



**BASEBALL**  
AUSTRALIA



**AUSTRALIAN BASEBALL FEDERATION INC.**  
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

A.B.N. 18 610 026 404

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The financial report was authorised for issue by the directors on 29 January 2018

# **AUSTRALIAN BASEBALL FEDERATION INC**

(INCORPORATED ASSOCIATION)

## **REPORT OF THE DIRECTORS**

The directors present their report on the results of the Australian Baseball Federation Incorporated for the year ended 30 June 2017.

### **Principal activities**

The principal activity of the Australian Baseball Federation Incorporated is to conduct, encourage, promote, advance, standardise, control and administer all forms of the sports of baseball in and throughout Australia.

### **Form of entity and place of business**

The Australian Baseball Federation, incorporated in South Australia, is an Incorporated Association. Under its Statement of Rules and Purposes, the liability of members is limited to \$1 per member. At the date of this report, the Australian Baseball Federation's registered office - and principal place of business - is located at Suite 5, 65-67 Thomas Drive, Chevron Island, Queensland.

### **Review of operations and results**

The Australian Baseball Federation continued to promote and administer the sport of Baseball in Australia, including the men's, women's and junior Australian teams, the Australian Baseball League, the Australian National Championships, the Bendigo Bank Little League Australian Championships, and was also responsible for the development and marketing of the sport in Australia.

The net result of operations for the year ended 30 June 2017 was a net loss of \$11,836 (2016: loss \$361,880). This represented an improvement in net result for the year ended 30 June 2017, however was below Management and budgetary expectations for this period.

### **Significant changes in state of affairs**

The 2017 financial year represented the first financial period following the acquisition of Major League Baseball's equity stake in the Australian Baseball League Pty Ltd (75%). The financial results of the Australian Baseball League Pty Ltd have not been reflected in the forthcoming special purpose financial statements for the year ended 30 June 2017.

There was also a significant change in key management personnel during the 2017 financial year. B Pickett stood aside from his role as Chief Executive Officer of the Australian Baseball Federation in March 2017 and was subsequently replaced by C Vale.

### **Events after end of financial year**

During 2017, the Australian Baseball Federation Board endorsed the process to develop a revised strategic plan for the sport, focusing on the biggest challenges and opportunities for Baseball over the next five years. The strategy is set to be approved and launched in early 2018.

Outside of this event, there is at the date of the report no other matters or circumstances which have arisen since 30 June 2017 that has significantly affected, or may significantly affect the operations of the Australian Baseball Federation, the results of those operations, or the state of affairs of the Federation in financial years subsequent to 30 June 2017.

### **Future developments and results**

As publicly announced in November 2017, the Board of the Australian Baseball Federation Incorporated has announced their intention to expand the Australian Baseball League by adding two (2) additional teams from the 2018-2019 ABL season.

The directors are not aware of any other likely developments at this time that would affect the operations of the Australian Baseball Federation Incorporated.

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### REPORT OF THE DIRECTORS (Continued)

#### Environmental regulation

The operations of the Australian Baseball Federation Incorporated are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

#### Information on directors

The following persons held office as directors of the Australian Baseball Federation Incorporated at any time during the year and up to the date of this report.

#### Director

D Hynes	President
R Sadler	Interim Chairman, Finance, Audit and Risk Committee (Appointed 8 September 2017)
P Williams	Chairman, Finance, Audit and Risk Committee (Resigned 8 September 2017)
P Shmigel	
G Hooker	
C Vale	Appointed 1 April 2017
Y Gray	Resigned 8 October 2016
J Lamming	Resigned 11 May 2017
B Pickett	Resigned 31 March 2017

**AUSTRALIAN BASEBALL FEDERATION INC**  
(INCORPORATED ASSOCIATION)

**REPORT OF THE DIRECTORS (Continued)**

**Meetings of Directors**

The number of Directors' meetings held (including meetings of Committees and Directors) and the number of meetings attended (while a Director) by each of the Directors of the Australian Baseball Federation Incorporated during the financial year are:

	Full meeting of Directors (incl. teleconferences)		Finance, Audit and Risk Committee	
	H	A	H	A
<b>Meetings held (H) whilst a Director and attended (A)</b>				
D Hynes (President)	6	6		
R Sadler	6	4		
P Williams	6	6		
P Shmigel	6	5		
G Hooker	6	6		
C Vale	2	2		
Y Gray	2	1		
J Lamming	5	2		
B Pickett	4	4		

The role of the Finance, Audit and Risk Committee is providing advice and assurance on the financial statements and the audit process, and oversight of the effectiveness of the system of corporate governance and risk management.

