,566	-	-	-	-
Transfers to and from reserves						
- ISSF levy reserve		(2,984)	2,984	-	-	-
- Environmental levy reserve		4,962	-	-	(4,962)	-
- New shooter reserve		(32,337)	-	-	-	32,337
- Skeet levy reserve		(5,635)	-	-	-	-
- Trap levy reserve		(10,912)	-	-	-	-
- J Newton Thomas Junior reserve		(225)	-	-	-	-
Sub-total		63,435	2,984	-	(4,962)	32,337
Balance at 31 December 2006		898,670	13,911	39,430	10,481	233,730

Australian Clay Target Association Inc.

14 590 029 414

Statement of Changes in Equity

For the Year Ended 31 December 2007

2007

	Note	Skeet Levy Reserve \$	Trap Levy Reserve \$	J Newton Thomas Junior Reserve \$	Total \$
Balance at 1 January 2007		28,543	17,172	4,920	1,246,857
Profit attributable to members		-	-	-	76,946
Total recognised income and expense for the year		-	-	-	76,946
Revaluation increment (decrement)		-	-	-	777,000
Transfers to and from reserves					
- ISSF levy reserve		-	-	-	-
- Environmental levy reserve		-	-	-	-
- New shooter reserve		-	-	-	-
- Skeet levy reserve		3,390	-	-	-
- Trap levy reserve		-	11,771	-	-
Sub-total		3,390	11,771	-	853,946
Balance at 31 December 2007		31,933	28,943	4,920	2,100,803

2006

	Note	Skeet Levy Reserve \$	Trap Levy Reserve \$	J Newton Thomas Junior Reserve \$	Total \$
Balance at 1 January 2006		22,908	6,260	4,695	1,136,291
Profit attributable to members		-	-	-	110,566
Total recognised income and expense for the year		-	-	-	110,566
Transfers to and from reserves					
- ISSF levy reserve		-	-	-	-
- Environmental levy reserve		-	-	-	-
- New shooter reserve		-	-	-	-
- Skeet levy reserve		5,635	-	-	-
- Trap levy reserve		-	10,912	-	-
- J Newton Thomas Junior reserve		-	-	225	-
Sub-total		5,635	10,912	225	110,566
Balance at 31 December 2006		28,543	17,172	4,920	1,246,857

Australian Clay Target Association Inc.

14 590 029 414

Cash Flow Statement

For the Year Ended 31 December 2007

	Note	2007 \$	2006 \$
Cash from operating activities:			
Receipts from customers		1,653,438	1,458,206
Payments to suppliers and employees		(1,461,949)	(1,385,176)
Interest received		31,043	22,208
Interest paid		(3,018)	(307)
Net cash provided by (used in) operating activities	17(a)	219,514	94,931
Cash flows from investing activities:			
Proceeds from sale of plant and equipment		3,727	14,927
Acquisition of property, plant and equipment		(60,005)	(219,833)
Net cash provided by (used in) investing activities		(56,278)	(204,906)
Cash flows from financing activities:			
Proceeds from borrowings		151,327	-
Repayment of borrowings		(48,895)	-
Net cash provided by (used in) financing activities		102,432	-
Net increase (decreases) in cash held		265,668	(109,975)
Cash at beginning of financial year		322,916	432,891
Cash at end of financial year	5	588,584	322,916

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

1 Statement of Significant Accounting Policies continued

(b) Basis of Preparation continued

1 Statement of Significant Accounting Policies

(a) General information

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Association Incorporations Act of Victoria*.

Australian Clay Target Association Inc. is a reporting incorporated association, incorporated and domiciled in Victoria, Australia under the Associations Incorporations Act 1981.

The financial report of Australian Clay Target Association Inc. complies with all Australian equivalents to International Financial Reporting Standards (IFRS) in their entirety.

The following is a summary of the material accounting policies adopted by the association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(b) Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Association Incorporations Act of Victoria 1981 and Australian Accounting Standards. The financial report has been prepared on the basis of historical cost and, except where stated, does not take into account changing money values or current values of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). A statement of compliance with International Financial Reporting Standards cannot be made due to the company applying the not-for-profit sector specific requirements contained in the AIFRS.

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 the substance of the underlying transaction and other events is reported.

