

**KELAB GOLF MIRI**

**BALANCE SHEET  
AS AT 31 DECEMBER 2017**

	Note	2017 RM	2016 RM
<b><u>CAPITAL AND LIABILITIES</u></b>			
Capital and accumulated fund:			
At 1 January		4,803,624	4,711,736
Add: Surplus for the year		206,846	91,888
At 31 December		5,010,470	4,803,624
Special caddies fund		7,140	6,098
Charity fund		29,539	26,247
Junior golf fund		73,684	33,099
Tournament fund		171,978	161,854
Fund from government		20,000	20,000
Liabilities:			
Members' deposits		833,100	830,100
Other payables	2	432,890	231,669
Tax payable	7	3,270	-
		<u>6,582,071</u>	<u>6,112,691</u>
<b><u>ASSETS</u></b>			
Cash and bank balances:			
Cash on hand		1,831	1,551
Cash at bank		605,840	407,705
Fixed deposits	3	2,088,119	2,746,264
Other assets:			
Property, plant and equipment	4	3,376,704	2,399,381
Amount due from members	5	462,286	515,882
Other receivables	6	47,291	40,495
Tax recoverable	7	-	1,413
		<u>6,582,071</u>	<u>6,112,691</u>

  
**PUI KIEN NYAP**  
Captain

  
**MICHAEL TANG TUNG SENG**  
Honorary Treasurer

Date: 8 March 2018

Date: 8 March 2018

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

**KELAB GOLF MIRI**

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017 RM	2016 RM
<b><u>RECEIPTS</u></b>		
Balance brought forward:		
Cash on hand	1,551	9
Cash at bank	407,705	528,087
Fixed deposits	2,746,264	2,699,798
	<u>3,155,520</u>	<u>3,227,894</u>
Bar, restaurant and pro-shop rental income	41,300	42,000
Buggy rental	492,858	351,260
Corporate membership fees	-	1,667
Entrance fees	-	20,000
Green fees	207,732	196,375
Interest income	114,020	76,182
Membership transfer fees	96,500	197,000
Sponsorship	5,822	-
Term membership fees	10,500	38,500
Other income	21,423	16,109
Subscriptions	1,299,958	1,208,350
Proceeds from disposal of property, plant and equipment	-	4,500
Decrease/(Increase) in receivables	42,709	(92,882)
Increase in special caddies fund	1,042	746
Increase in charity fund	3,292	1,037
Increase in junior golf fund	40,585	20,411
Increase in tournament fund	10,124	21,052
Increase in payables	204,221	9,252
	<u>5,747,606</u>	<u>5,339,453</u>
<b><u>PAYMENTS</u></b>		
Advertisement	729	377
Audit fee	4,000	4,000
Bank interest and charges	1,569	971
Caption ticker	600	-
Clubhouse maintenance	101,493	148,839
Clubhouse expenses	38,429	35,501
Committee expenses	9,504	13,093
Competitions (net)	104,141	104,678
Driving range expenses	50,051	53,734
Golf course maintenance	621,948	624,271
Insurance	8,614	8,152

**KELAB GOLF MIRI**

**CASH FLOW STATEMENT (Continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017 RM	2016 RM
<b><u>PAYMENTS</u></b>		
IT maintenance	27,775	24,133
Ladies' section	29,945	25,432
Land rent and survey fees	29,725	30,016
Legal and professional fees	2,515	3,569
Medical expenses	1,433	1,752
MGA, SGA fees and contribution	5,000	4,600
New members night	400	1,311
Printing, postage and stationery	24,617	25,455
Rates	19,714	20,104
Salaries and wages	407,300	385,422
Seniors' section	23,159	27,242
Social activities	12,368	13,045
Staff training	4,728	2,440
Sundry expenses	11,891	8,563
Telephone	12,076	14,852
Travelling expenses	-	524
Utilities	68,299	63,748
Purchase of property, plant and equipment	1,419,817	543,107
Income tax paid	9,976	11,963
Income tax refunded	-	(16,961)
Balance carried forward:		
Cash on hand	1,831	1,551
Cash at bank	605,840	407,705
Fixed deposits	2,088,119	2,746,264
	<u>5,747,606</u>	<u>5,339,453</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 2017**

	Note	2017 RM	2016 RM
<b>INCOME</b>			
Bar, restaurant and pro-shop rental income		41,300	42,000
Buggy rental		492,858	351,260
Corporate membership fees		-	1,667
Entrance fees		-	20,000
Green fees		207,732	196,375
Interest income		114,020	76,182
Membership transfer fees		96,500	197,000
Sponsorship		5,822	-
Term membership fee		10,500	38,500
Other income		21,423	16,109
Subscriptions		1,299,958	1,208,350
		<u>2,290,113</u>	<u>2,147,443</u>
<b>EXPENDITURE</b>			
Advertisement		729	377
Audit fee		4,000	4,000
Bad debt written off		4,091	24,056
Bank interest and charges		1,569	971
Captain jacket		600	-
Clubhouse maintenance		101,493	148,839
Clubhouse expenses		38,429	35,501
Committee expenses		9,504	13,093
Competitions (net)	8	104,141	104,678
Depreciation		442,494	379,651
Driving range expenses		50,051	53,734
Golf course maintenance		621,948	624,271
Insurance		8,614	8,152
IT maintenance		27,775	24,133
Ladies' section		29,945	25,432
Land rent and survey fees		29,725	30,016
Legal and professional fees		2,515	3,569
Loss on disposal of property, plant and equipment		-	890
Medical expenses		1,433	1,752
MGA, SGA fee and contribution		5,000	4,600
New members night		400	1,311
Printing, postage and stationery		24,617	25,455
Rates		19,714	20,104
Salaries and wages		407,300	385,422
Seniors' section		23,159	27,242

KELAB GOLF MIRI

INCOME AND EXPENDITURE STATEMENT (Continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 RM	2016 RM
<b>EXPENDITURE (Continued)</b>			
Social activities		12,368	13,045
Staff training		4,728	2,440
Sundry expenses		11,891	8,563
Telephone		12,076	14,852
Travelling expenses		-	524
Utilities		68,299	63,748
		<u>2,068,608</u>	<u>2,050,421</u>
Surplus before taxation		221,505	97,022
Less: Taxation	9	(14,659)	(5,134)
Surplus after taxation		<u>206,846</u>	<u>91,888</u>

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

KELAB GOLF MIRI

NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2017

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, clubhouse, staff quarters and other facilities	-	1.96% - 20%
Furniture and equipment	-	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.