**Company Secretary**

The Company Secretary is Mr Cameron Vale, Chief Executive Officer & Company Secretary.

**Insurance of Officers**

During the financial year, the Australian Baseball Federation Incorporated paid a premium to insure certain officers of the Federation. The insurance policy covers any director or officer of the Company including past, present and future directors, Company Secretary, Chief Executive Officer, and employees of the Australian Baseball Federation Incorporated. The liabilities insured include costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against the Directors and Officers in their capacity as officers of the Australian Baseball Federation Incorporated.

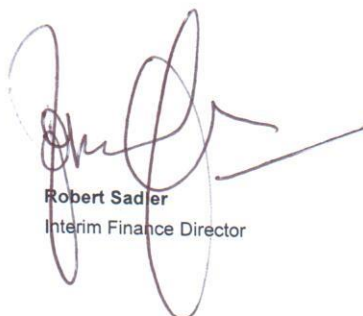
**Auditor independence**

A copy of the auditor's independence declaration as required under section 37 of the Associations Incorporated Act 1985 (SA) is set out on page 4.

Signed this 29th day of January, 2018, in accordance with a resolution of the Directors.



**David Hynes**  
Director & President



**Robert Sadler**  
Interim Finance Director

**AUSTRALIAN BASEBALL FEDERATION INC**

(INCORPORATED ASSOCIATION)

**INCOME STATEMENT****For the year ended 30 June 2017**

	<b>Notes</b>	<b>2017</b>	<b>2016</b>
		<b>\$</b>	<b>\$</b>
Revenue from continuing operations	<b>3</b>	3,956,775	3,613,659
Other income	<b>3</b>	920,794	1,153,292
<b>Total Revenue</b>		<b>4,877,568</b>	<b>4,766,951</b>
Expenditure from operating activities			
Team Performance		(973,626)	(758,706)
National Events		(1,363,138)	(1,244,967)
Operations		(642,940)	(1,084,112)
Administration		(1,810,303)	(1,249,241)
Other expenses from ordinary activities		(99,398)	(791,806)
		<b>(4,889,405)</b>	<b>(5,128,832)</b>
<b>Surplus from continuing operations</b>		<b>(11,836)</b>	<b>(361,880)</b>
<b>(Deficit)/surplus for the year</b>		<b>(11,836)</b>	<b>(361,880)</b>

*The above income statement should be read in conjunction with the accompanying notes.*

**AUSTRALIAN BASEBALL FEDERATION INC**  
(INCORPORATED ASSOCIATION)

**BALANCE SHEET**  
**As at 30 June 2017**

	Notes	2017 \$	2016 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	1,403,738	1,110,940
Trade and other receivables	6	333,090	358,676
Inventories	7	70,528	78,899
Other	8	247,446	439,092
<b>Total current assets</b>		<u>2,054,802</u>	<u>1,987,607</u>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	9	533,850	-
Investments	10	100	25
Property, plant and equipment	11	97,833	72,831
Other	12	32,869	23,452
<b>Total non-current assets</b>		<u>664,652</u>	<u>96,308</u>
<b>TOTAL ASSETS</b>		<u>2,719,454</u>	<u>2,083,915</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	13	880,829	555,089
Provisions	14	47,197	58,612
Revenue received in advance	15	452,454	104,909
<b>Total current liabilities</b>		<u>1,380,481</u>	<u>718,611</u>
<b>NON CURRENT LIABILITIES</b>			
Provisions	16	20,778	35,273
<b>Total non-current liabilities</b>		<u>20,778</u>	<u>35,273</u>
<b>TOTAL LIABILITIES</b>		<u>1,401,259</u>	<u>753,883</u>
<b>NET ASSETS</b>		<u>1,318,195</u>	<u>1,330,032</u>
<b>MEMBERS' FUNDS</b>			
Accumulated funds	18	1,318,195	1,330,032
<b>TOTAL MEMBERS' FUNDS</b>		<u>1,318,195</u>	<u>1,330,032</u>

*The above balance sheet should be read in conjunction with the accompanying notes.*

