

KELAB GOLF MIRI**BALANCE SHEET
AS AT 31 DECEMBER 2011**

	Note	2011 RM	2010 RM
<u>CAPITAL AND LIABILITIES</u>			
Capital and accumulated fund:			
At 1 January		3,980,490	4,472,080
Add: Deficit for the year		(48,845)	(491,590)
At 31 December		<u>3,931,645</u>	<u>3,980,490</u>
Special caddies fund		11,161	11,161
Charity fund		14,421	2,511
Junior golf fund		89,623	79,481
Tournament fund		98,552	63,857
Fund from government		20,000	-
Liabilities:			
Members' deposits		803,200	809,900
Other payables	2	247,584	247,385
		<u>5,216,186</u>	<u>5,194,785</u>
<u>ASSETS</u>			
Cash and bank balances:			
Cash on hand		1,039	1,741
Cash at bank		420,041	452,931
Fixed deposits	3	2,188,350	2,029,807
Other assets:			
Property, plant and equipment	4	2,185,278	2,466,919
Amount due from members	5	408,073	218,545
Other receivables	6	6,192	19,317
Tax recoverable	7	7,213	5,525
		<u>5,216,186</u>	<u>5,194,785</u>

DR. PHILIP RAJA
Captain

MICHAEL TANG TUNG SENG
Honorary Treasurer

Date:

Date:

The accompanying notes form an integral part of these financial statements.

KELAB GOLF MIRI**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011	2010
	RM	RM
<u>RECEIPTS</u>		
Balance brought forward:		
Cash on hand	1,741	507
Cash at bank	452,931	368,433
Fixed deposits	2,029,807	2,168,421
	<u>2,484,479</u>	<u>2,537,361</u>
Bar, restaurant and pro-shop rental income	37,200	37,400
Conversion fees	62,500	24,500
Corporate membership fees	12,083	7,917
Entrance fees	31,000	8,000
Green fees	167,225	243,478
Interest income	60,287	48,047
Membership transfer fees	108,500	107,500
Other income	24,594	31,687
Subscriptions	1,181,184	1,104,300
Increase in receivables	(176,403)	(14,276)
Increase in charity fund	11,910	287
Increase in tournament fund	34,695	866
Increase/(Decrease) in junior golf fund	10,142	(6,828)
Increase in fund from government	20,000	-
(Decrease)/Increase in payables	(6,501)	75,371
	<u>4,062,895</u>	<u>4,205,610</u>
<u>PAYMENTS</u>		
Advertisement	1,030	2,000
Audit fee	4,000	4,000
Bank interest and charges	1,856	555
Captain ticket	500	800
Clubhouse maintenance	57,085	56,213
Clubhouse expenses	35,163	87,760
Committee expenses	9,970	19,020
Competitions (net)	63,980	66,244
Contribution fee	4,500	-
Driving range expenses	43,469	30,370
Golf course maintenance	514,069	702,017
Insurance	8,222	8,110
IT maintenance	19,859	-

KELAB GOLF MIRI**CASH FLOW STATEMENT (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011	2010
	RM	RM
<u>PAYMENTS</u>		
Ladies' section	23,529	23,433
Land rent and survey fees	29,725	29,725
Legal and professional fees	823	1,089
Medical expenses	2,418	2,803
National Handicap System	1,750	7,841
New members night	350	1,020
Printing, postage and stationery	25,362	41,188
Rates	15,100	15,490
Salaries and wages	393,233	443,239
Seniors' section	23,045	24,726
Social activities	3,603	8,766
Staff training	36	2,738
Telephone	11,396	7,663
Travelling expenses	1,065	777
Utilities	65,484	73,075
Purchase of property, plant and equipment	92,843	41,122
Tax paid	-	19,347
Balance carried forward:		
Cash on hand	1,039	1,741
Cash at bank	420,041	452,931
Fixed deposits	2,188,350	2,029,807
	<u>4,062,895</u>	<u>4,205,610</u>

The accompanying notes form an integral part of these financial statements.