In the application of AIFRS management is required to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other various factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

1 Statement of Significant Accounting Policies continued

(b) Basis of Preparation continued

(i) Operating leases

The association has entered into leases of the shooting grounds. Management has determined that all of the risks and rewards of ownership of these premises and equipment remain with the lessor and has therefore classified the leases as operating leases.

(ii) Provisions for employee benefits

Provisions for employee benefits payable after 12 months from the reporting date are based on future wage and salary levels, experience of employee departures and periods of service, as discussed in (policy) Note 1(j). The amount of these provisions would change should any of these factors change in the next 12 months.

(c) Comparative Figures

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

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

(e) Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement within 30 days.

Collectibility of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment of trade receivables is established when there is objective evidence that the Association will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial. The amount of the provision is recognised in the income statement in other expenses.

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

1 Statement of Significant Accounting Policies continued

(f) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials, direct labour and an appropriate portion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

(g) Property, Plant and Equipment

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

Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Revaluation of land and buildings

Following initial recognition at cost, land and buildings are carried at a revalued amount which is the fair value at the date of the revaluation less any subsequent accumulated depreciation on buildings and any subsequent accumulated impairment losses.

Fair value is determined by reference to market-based evidence, which is the amount for which the assets could be exchanged between a knowledgeable willing buyer and a knowledgeable willing seller in an arm's length transaction as at the valuation date. Fair values are confirmed by independent valuations which are obtained with sufficient regularity to ensure that the carrying amounts do not differ materially from the assets' fair values at the balance sheet date.

Land and buildings are treated as a class of assets. When the carrying amount of this class of assets is increased as a result of a revaluation, the increase is credited directly to the revaluation reserve, except where it reverses a revaluation decrement previously recognised in the profit and loss, in which case it is credited to the income statement.

When the carrying amount of land and buildings is decreased as a result of a revaluation, the decrease is recognised in the income statement, except where a credit balance exists in the revaluation reserve, in which case it is debited to that reserve.

Plant and equipment

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

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

1 Statement of Significant Accounting Policies continued

(g) Property, Plant and Equipment continued

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, is depreciated on a diminishing value basis over their useful lives commencing from the time the asset is held ready 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.

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

Class of Fixed Asset

Buildings	4%
Plant and Equipment	20%
Motor Vehicles	20%
Office Equipment	20%
Leasehold improvements	4% - 20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

Impairment

The carrying values of plant and equipment are reviewed for impairment at each reporting date, with recoverable amount being estimated when events or changes in circumstances indicate that the carrying value may be impaired.

The recoverable amount of plant and equipment is the higher of fair value less costs to sell and value in use. Depreciated replacement cost is used to determine value in use. Depreciated replacement cost is the current replacement cost of an item of plant and equipment less, where applicable, accumulated depreciation to date, calculated on the basis of such cost.

Impairment exists when the carrying value of an asset exceeds its estimated recoverable amount. The asset is then written down to its recoverable amount.

For plant and equipment, impairment losses are recognised in the income statement. However, because land and buildings are measured at revalued amounts, impairment losses on land and buildings are treated as a revaluation decrement.

(h) Trade and other payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

1 Statement of Significant Accounting Policies continued

(i) Deferred income

The liability for deferred income is the unutilised amounts of grants received on the condition that specified services are delivered or conditions are fulfilled. The services are usually provided or the conditions usually fulfilled within 12 months of receipt of the grant. Where the amount received is in respect of services to be provided over a period that exceeds 12 months after the reporting date or the conditions will only be satisfied more 12 months after the reporting date, the liability is discounted.

(j) Employee Benefits

Employee benefits comprise wages and salaries, annual, non-accumulating sick and long service leave, and contributions to superannuation plans.

Liabilities for wages and salaries expected to be settled within 12 months of balance date are recognised in other payables in respect of employees services up to the reporting date. Liabilities for annual leave in respect of employees services up to the reporting date which are expected to be settled within 12 months of balance date are recognised in the provision for annual leave. Both liabilities are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and are measured at the rates paid or payable.

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to anticipated future wage and salary levels, experience of employee departures, and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currencies that match, as closely as possible, the estimated future cash outflows.