**AUSTRALIAN BASEBALL FEDERATION INC**  
(INCORPORATED ASSOCIATION)

**STATEMENT OF CHANGES IN EQUITY**  
**For the year ended 30 June 2017**

	Notes	Reserves \$	Accumulated Funds \$	Total Equity \$
Balance at 1 July 2015		-	1,691,912	1,691,912
Surplus/(Deficit) for year		-	(361,880)	(361,880)
<b>Total recognised income and expense for the year</b>		-	(361,880)	(361,880)
Balance at 30 June 2016	<b>18</b>	-	1,330,032	1,330,032

	Notes	Reserves \$	Accumulated Funds \$	Total Equity \$
Balance at 1 July 2016		-	1,330,032	1,330,032
Surplus/(Deficit) for year		-	(11,836)	(11,836)
<b>Total recognised income and expense for the year</b>		-	(11,836)	(11,836)
Balance at 30 June 2017	<b>18</b>	-	1,318,195	1,318,195

*The above statement of changes in equity should be read in conjunction with the accompanying notes.*



**AUSTRALIAN BASEBALL FEDERATION INC**  
(INCORPORATED ASSOCIATION)

**CASH FLOW STATEMENT**  
**For the year ended 30 June 2017**

	Notes	2017 \$	2016 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from members, sponsors and customers		5,243,307	4,426,265
Payments to supplies, players and employees		(4,365,454)	(4,584,975)
GST paid		(5,273)	(3,813)
Interest received		7,394	16,292
Interest paid		(368)	(124)
<b>Net cash (outflow)/inflow from operating activities</b>	<b>23</b>	<b>879,605</b>	<b>(146,354)</b>
<b>Cash Flows from Investing Activities</b>			
Payments for property, plant, equipment and other intangibles		(52,882)	(38,127)
Payments for investments		(75)	-
Loan provided to related party		(458,850)	-
Loans provided to Member States		(75,000)	-
<b>Net cash (outflow) from investing activities</b>		<b>(586,807)</b>	<b>(38,127)</b>
<b>Net (decrease) / increase in cash held</b>		<b>292,798</b>	<b>(184,481)</b>
Cash at the beginning of the financial year		1,110,940	1,295,421
<b>Cash at the end of the financial year</b>	<b>5</b>	<b>1,403,738</b>	<b>1,110,940</b>

*The above cash flow statement should be read in conjunction with the accompanying notes.*

# AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2017

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements are for the Australian Baseball Federation Incorporated (the Association).

The Association is not a reporting entity because in the opinion of the directors, there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, the financial report is therefore a special purpose financial report that has been prepared in order to satisfy the requirements of the *Associations Incorporation Act 1985 (SA)*

The Australian Baseball Federation Inc. is an incorporated association, registered in South Australia. The Association is a not-for-profit entity for the purpose of preparing the financial statements.

#### (a) Basis of preparation

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*, and AASB 1054 *Australian Additional Disclosures*.

##### *Historical cost convention*

These financial statements have been prepared under the historical cost convention, modified by the revaluation of selected non-current assets and financial instruments for which the fair value basis of accounting has been applied.

#### (b) Income tax

The Association is exempt from Australian income tax pursuant to Section 50-45 of the Income Tax Assessment Act 1997.

#### (c) Foreign currency translation

##### *Functional and presentation currency*

Items included in the financial statements of the Association are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Australian dollars, which is the Australian Baseball Federation's functional and presentation currency.

##### *Translations and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

#### (d) Acquisition of assets

The cost method of accounting is used for all acquisitions of assets regardless of whether shares or other assets are acquired. Cost is determined as the fair value of the assets given up or liabilities undertaken at the date of acquisition plus costs incidental to the acquisition.

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

For the year ended 30 June 2017

**(e) Revenue recognition**

Revenue is measured for the major business activities as follows:

- i) Dividend and interest revenue is brought to account when received.
- ii) Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and cessation of all involvement in those goods.
- iii) Sponsorship revenue is brought to account on an accruals basis.
- iv) Gains and losses on disposals of items of plant and equipment are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement.

**(f) Government grants**

Grants from the government are recognised at their fair value where there is reasonable assurance that the grant will be received and the Association has complied with the attached conditions.

**(g) Trade receivables**

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost, less provision for impairment.

Collectability 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 raised where 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 90 days overdue) are considered indicators that the trade receivable is impaired. The amount of the provision is recognised in the income statement in other expenses.