KELAB GOLF MIRI**INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2011**

	Note	2011 RM	2010 RM
INCOME			
Bar, restaurant and pro-shop rental income		37,200	37,400
Conversion fees		62,500	24,500
Corporate membership fees		12,083	7,917
Entrance fees		31,000	8,000
Green fees		167,225	243,478
Interest income		60,287	48,047
Membership transfer fees		108,500	107,500
Other income		24,594	31,687
Subscriptions		1,181,184	1,104,300
		<u>1,684,573</u>	<u>1,612,829</u>
EXPENDITURE			
Advertisement		1,030	2,000
Audit fee		4,000	4,000
Bank interest and charges		1,856	555
Captain jacket		500	800
Clubhouse maintenance		57,085	56,213
Clubhouse expenses		35,163	87,760
Committee expenses		9,970	19,020
Competitions (net)	8	63,980	66,244
Contribution Fee		4,500	-
Depreciation		374,484	434,419
Driving range expenses		43,469	30,370
Golf course maintenance		514,069	702,017
Insurance		8,222	8,110
IT maintenance		19,859	-
Ladies' section		23,529	23,433
Land rent and survey fees		29,725	29,725
Legal and professional fees		823	1,089
Medical expenses		2,418	2,803
National Handicap System		1,750	7,841
New members night		350	1,020
Printing, postage and stationery		25,362	41,188
Rates		15,100	15,490
Salaries and wages		393,233	443,239
Seniors' section		23,045	24,726
Social activities		3,603	8,766
Staff training		36	2,738

KELAB GOLF MIRI

**INCOME AND EXPENDITURE STATEMENT (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2011**

	Note	2011 RM	2010 RM
EXPENDITURE (Continued)			
Telephone		11,396	7,663
Travelling expense		1,065	777
Utilities		65,484	73,075
		<u>1,735,106</u>	<u>2,095,081</u>
Deficit before taxation		(50,533)	(482,252)
Taxation	9	1,688	(9,338)
Deficit for the year		<u>(48,845)</u>	<u>(491,590)</u>

The accompanying notes form an integral part of these financial statements.

1. SIGNIFICANT ACCOUNTING POLICIES

a) **Basis of Accounting**

The financial statements have been prepared under the historical cost convention.

b) **Property, Plant and Equipment and Depreciation**

Property, plant and equipment are stated at cost less accumulated depreciation.

The costs of property, plant and equipment are depreciated by equal annual instalments over their estimated economic lives. The principal annual rates used for this purpose are as follows:

Short term leasehold land is amortised over the remaining term of the lease.

Clubhouse, staff quarters and other facilities	-	5% - 33 ¹ / ₃ %
Furniture and equipment	-	10% - 20%
Motor vehicles	-	20%

Fully depreciated assets are retained in the financial statements until they are no longer in use and no further charge for depreciation is made in respect of these assets.

Upon the disposal of an item of property, plant or equipment, the difference between the net disposal proceeds and the net carrying amount is recognised in the income statement.

c) **Cash and Cash Equivalents**

For the purposes of the Cash Flow Statement, cash and cash equivalents include fixed deposits, cash on hand and at bank.

d) **Employee Benefits**

Short Term Benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees of the Club.

Defined Contribution Plans

As required by law, the Club makes contributions to the Employees Provident Fund (“EPF”). Such contributions are recognised as an expense in the income statement as incurred.