The association pays contributions to certain defined contribution superannuation plans. Contributions are recognised in the income statement when they are due. The company has no obligation to pay further contributions to these plans if the plans do not hold sufficient assets to pay all employee benefits relating to employee service in current and prior periods.

(k) Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(l) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in income in the period in which they are incurred.

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

1 Statement of Significant Accounting Policies continued

(m) Revenue

Revenue is recognised when the association is legally entitled to the income and the amount can be quantified with reasonable accuracy. Revenues are recognised net of the amounts of goods and services tax (GST) payable to the Australian Taxation Office.

Revenue from sales of goods comprise revenue earned (net of returns, discounts and allowances) from the sale of goods purchased for resale and gifts donated for resale. Sales revenue is recognised when the control of goods passes to the customer.

Revenue from subscriptions, affiliation and registration fees are recognised in the period of the subscription.

Interest income is recognised on a time proportion basis using the effective interest method. When a receivable is impaired, the Association reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective interest rate of the instrument, and continues unwinding the discount as interest income. Interest income on impaired loans is recognised using the original effective interest rate.

The gain or loss on disposal of all non-current assets and available-for-sale financial investments is determined as the difference between the carrying amount of the asset at the time of the disposal and the net proceeds on disposal.

(n) Government Grants

Grants from the government or government departments are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Association will comply with all attached conditions.

Government grants relating to costs are deferred and recognised in the income statement over the period necessary to match them with the costs that they are intended to compensate.

Government grants relating to the purchase of property, plant and equipment are included in non current liabilities as deferred income and are credited to the income statement on a straight line basis over the expected lives of the related assets.

(o) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to a particular category they have been allocated to activities on a basis consistent with use of the resources.

Management and administration costs are those incurred in connection with administration of the association and compliance with constitutional and statutory requirements.

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

1 Statement of Significant Accounting Policies continued

(p) 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. 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 balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(q) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the association are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the association will obtain ownership of the asset or over the term of the lease.

(r) Income tax

No provision for income tax has been raised as the committee has determined that the association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

(s) Segment reporting

A business segment is identified for a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different to those of other business segments. A geographical segment is identified when products or services are provided within a particular economic environment subject to risks and returns that are different from those of segments operating in other economic environments.

2 Re-statement of material prior year accounts

(a) Balance sheet re-statements

		Reported balance at 31 December 2006	Adjustment	Re-stated balance at 31 December 2006
	Note	\$	\$	\$
CURRENT ASSETS				
Cash and cash equivalents		322,916	-	322,916

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

2 Re-statement of material prior year accounts continued

(a) Balance sheet re-statements continued

Trade and other receivables		130,362	-	130,362
Inventories		30,560	-	30,560
Other current assets		113,928	-	113,928
TOTAL CURRENT ASSETS		597,766	-	597,766
NON-CURRENT ASSETS				
Property, plant and equipment		1,027,785	-	1,027,785
TOTAL NON-CURRENT ASSETS		1,027,785	-	1,027,785
TOTAL ASSETS		1,625,551	-	1,625,551
CURRENT LIABILITIES				
Trade and other payables		71,277	-	71,277
Short-term provisions		23,351	-	23,351
Other current liabilities		267,632	-	267,632
TOTAL CURRENT LIABILITIES		362,260	-	362,260
NON-CURRENT LIABILITIES				
Long-term provisions		15,434	-	15,434
Other non-current liabilities		1,000	-	1,000
TOTAL NON-CURRENT LIABILITIES		16,434	-	16,434
TOTAL LIABILITIES		378,694	-	378,694
NET ASSETS		1,246,857	-	1,246,857
EQUITY				
Reserves	2(c)	152,921	195,266	348,187
Retained earning	2(c)	1,093,936	(195,266)	898,670
TOTAL EQUITY		1,246,857	-	1,246,857

(b) Income statement re-statements

	Note	Reported balance at 31 December 2006 \$	Adjustment \$	Re-stated balance at 31 December 2006 \$
Sales revenue	2(c)	1,332,710	227,277	1,559,987
Cost of Sales		(380,851)	-	(380,851)
Gross Profit		951,859	227,277	1,179,136
Other income		23,866	-	23,866
Distribution expenses		(3,093)	-	(3,093)
Marketing expenses		(14,314)	-	(14,314)
Administrative expenses		(564,857)	-	(564,857)