**(h) Other loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the reporting date which are classified as non-current assets. Loans and receivables are included in trade and other receivables (Notes 6 and 9) in the balance sheet.

**(i) Inventories**

All inventories are finished goods. Inventories relate to rulebooks, scorebooks, coaching materials and other baseball related merchandise and are measured at the lower of cost and net realisable value. Costs are based on purchase price using the 'first in, first out' method.

**(j) Impairment of assets**

At each reporting date, the company reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

The recoverable amount is the higher of fair value less costs to sell, and value in use.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised in profit or loss immediately.

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

For the year ended 30 June 2017

**(k) Depreciation of property, plant and equipment**

Property, plant and equipment is carried at cost. All assets are depreciated over their useful lives to the Association commencing from the time the asset was held ready for use.

The depreciation rates used for each class of asset are as follows:

Computer equipment	20% - 40%
Furniture & fittings	20%
Office equipment	30%

**(l) Trade and other payables**

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

**(m) Provisions**

Provisions are recognised when the Association has a present legal or constructive obligation as a result of past events. It is more likely than not that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

**(n) Revenue received in advance**

To the extent that specific grant funding remains unexpended at balance date, the surplus is brought to account as a liability, consistent with provisions embodied in the service agreements. Unexpended funds are fully refundable until expended on specified programs.

**(o) Employee benefits**

*(i) Wages, salaries and annual leave*

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be settled within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liability for annual leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables.

*(ii) Long service leave*

The liability for long service leave, which is not expected to be settled within 12 months after the end of the period in which the employee renders the related service, 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 end of the reporting period. Consideration is given to the expected future wage and salary levels, experience of employee departures and periods of service.

**(p) Cash and cash equivalents**

Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

## **AUSTRALIAN BASEBALL FEDERATION INC**

(INCORPORATED ASSOCIATION)

### **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**For the year ended 30 June 2017**

**(q) Goods and services tax (GST)**

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or other payables in the balance sheet.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the ATO, are presented as operating cash flow.

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

For the year ended 30 June 2017

#### 2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS, RECLASSIFICATIONS

##### (a) Critical accounting estimates, judgements and assumptions

In applying the accounting policies discussed above, the Association makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and underlying assumptions made by the Association are reviewed on an ongoing basis, and those that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

##### *Consolidation*

Following the acquisition of a further 75 shares from Major League Baseball in September 2016, the Association became the sole owner of the Australian Baseball League Pty Ltd.

It has been determined that for the purpose of preparing these special purpose financial reports, the financial performance and position of the Australian Baseball League Pty Ltd would not be consolidated with the Association for the year ended 30 June 2017.

##### *Inventories*

Inventories are measured at the lower of cost and net realisable value. In estimating the net realisable values, management takes into consideration the most reliable evidence available at the time the estimates are made.

##### *Provision for doubtful debts*

Estimates and assumptions are applied in determining the provision for doubtful debts. If the estimated recoverable amount of the debtor is less than the amount of revenue recognised, the difference is recognised in the provision for doubtful debts.

##### *Property, plant and equipment*

Useful lives and the residual value of property, plant and equipment are reviewed annually. Judgement is applied in determining the useful lives of property, plant and equipment. Any reassessment of useful lives and residual value in a particular year will affect depreciation expense (either increasing or decreasing) from the date of reassessment through to the end of the reassessed useful life for both the current and future years.

##### *Long service leave*

Management judgement is applied in determining the following key assumptions used in the calculation of long service leave at reporting date:

- Any future increases in salaries and wages; and
- Experience of employee departures and periods of service.

##### (b) Reclassification of Financial Information

Where necessary, comparative information has been reclassified to achieve consistency in disclosure with current financial year amounts and other disclosures. The impact of these reclassifications is not material, and has not resulted in any change to surplus / (deficit) or net assets.

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

For the year ended 30 June 2017

	2017	2016
	\$	\$
<b>3. REVENUE</b>		
<b>From continuing operations</b>		
Rendering of services	3,956,775	3,613,659
	<u>3,956,775</u>	<u>3,613,659</u>
Total revenue from continuing operations	<u>3,956,775</u>	<u>3,613,659</u>
<b>Other income</b>		
Government grants	913,400	1,137,000
Interest received	7,394	16,292
	<u>920,794</u>	<u>1,153,292</u>
<b>Total Revenue</b>	<u>4,877,568</u>	<u>4,766,951</u>

#### (a) Government Grants

Government Grants relate primarily to monies received from the Australian Sports Commission which are required to be expended on game development and high performance programs. There are no unfulfilled conditions or other contingencies attached to these grants.

