

## Independent Auditor's Report

### To the Members of Claremont Football Club (Inc.)

We have audited the accompanying financial report, being a special purpose financial report, of Claremont Football Club (Inc.) ("the Club"), which comprises the balance sheet as at 31 October 2014, the income statement, and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information.

#### Directors Responsibility for the Financial Report

The directors of the Club are responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1 of the financial report are appropriate to meet the requirements of the Associations Incorporations Act (WA) 1987 and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view, 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

# Independent Auditor's Report

To the Members of Claremont Football Club Inc. (Continued)



## Basis for Qualified Auditor's Opinion

### Revenue Recognition

As is common for organisations of this type, it is not practicable for the Club to maintain an effective system of internal control over cash receipts until their initial entry in the accounting records. Accordingly, as the evidence available to us regarding revenue from voluntary activities was limited, our audit procedures with respect to voluntary activities had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether all income relating to voluntary activities is complete.

### Redevelopment Activities

We draw attention to Note 4 in the financial report with respect to the Club's redevelopment activities. These activities have not been accounted for in this financial report, and as such our audit procedures have been limited to that of the Football Operations as presented in the financial report. As a result, we have not obtained appropriate audit evidence to provide a basis for an audit opinion on the redevelopment activities and the effect of these has not been determined.

## Qualified Auditor's Opinion

In our opinion, except for the matters described in the Basis for Qualified Auditor's Opinion paragraphs, the financial report presents fairly, in all material respects, the financial position of Claremont Football Club Inc. as at 31 October 2014 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 of the financial report, and the requirements of the Associations Incorporation Act (WA) 1987.

## Emphasis of Matter

Without further qualifying our opinion, we draw attention to Note 1 in the financial report which indicates that the Club incurred a deficit of \$109,910. This condition, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty which may cast significant doubt about the ability of the Club to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

## Basis of Accounting

Without further modifying our opinion, we draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist Claremont Football Club Inc to meet the requirements of the Associations Incorporation Act (WA) 1987. As a result, the financial report may not be suitable for another purpose.

**BENTLEYS**  
Chartered Accountants

**DOUG BELL CA**  
Director

DATED at PERTH this 24<sup>th</sup> day of November 2014