KELAB GOLF MIRI**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2011****2. OTHER PAYABLES**

	2011	2010
	RM	RM
Accruals	150,655	202,294
Deposits	3,400	6,000
Sundry payables	93,529	39,091
	<u>247,584</u>	<u>247,385</u>

3. FIXED DEPOSITS

Fixed deposits with licensed banks	<u>2,188,350</u>	<u>2,029,807</u>
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The effective interest rates and the maturities of deposits as at the balance sheet date were as follows:

	Interest Rates		Maturity	
	2011	2010	2011	2010
	%	%	Days	Days
Licensed banks	3.00 - 3.40	2.75 - 3.30	30 - 365	30 - 365

4. PROPERTY, PLANT AND EQUIPMENT

	Short term leasehold land, clubhouse, staff quarters other facilities RM	Furniture and equipment RM	Motor vehicles RM	Total RM
Cost				
At 1 January 2011	7,569,456	2,206,167	301,042	10,076,665
Additions	-	45,843	47,000	92,843
At 31 December 2011	<u>7,569,456</u>	<u>2,252,010</u>	<u>348,042</u>	<u>10,169,508</u>
Accumulated Depreciation				
At 1 January 2011	5,278,911	2,029,793	301,042	7,609,746
Charge for the year	284,349	87,785	2,350	374,484
At 31 December 2011	<u>5,563,260</u>	<u>2,117,578</u>	<u>303,392</u>	<u>7,984,230</u>

KELAB GOLF MIRI**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2011**

4. PROPERTY, PLANT AND EQUIPMENT (Continued)

	Short term leasehold land, clubhouse, staff quarters other facilities RM	Furniture and equipment RM	Motor vehicles RM	Total RM
Net Book Value				
At 31 December 2011	<u>2,006,196</u>	<u>134,432</u>	<u>44,650</u>	<u>2,185,278</u>
At 31 December 2010	<u>2,290,545</u>	<u>176,374</u>	<u>-</u>	<u>2,466,919</u>
Depreciation charge for 2010	<u>289,486</u>	<u>144,933</u>	<u>-</u>	<u>434,419</u>

Cost of short term leasehold land, clubhouse, staff quarters and other facilities comprises:

	2011 RM	2010 RM
Short term leasehold land	1,758,198	1,758,198
Club house and staff quarters	4,554,017	4,554,017
Other facilities	1,057,241	1,057,241
Apartment	200,000	200,000
	<u>7,569,456</u>	<u>7,569,456</u>

5. AMOUNT DUE FROM MEMBERS

Amount due from members	<u>408,073</u>	<u>218,545</u>
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6. OTHER RECEIVABLES

Sundry receivables	-	13,125
Deposits	6,192	6,192
	<u>6,192</u>	<u>19,317</u>

KELAB GOLF MIRI**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2011**

7. PROVISION FOR TAX/TAX RECOVERABLE

	2011	2010
	RM	RM
At 1 January	(5,525)	4,484
Based on interest income for the year	4,559	9,338
Overprovision in prior years	(6,247)	-
Payment during the year	-	(19,347)
At 31 December	<u>(7,213)</u>	<u>(5,525)</u>

8. COMPETITIONS

Prizes, medals and sundry expenses	184,504	173,527
Less: Fees collected and sponsorship	(120,524)	(107,283)
	<u>63,980</u>	<u>66,244</u>

9. TAXATION

Based on interest income for the year	4,559	9,338
Overprovision in prior years	(6,247)	-
	<u>(1,688)</u>	<u>9,338</u>

The amount of tax payable was provided on interest income of the Club which was liable for tax as a separate source. All other receipts of the Club are not taxable.

Report of the Auditors to the Members of
Kelab Golf Miri

We have examined and audited the financial statements of Kelab Golf Miri (the Club) set out on pages 1 to 9. The financial statements are the responsibility of the Management Committee. Our responsibility is to express an opinion on the financial statements based on our audit.

We conducted our audit in accordance with applicable Approved Standards on Auditing in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Management Committee, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements have been prepared under the historical cost convention, so as to give a true and fair view of the financial position of the Club at 31 December 2011 and of the statement of income and expenditure and cash flow statement for the year ended on that date.

Ernst & Young
AF: 0039
Chartered Accountants

Miri, Malaysia
Date:

KELAB GOLF MIRI

Report and Financial Statements

31 December 2011