#### 4. NET RESULT

The net result includes the following specific items:

##### Expenses

Depreciation	27,725	14,865
Employee benefits expense	1,112,392	954,288
Write-off of bad & doubtful debts	71,672	21,941
Write-off of obsolete inventory	30,137	-

As discussed in Note 1 (b), the Association is exempt from tax and no tax is applicable to these items.

#### 5. CURRENT ASSETS - CASH AND CASH EQUIVALENTS

Cash at bank and on hand	1,123,786	1,044,368
Restricted Cash - MLBAAP & Australian Baseball Alumni	279,952	66,572
	<u>1,403,738</u>	<u>1,110,940</u>

**AUSTRALIAN BASEBALL FEDERATION INC**

(INCORPORATED ASSOCIATION)

**NOTES TO THE FINANCIAL STATEMENTS (Continued)****For the year ended 30 June 2017**

	2017	2016
	\$	\$
<b>6. CURRENT ASSETS - TRADE AND OTHER RECEIVABLES</b>		
Trade receivables	410,824	390,717
less: Provision for doubtful debts	(78,686)	(34,941)
	<u>332,138</u>	<u>355,776</u>
Other receivables	952	2,900
	<u>333,090</u>	<u>358,676</u>

**(a) Past due but not impaired**

As of 30 June 2017, trade receivables of \$299,106 (2016: \$160,103) were past due but not impaired. These relate to a number of independent customers for whom there is no recent history of default. The ageing analysis of these trade receivables is as follows:

Not past due	33,032	195,673
Past due 0-30 days	231,252	24,056
Past due 31-60 days	14,641	31,018
Past due 61-90 days	12,558	16,633
Past due 91 days or more	40,655	88,396
	<u>332,138</u>	<u>355,776</u>

**(b) Receivables due from Member States**

As at 30 June 2017, debtors include amounts receivable from Member States of \$246,246 (2016: \$61,480)

**7. CURRENT ASSETS - INVENTORIES**

Inventory - cost	100,665	78,899
Inventory - provision for obsolescence	(30,137)	-
	<u>70,528</u>	<u>78,899</u>

**8. CURRENT ASSETS - OTHER**

Prepayments	216,763	425,440
Accrued income	25,184	-
Security deposits	5,500	13,652
	<u>247,446</u>	<u>439,092</u>



## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

For the year ended 30 June 2017

	2017	2016
	\$	\$
<b>9. NON-CURRENT ASSETS - TRADE AND OTHER RECEIVABLES</b>		
Receivable from related party	458,850	-
Receivable from Member States	75,000	-
	<u>533,850</u>	<u>-</u>

As at 30 June 2017, the receivable from related party relates to a long-term loan made to the Australian Baseball League Pty Ltd during the 2017 financial year. There is no formal date on which repayments are expected to commence.

As at 30 June 2017, the receivable from Member States relates to a strategic loan provided to Baseball South Australia in December 2016, with repayments commencing on 31 December 2017.

### 10. NON-CURRENT ASSETS - INVESTMENTS

Investments in non-listed equity securities	100	25
	<u>100</u>	<u>25</u>

The investment in non-listed equity securities represents the Association's equity stake in the Australian Baseball League Pty Ltd, a wholly owned subsidiary of the Australian Baseball Federation Inc.

### 11. NON-CURRENT ASSETS - PROPERTY, PLANT AND EQUIPMENT

#### Plant and Equipment

Office equipment - cost	104,358	98,769
Less accumulated depreciation	(70,546)	(56,553)
<b>Total Office Equipment</b>	<u>33,812</u>	<u>42,216</u>
Computer equipment - cost	146,667	110,024
Less accumulated depreciation	(104,167)	(97,371)
<b>Total Computer Equipment</b>	<u>42,500</u>	<u>12,653</u>
Furniture and fittings - cost	125,819	116,943
Less accumulated depreciation	(104,299)	(98,981)
<b>Total Furniture and Fittings</b>	<u>21,521</u>	<u>17,962</u>
<b>Total Plant and Equipment</b>	<u>97,833</u>	<u>72,831</u>
	<u>97,833</u>	<u>72,831</u>

Reconciliation of the carrying amount of each class of property, plant and equipment at the beginning and end of the year are set out below.