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

2 Re-statement of material prior year accounts continued

Competition expenses	2(c)	(10,898)	(227,277)	(238,175)
Other expenses from ordinary activities		(271,997)	-	(271,997)
Profit from ordinary activities before income tax		110,566	-	110,566
Income tax expense relating to ordinary activities		-	-	-
Profit attributable to members of the parent entity		110,566	-	110,566

(c) Notes to reconciliations

(i) Under the Framework for the Preparation and Presentation of Financial Statements, income and expense items are recognised in the income statement on the basis of a direct association between the costs incurred and the earning of specific items of income. This process, commonly referred to as the matching of costs with revenues, involves the simultaneous or combined recognition of revenues and expenses that result directly and jointly from the same transactions or other events. The expenses incurred by the association for competitions that were being held were being netted off against income for each event. Income and expense of \$227,227 was not being recognised at 31 December 2006.

(ii) Under the Framework for the Preparation and Presentation of Financial Statements and AASB 116 - Property, Plant and Equipment, any loss on sale of Property, Plant or equipment must be recognised in the income statement. A \$195,266 debit reserve was being carried forward from prior years. This entry has been reversed and recognised in opening retained earnings.

3 Revenue

	Note	2007 \$	2006 \$
Operating activities			
- sale of goods	(b)	464,464	643,475
- services revenue	(c)	874,607	845,374
- rental revenue		4,028	11,607
- interest received		31,043	22,208
- operating grants		14,355	18,569
- Sponsorship revenue		35,069	40,961
- Other income		4,443	1,657
Total Revenue		1,428,009	1,583,851

(a) Interest revenue breakup

	2007 \$	2006 \$
Interest revenue from:		

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

3 Revenue continued

(a) Interest revenue breakup continued

	2007	2006
	\$	\$
bank	31,043	22,208
Total interest revenue	31,043	22,208

(b) Sale of goods

	2007	2006
	\$	\$
Magazine income	199,199	180,479
National championships	187,893	224,223
Sale of goods and products	71,232	94,450
Hall of Fame sales	6,141	8,450
World Championships	-	135,874
Total	464,465	643,476

(c) Fees revenue

	2007	2006
	\$	\$
Registration fees	772,072	735,882
Affiliation fees	61,204	59,630
Levies received	30,990	33,438
Other fees	10,341	16,424
Total	874,607	845,374

4 Other operating expenses

	2007	2006
	\$	\$
Depreciation, amortisation and impairments	67,807	51,316
GST prior period adjustment expense	17,352	-
Motor vehicle expenses	13,895	7,587
Travel - local	21,760	-
Other operating expenses	2,917	39,439
Gain and loss on disposal of assets	3,727	(14,922)
Total	127,458	83,420

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

5 Cash and Cash Equivalents

	2007	2006
	\$	\$
Cash on hand	38	400
Cash at bank	222,053	119,978
Short-term bank deposits	366,493	202,538
Total	588,584	322,916

6 Trade and Other Receivables

	2007	2006
	\$	\$
CURRENT		
Trade receivables	180,961	113,192
Provision for impairment of receivables	-	-
	180,961	113,192
Deposits	4,433	-
Goods and services tax (receivable)	27,346	17,170
Total	212,740	130,362

7 Inventories

	2007	2006
	\$	\$
CURRENT		
At Cost		
Finished goods	61,930	30,560
Total	61,930	30,560

8 Property Plant and Equipment

	2007	2006
	\$	\$
LAND AND BUILDINGS		
Freehold land		
At independent valuation	1,000,000	223,000
Total freehold land	1,000,000	223,000