Capital work-in-progress is not depreciated until the property, plant and equipment is fully completed and brought into use.

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 with licensed banks, 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 2017

2. OTHER PAYABLES

	2017 RM	2016 RM
Accruals	4,000	96,750
Deposits	7,700	7,436
Sundry payables	421,190	127,483
	<u>432,890</u>	<u>231,669</u>

3. FIXED DEPOSITS

Fixed deposits with licensed banks	<u>2,088,119</u>	<u>2,746,264</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	
	2017 %	2016 %	2017 Days	2016 Days
Licensed banks	2.95 - 3.85	2.95 - 4.20	30 - 365	30 - 365

4. PROPERTY, PLANT AND EQUIPMENT

Cost	Short Term Leasehold Land, Clubhouse, Staff Quarters and Other Facilities	Furniture and Equipment	Motor Vehicles	Capital Work-In- Progress	Total
	RM	RM	RM	RM	RM
At 1 January 2017	7,569,602	3,307,777	564,249	-	11,441,628
Additions	65,868	200,685	690,800	462,464	1,419,817
At 31 December 2017	<u>7,635,470</u>	<u>3,508,462</u>	<u>1,255,049</u>	<u>462,464</u>	<u>12,861,445</u>

KELAB GOLF MIRI

NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2017

4. PROPERTY, PLANT AND EQUIPMENT (Continued)

	Short Term Leasehold Land, Clubhouse, Staff Quarters and Other Facilities RM	Furniture and Equipment RM	Motor Vehicles RM	Capital Work-In- Progress RM	Total RM
<b>Accumulated Depreciation</b>					
At 1 January 2017	6,212,703	2,371,376	458,168	-	9,042,247
Charge for the year	68,119	302,934	71,441	-	442,494
At 31 December 2017	<u>6,280,822</u>	<u>2,674,310</u>	<u>529,609</u>	<u>-</u>	<u>9,484,741</u>
<b>Net Book Value</b>					
At 31 December 2017	<u>1,354,648</u>	<u>834,152</u>	<u>725,440</u>	<u>462,464</u>	<u>3,376,704</u>
At 31 December 2016	<u>1,356,899</u>	<u>936,401</u>	<u>106,081</u>	<u>-</u>	<u>2,399,381</u>
<b>Depreciation charge for 2016</b>					
	<u>65,156</u>	<u>255,535</u>	<u>58,960</u>	<u>-</u>	<u>379,651</u>

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

	2017 RM	2016 RM
Short term leasehold land	1,758,198	1,758,198
Clubhouse and staff quarters	4,535,163	4,535,163
Other facilities	1,142,109	1,076,241
Apartment	200,000	200,000
	<u>7,635,470</u>	<u>7,569,602</u>

5. AMOUNT DUE FROM MEMBERS

Amount due from members	<u>462,286</u>	<u>515,882</u>
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6. OTHER RECEIVABLES

	2017 RM	2016 RM
Deposits	6,192	6,192
Other receivables	41,099	34,303
	<u>47,291</u>	<u>40,495</u>

7. TAX PAYABLE/(RECOVERABLE)

At 1 January	(1,413)	(11,545)
Based on interest income for the year	14,844	7,084
Paid during the year	(9,976)	(11,963)
Refunded during the year	-	16,961
Overprovision in previous year	(185)	(1,950)
At 31 December	<u>3,270</u>	<u>(1,413)</u>

8. COMPETITIONS

Prizes, medals and sundry expenses	206,385	209,650
Less: Fees collected and sponsorship	(102,244)	(104,972)
	<u>104,141</u>	<u>104,678</u>

9. TAXATION

Based on interest income for the year	14,844	7,084
Overprovision in previous year	(185)	(1,950)
	<u>14,659</u>	<u>5,134</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.

10. CAPITAL COMMITMENT

Capital expenditure as at the reporting date is as follows:

	2017 RM	2016 RM
Capital expenditure		
Approved and contracted for:		
Property, plant and equipment	<u>292,341</u>	<u>-</u>



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Report of the Auditors to the Members of  
Kelab Golf Miri

Report on the financial statements

We have audited the financial statements of Kelab Golf Miri (the Club) which comprise the balance sheet as at 31 December 2017, and the cash flow statement and statement of income and expenditure for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 1 to 9.

Management Committee's responsibility for the financial statements

The management committee is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting policies of the Club, and for such internal control as the management committee determine are necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 overall presentation of the financial statements.

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



**Report of the Auditors to the Members of  
Kelab Golf Miri (Continued)**

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*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Club as at 31 December 2017 and of its cash flows and financial performance for the year then ended, in accordance with the Club's accounting policies.

**Other matter - restriction on use and distribution**

Our report is intended solely for Kelab Golf Miri and should not be distributed to or used by parties other than Kelab Golf Miri.

**Ernst & Young**  
AF: 0039  
Chartered Accountants

Miri, Malaysia  
8 March 2018