**AUSTRALIAN BASEBALL FEDERATION INC**

(INCORPORATED ASSOCIATION)

**NOTES TO THE FINANCIAL STATEMENTS (Continued)****For the year ended 30 June 2017**

	<b>Computer Equipment</b>	<b>Furniture and Fittings</b>	<b>Office Equipment</b>	<b>TOTAL</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>At 1 July 2016</b>	12,653	17,962	42,216	72,831
Additions	38,417	8,876	5,589	52,882
Fixed asset write offs	(155)	-	-	(155)
Transfers	-	-	-	-
Depreciation Expense	(8,415)	(5,318)	(13,993)	(27,726)
<b>at 30 June 2017</b>	<b>42,500</b>	<b>21,521</b>	<b>33,812</b>	<b>97,833</b>

	<b>Computer Equipment</b>	<b>Furniture and Fittings</b>	<b>Office Equipment</b>	<b>TOTAL</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>At 1 July 2015</b>	14,982	22,041	12,670	49,693
Additions	4,179	541	33,408	38,128
Fixed asset write offs	-	(1,912)	-	(1,912)
Transfers	-	-	-	-
Depreciation Expense	(6,508)	(2,708)	(3,861)	(13,078)
<b>at 30 June 2016</b>	<b>12,653</b>	<b>17,962</b>	<b>42,216</b>	<b>72,831</b>

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
<b>12. NON-CURRENT ASSETS - OTHER</b>		
Security deposits	32,869	23,452
	<u>32,869</u>	<u>23,452</u>

<b>13. CURRENT LIABILITIES - TRADE AND OTHER PAYABLES</b>		
Trade payables	466,320	259,627
Sundry creditors and accruals	414,510	295,462
	<u>880,829</u>	<u>555,089</u>

As at 30 June 2017, trade payables include amounts due to Member States of \$72,002 (2016: \$2,718)

<b>14. CURRENT LIABILITIES - PROVISIONS</b>		
Annual leave	47,197	58,612
	<u>47,197</u>	<u>58,612</u>

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued) For the year ended 30 June 2017

	2017	2016
	\$	\$
<b>15. CURRENT LIABILITIES - REVENUE RECEIVED IN ADVANCE</b>		
Revenue received in advance - ASC Grants	290,000	-
Revenue received in advance - Sponsorship	145,000	-
Revenue received in advance - MLBAAP	17,454	47,273
Revenue received in advance - Other	-	57,636
	<u>452,454</u>	<u>104,909</u>

### 16. NON-CURRENT LIABILITIES - PROVISIONS

Long service leave	20,778	35,273
	<u>20,778</u>	<u>35,273</u>

### 17. CAPITAL

The Australian Baseball Federation is incorporated in South Australia as an Incorporated Association. Under the Statement of Rules & Purposes, the liability of members is limited to \$1 per member and the Board cannot declare a dividend, bonus or otherwise to members.

### 18. ACCUMULATED FUNDS

Movements:		
Balance - 1 July	1,330,032	1,691,912
Net surplus/(deficit) for the financial year	(11,836)	(361,880)
Balance - 30 June	<u>1,318,195</u>	<u>1,330,032</u>

	2017	2016
	\$	\$

### 19. AUDITOR'S REMUNERATION

Total amounts received/receivable by the appointed auditors for:

Remuneration for audit of the statutory financial report of the Association	11,000	7,815
Other audit related services	-	-
Other assurance services	-	-
Other services	-	-
	<u>11,000</u>	<u>7,815</u>