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

8 Property Plant and Equipment continued

	2007	2006
	\$	\$
Buildings		
At cost	180,462	180,462
Less accumulated depreciation	(59,926)	(54,904)
Total buildings	120,536	125,558
Total land and buildings	1,120,536	348,558
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	149,712	125,705
Less accumulated depreciation	(74,647)	(58,882)
Total plant and equipment	75,065	66,823
Motor vehicles		
At cost	54,122	21,818
Less accumulated depreciation	(21,128)	(16,918)
Total motor vehicles	32,994	4,900
Office equipment		
At cost	13,637	9,947
Less accumulated depreciation	(3,314)	(1,194)
Total office equipment	10,323	8,753
Leasehold improvements - national grounds		
At cost	664,009	664,009
Less accumulated depreciation	(145,945)	(104,254)
Total leasehold improvements	518,064	559,755
Perpetual trophies		
At independent valuation	40,000	40,000
Less accumulated depreciation	-	-
Total perpetual trophies	40,000	40,000
Total plant and equipment	676,446	680,231
Total property, plant and equipment	1,796,982	1,028,789

An independent valuation of the land was made in January / February 2008 to the 31 December 2007 on the basis of current market value by Christopher J Egan, Certified Practising Valuer.

The fair value is based on the independent valuation of the land from which goods and services tax was deducted. No capital gains tax will be applicable on the disposal of the freehold land.

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

8 Property Plant and Equipment continued

(a) Movements in Carrying Amounts

	Land	Buildings	Plant and Equipment	Motor Vehicles	Office Equipment
	\$	\$	\$	\$	\$
Balance at the beginning of year	223,000	125,558	66,823	4,900	8,753
Additions	-	-	24,011	32,304	3,690
Depreciation expense	-	(5,022)	(15,769)	(4,210)	(2,120)
Revaluation increase recognised in equity	777,000	-	-	-	-
Carrying amount at the end of year	1,000,000	120,536	75,065	32,994	10,323

	National grounds and development	Perpetual trophies	Total
	\$	\$	\$
Balance at the beginning of year	558,755	40,000	1,027,789
Additions	-	-	60,005
Depreciation expense	(40,691)	-	(67,812)
Revaluation increase recognised in equity	-	-	777,000
Carrying amount at the end of year	518,064	40,000	1,796,982

9 Other Assets

	2007	2006
	\$	\$
CURRENT		
Prepayments	98,353	113,928
Total	98,353	113,928

10 Trade and Other Payables

	2007	2006
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	35,402	31,320
Goods and services tax payable	51,561	39,957

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

10 Trade and Other Payables continued

Sundry payables and accrued expenses	2,380	-
Total	89,343	71,277

11 Financial Liabilities

	2007	2006
	\$	\$
CURRENT		
Unsecured liabilities		
Finance lease obligation	72,780	-
Total	72,780	-
Secured liabilities		
Finance lease obligation	7,114	-
Total	7,114	-
Total financial liabilities	79,894	-
	2007	2006
	\$	\$
NON-CURRENT		
Secured liabilities		
Finance lease obligation	22,538	-
Total	22,538	-

12 Other Liabilities

Current

	2007	2006
	\$	\$
Government grants	20,645	-
Deferred income	424,167	267,632
Total	444,812	267,632

Non-Current

	2007	2006
	\$	\$
J Newton Thomas Junior Award Trust	1,000	1,000
Total	1,000	1,000

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

13 Current provisions

	2007	2006
	\$	\$
Employee entitlements	13,973	23,351
Total	13,973	23,351

14 Non current provisions

	2007	2006
	\$	\$
Employee entitlements	6,225	15,434
Total	6,225	15,434

15 Reserves

	2007	2006
	\$	\$
Environmental levy reserve	35,353	62,573
ISSF levy reserve	13,911	10,927
J Newton Thomas Junior award reserve	4,920	4,696
New shooter levy reserve	233,730	201,393
Revaluation reserve (a)	816,430	39,430
Skeet levy reserve	28,543	22,908
Trap levy reserve	17,172	6,260
Total	1,150,059	348,187

(a) Asset Revaluation Reserve

The asset revaluation reserve records revaluations of non current assets.

16 Retained earnings

	2007	2006
	\$	\$
Retained profits at the beginning of the financial year	898,670	835,234
Net income/loss for the period	76,947	110,566
Transfers to reserves	(24,872)	(47,130)
Retained profits at the end of the financial year	950,745	898,670

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

17 Cash Flow Information

(a) Reconciliation of Cash Flow from Operations with Profit after Income Tax

	2007	2006
	\$	\$
Net income/loss for the period	76,947	110,566
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation, amortisation and impairments	67,807	51,316
Gain and loss on disposal of assets	3,727	(14,922)
changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
(Increase)/decrease in trade and term receivables	(77,945)	13,179
(Increase)/decrease in prepayments	11,143	84,943
(Increase)/decrease in inventories	(31,370)	27,110
Increase/(decrease) in trade payables and accruals	18,067	25,743
Increase/(decrease) in other liabilities	177,180	(265,033)
Increase/(decrease) in provisions	(18,587)	32,185
Cashflow from operations	219,515	94,931

18 Auditors' Remuneration

	2007	2006
	\$	\$
Remuneration of the auditor of the association for:		
- Tudor and Company - Auditing or reviewing the 31 December 2007 financial report	6,000	-
- FGR Partners - prior period auditors	6,520	6,000

19 Capital and Leasing Commitments

(a) Finance Lease Commitments

	2007	2006
Note	\$	\$

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

19 Capital and Leasing Commitments continued

(a) Finance Lease Commitments continued

	Note	2007 \$	2006 \$
Payable - minimum lease payments			
- no later than 12 months		84,443	-
- between 12 months and 5 years		35,851	-
Minimum lease payments		120,294	-
Less future finance changes		(9,198)	-
Present value of minimum lease payments		111,096	-

The finance leases are for the purchase of a motor vehicle and for insurance that is funded.

20 Contingent liabilities

In the normal course of business, the association is often required by sponsors to provide performance guarantees for the execution of work. The association has entered into a five year binding arrangement with Beretta Australia Pty Ltd on 20 June 2005. Beretta Australia Pty Ltd, under this agreement, are required to provide goods and services each year of the agreement in exchange for sponsorship.

If the agreement is terminated before the end of the term, the association must pay Beretta Australia Pty Ltd \$20,000 per year remaining on the contract. The following amounts would be payable:

- \$60,000 is payable to Beretta Australia if the agreement is terminated before 21 June 2008;
- \$40,000 is payable to Beretta Australia if the agreement is terminated after 21 June 2008 but before 21 June 2009; and,
- \$20,000 is payable to Beretta Australia if the agreement is terminated after 21 June 2009 but before 21 June 2010.

These amounts have not recognised a liability as the committee believes that there are no conditions up to the date of signing this report that will terminate the agreement.

21 Segment reporting

The company operates in one business and geographical segment. The segment is a governing sporting body in Australia.

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

19 Capital and Leasing Commitments continued

(a) Finance Lease Commitments continued

22 Association Details

The registered office of the association is:
Australian Clay Target Association Inc.

Australian Clay Target Association Inc.

14 590 029 414

Notes to the Financial Statements

For the Year Ended 31 December 2007

22 Association Details continued

308 Copland Street

WAGGA WAGGA NSW 2650

Australian Clay Target Association Inc.

14 590 029 414

Statement by the committee

In the opinion of the committee the financial report as set out on pages 2 to 24:

1. Presents a true and fair view of the financial position of Australian Clay Target Association Inc. as at 31 December 2007 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Standards board.
2. At the date of this statement, there are reasonable grounds to believe that Australian Clay Target Association Inc. 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:

President



John Mack

Chairman -Finance committee



Dennis Harwood

Dated 22 February 2008

Australian Clay Target Association Inc.

14 590 029 414

Independent Audit Report to the members of Australian Clay Target Association Inc.

Scope

The financial report and the directors' responsibility

The financial report comprises the committee report, income statement, balance sheet, statement of changes in equity, cash flow statement, notes to the financial statements and the statement by the committee for Australian Clay Target Association Inc. (the association), for the year ended 31 December 2007.

The directors of the association are responsible for the preparation and true and fair presentation of the financial report in accordance with the Incorporated Associations Act 1981 (Victoria). This includes the responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

I conducted an independent audit in order to express an opinion to the members of the association. My audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

I performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Incorporated Associations Act 1981 (Victoria), including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the association's financial position, and of their performance as represented by the results of their operations and cash flows.

I formed my audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report; and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While I considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of my procedures, my audit was not designed to provide assurance on internal controls.

Australian Clay Target Association Inc.

14 590 029 414

Independent Audit Report to the members of Australian Clay Target Association Inc.

Independence

In conducting my audit, I followed the applicable independence requirements of Australian professional ethical pronouncements.