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

For the year ended 30 June 2017

	2017	2016
	\$	\$
<b>20. RELATED PARTIES</b>		
The names of each person who were Directors of the Australian Baseball Federation Incorporated at any time during the financial year are as follows:		
D Hynes, R Sadler, P Williams, P Shmigel, G Hooker, C Vale, Y Gray, J Lamming, and B Pickett		
<b>(i) Investment in the Australian Baseball League Pty Ltd</b>		
The Australian Baseball League Pty Ltd is a wholly-owned subsidiary on the Australian Baseball Federation Incorporated at balance date.		
Investment in the Australian Baseball League Pty Ltd	100	25
The subsidiary is financially dependent on its parent company (Australian Baseball Federation Inc) to continue its existing operations, being the facilitation of a nationally recognised Baseball competition that includes six (6) teams from various capital cities around Australia.		
Loan - Australian Baseball League Pty Ltd	458,850	-
<b>(ii) Payments to and from Member States</b>		
Payments are made to Member States to assist with costs incurred in connection with the facilitation of game development programs in each relevant jurisdiction.		
Distributions from current year earnings	222,000	222,000
	<u>222,000</u>	<u>222,000</u>
The Australian Baseball Federation Incorporated undertook transactions with each of the Member States during the year in the normal course of business.		
Amounts receivable from Member States at balance date	246,246	61,480
Amounts payable to Member States at balance date	72,002	2,718
The Australian Baseball Federation Incorporated has committed to provide distributions to the Member States in the 2017/2018 financial year, forecast as \$222,000 (2017: \$222,000) at balance date.		

### 21. CONTINGENT LIABILITIES

The Association has no contingent liabilities as at 30 June 2017.

## AUSTRALIAN BASEBALL FEDERATION INC

(INCORPORATED ASSOCIATION)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

For the year ended 30 June 2017

	2017	2016
	\$	\$
<b>22. COMMITMENTS FOR EXPENDITURE</b>		
<i>Operating lease commitments</i>		
Non-cancellable operating leases contracted for but not capitalised in the financial report.		
Property leases payable:		
Not longer than 1 year	74,272	72,109
Longer than 1 year but not longer than 5 years	12,439	86,711
	<u>86,711</u>	<u>158,820</u>

### 23. RECONCILIATION OF NET SURPLUS/(DEFICIT) TO NET CASH INFLOW FROM OPERATING ACTIVITIES

Net surplus/(deficit)	(11,836)	(361,880)
Depreciation, amortisation, loss on disposal and fixed asset write-offs	27,880	14,865
(Increase)/decrease in current receivables	25,586	81,256
Decrease/(increase) in inventories	8,371	46,710
Decrease/(increase) in other current assets	191,646	(177,117)
Decrease/(increase) in non-current receivables	-	600,000
Decrease/(increase) in other non-current assets	(9,417)	-
Increase/(decrease) in accounts payable	206,693	(109,762)
Increase/(decrease) in sundry creditors	119,047	173,587
Increase/(decrease) in current provisions	(11,415)	(11,231)
Increase/(decrease) in revenue received in advance	347,545	(405,650)
Increase/(decrease) in non-current provisions	(14,495)	2,869
<b>Net cash inflow / (outflow) from operating activities</b>	<b>879,605</b>	<b>(146,354)</b>

### 24. SUBSEQUENT EVENTS

There has not been any matter or circumstance occurring subsequent to the end of the financial year that has significantly affected, or may significantly affect, the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

### 25. COMPANY DETAILS

The registered office of the Association is:

Australian Baseball Federation Incorporated  
Suite 5, 65-67 Thomas Drive  
CHEVRON ISLAND QLD 4217

The principal place of business is:

Australian Baseball Federation Incorporated  
Suite 5, 65-67 Thomas Drive  
CHEVRON ISLAND QLD 4217

**AUSTRALIAN BASEBALL FEDERATION INC**  
(INCORPORATED ASSOCIATION)

**DIRECTORS' DECLARATION**

As detailed in Note 1 to the financial statements, the Association is not a reporting entity because in the opinion of the directors there are unlikely to exist users of the financial report 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 have been prepared to satisfy the directors' reporting requirements under the Associations Incorporation Act 1985 (SA).

**The directors declare that:**

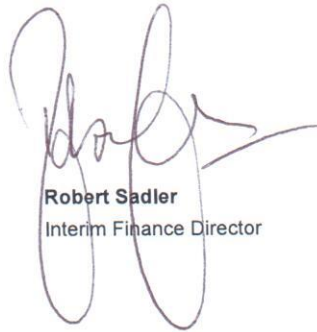
- (a) in the directors' opinion, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable; and
- (b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the Associations Incorporated Act 1985 (SA), including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Association.

Signed in accordance with a resolution of the directors made pursuant to Section 35 of the Associations Incorporated Act 1985 (SA).

*On behalf of the Directors*



**David Hynes**  
Director & President



**Robert Sadler**  
Interim Finance Director