Qualification

We were not the appointed auditors for the year ended 31 December 2006. We were unable to satisfy ourselves as to material 31 December 2006 balances by other audit procedures.

Qualified Audit Opinion

In my opinion, except for of the matter discussed in the qualification paragraph, the financial report of Australian Clay Target Association Inc. is in accordance with:

- (a) the Incorporated Associations Act 1981 (Victoria), including:
 - (i) giving a true and fair view of the association's financial position as at 31 December 2007 and of their performance for the year ended on that date; and
 - (ii) complying with Accounting Standards in Australia; and
- (b) other mandatory professional reporting requirements in Australia.

Tudor & Company



Mr Alan Tudor FCA

Melbourne

22 February 2008

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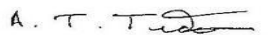
Australian Clay Target Association Inc.

14 590 029 414

Auditors Independence Declaration

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2007 there have been no contraventions of any applicable code of professional conduct in relation to independence to this audit.

Tudor & Company
Chartered Accountants



Mr Alan Tudor FCA

22 February 2008

Melbourne

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Australian Clay Target Association Inc.

14 590 029 414

Disclaimer

For the Year Ended 31 December 2007

The additional financial data presented on 31 - 32 is in accordance with the books and records of the association which have been subjected to the auditing procedures applied in our statutory audit of the association for the year ended 31 December 2007. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Australian Clay Target Association Inc.) in respect of such data, including any errors of omissions therein however caused.



Tudor & Company
Chartered Accountants

Mr Alan Tudor FCA

22 February 2008

Melbourne

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Australian Clay Target Association Inc.

14 590 029 414

Profit and Loss Account

For the Year Ended 31 December 2007

	2007	2006
	\$	\$
Income		
Sale of goods	464,464	643,475
Fees	843,617	811,936
Other rendering of services revenue	30,990	33,438
Interest income	31,043	22,208
Rental income	4,028	11,607
Grants	14,355	18,569
Sponsorship revenue	35,069	40,961
Other income	4,443	1,657
Total Income	1,428,009	1,583,851
Less: Expenses		
Accounting fees	3,226	1,790
Advertising	14,314	4,722
Auditors remuneration - parent entity	12,520	6,000
Bad debts	1,156	1,320
Bank charges	3,732	5,402
Coaching expenses - Junior development	582	12,161
Coaching expenses - other	1,469	2,067
Cleaning	2,490	450
Committee expenses	36,088	53,735
Competition expenses - National Championships	183,274	191,492
Competition expenses - World Championships	4,000	46,684
Computer expenses	3,663	6,510
Consulting and professional fees	2,435	1,213
Cost of sales	321,226	380,851
Depreciation	67,807	51,316
Electricity & water	17,573	11,501
Finance costs - external	3,018	307
Seminars and meetings	612	1,312
Freight and cartage	1,594	3,093
Ground maintenance expenses	45,813	70,773
Hall of Fame expenses	1,674	10,031
Insurance	145,386	123,520
Leave pay	(9,378)	-
GST prior period adjustment expense	17,352	-
Long service leave	(9,209)	15,434
Member amenities	5,184	11,237
Other expenses	2,380	3,363

Other employee costs	16,722	5,341
Motor vehicle expenses	13,895	7,587
Postage	14,926	20,151
Printing and stationery	15,611	16,241
Repairs and maintenance	2,690	5,514
Salaries	284,331	288,769
Security	7,222	-
Staff training	2,171	1,811
State rebates	44,990	41,695
Subscriptions	6,156	7,061
Sundry expenses	623	-
Superannuation contributions	21,900	26,139
Telephone and fax	13,078	10,081
Travel - local	21,760	-
Uniforms	2,356	1,449
Workers compensation	6,376	10,241
Total Expenses	(1,354,788)	(1,458,364)
Other items:		
Gain and loss on disposal of assets	3,727	(14,922)
	3,727	(14,922)
Profit before income tax	76,948	110,565

Australian Clay Target Association Inc.

14 590 029 414

Detailed Profit and Loss Statement

I, John Mack and I, Dennis Harwood certify that this annual statement was submitted to the members of the association at its annual general meeting.

Dated

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(Committee Member)