

KELAB GOLF MIRI

**BALANCE SHEET
AS AT 31 DECEMBER 2014**

	Note	2014 RM	2013 RM
<u>CAPITAL AND LIABILITIES</u>			
Capital and accumulated fund:			
At 1 January		4,161,939	3,898,314
Add: Surplus for the year		262,513	263,625
At 31 December		4,424,452	4,161,939
Special caddies fund		9,294	7,594
Charity fund		22,995	20,511
Junior golf fund		66,205	58,090
Tournament fund		107,182	103,041
Fund from government		20,000	20,000
Liabilities:			
Members' deposits		824,150	816,250
Other payables	2	179,511	188,640
		<u>5,653,789</u>	<u>5,376,065</u>

ASSETS

Cash and bank balances:			
Cash on hand		736	496
Cash at bank		485,194	542,219
Fixed deposits	3	2,610,005	2,331,940
Other assets:			
Property, plant and equipment	4	2,037,163	2,028,836
Amount due from members	5	488,368	450,972
Other receivables	6	17,841	6,192
Tax recoverable	7	14,482	15,410
		<u>5,653,789</u>	<u>5,376,065</u>


PUI KIEN NYAP
Captain

Date: 16 FEB 2015


MICHAEL TANG TUNG SENG
Honorary Treasurer

Date: 16 FEB 2015

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

KELAB GOLF MIRI**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 RM	2013 RM
<u>RECEIPTS</u>		
Balance brought forward:		
Cash on hand	496	303
Cash at bank	542,219	402,529
Fixed deposits	2,331,940	2,260,544
	<u>2,874,655</u>	<u>2,663,376</u>
Bar, restaurant and pro-shop rental income	39,000	38,890
Corporate membership fees	10,000	10,000
Entrance fees	1,000	21,719
Green fees	207,459	219,976
Interest income	87,727	71,438
Membership transfer fees	111,000	108,500
Term membership fees	27,420	24,500
Other income	173,490	179,708
Subscriptions	1,202,590	1,202,280
Increase in receivables	(49,045)	(108,620)
Increase/(Decrease) in special caddies fund	1,700	(2,950)
Increase in charity fund	2,484	9,033
Increase in tournament fund	4,141	8,317
Increase/(Decrease) in junior golf fund	8,115	(1,054)
(Decrease)/Increase in payables	(1,229)	196
	<u>4,700,507</u>	<u>4,445,309</u>
<u>PAYMENTS</u>		
Advertisement	2,206	2,138
Audit fee	4,000	4,000
Bank interest and charges	1,397	1,427
Captain jacket	500	-
Clubhouse maintenance	136,427	92,613
Clubhouse expenses	44,313	28,891
Committee expenses	14,876	18,570
Competitions (net)	52,029	79,784
Driving range expenses	37,624	40,432
Golf course maintenance	486,919	431,507
Insurance	8,417	8,566
IT maintenance	18,450	13,467

KELAB GOLF MIRI**CASH FLOW STATEMENT (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 RM	2013 RM
<u>PAYMENTS</u>		
Ladies' section	27,234	25,191
Land rent and survey fees	29,725	29,750
Legal and professional fees	823	1,686
Medical expenses	1,639	2,002
New members night	750	1,000
Printing, postage and stationery	24,752	23,747
Rates	15,491	15,490
Salaries and wages	343,244	342,528
Seniors' section	23,438	23,361
Social activities	13,743	6,708
Staff training	1,282	782
Telephone	10,251	11,568
Travelling expenses	-	131
Utilities	61,476	71,380
Purchase of property, plant and equipment	233,590	285,625
Income tax paid	9,976	8,310
Balance carried forward:		
Cash on hand	736	496
Cash at bank	485,194	542,219
Fixed deposits	2,610,005	2,331,940
	<u>4,700,507</u>	<u>4,445,309</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 2014**

	Note	2014 RM	2013 RM
INCOME			
Bar, restaurant and pro-shop rental income		39,000	38,890
Corporate membership fees		10,000	10,000
Entrance fees		1,000	21,719
Green fees		207,459	219,976
Interest income		87,727	71,438
Membership transfer fees		111,000	108,500
Term membership fee		27,420	24,500
Other income		173,490	179,708
Subscriptions		1,202,590	1,202,280
		<u>1,859,686</u>	<u>1,877,011</u>
EXPENDITURE			
Advertisement		2,206	2,138
Audit fee		4,000	4,000
Bank interest and charges		1,397	1,427
Captain jacket		500	-
Clubhouse maintenance		136,427	92,613
Clubhouse expenses		44,313	28,891
Committee expenses		14,876	18,570
Competitions (net)	8	52,029	79,784
Depreciation		225,263	329,562
Driving range expenses		37,624	40,432
Golf course maintenance		486,919	431,507
Insurance		8,417	8,566
IT maintenance		18,450	13,467
Ladies' section		27,234	25,191
Land rent and survey fees		29,725	29,750
Legal and professional fees		823	1,686
Medical expenses		1,639	2,002
New members night		750	1,000
Printing, postage and stationery		24,752	23,747
Rates		15,491	15,490
Salaries and wages		343,244	342,528
Seniors' section		23,438	23,361
Social activities		13,743	6,708
Staff training		1,282	782
Telephone		10,251	11,568
Travelling expense		-	131

KELAB GOLF MIRI

**INCOME AND EXPENDITURE STATEMENT (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 RM	2013 RM
EXPENDITURE (Continued)			
Utilities		61,476	71,380
		<u>1,586,269</u>	<u>1,606,281</u>
Surplus before taxation		273,417	270,730
Less: Taxation	9	<u>(10,904)</u>	<u>(7,105)</u>
Surplus after taxation		<u><u>262,513</u></u>	<u><u>263,625</u></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 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 2014

2. OTHER PAYABLES

	2014	2013
	RM	RM
Accruals	96,580	108,499
Deposits	9,450	8,155
Sundry payables	73,481	71,986
	<u>179,511</u>	<u>188,640</u>

3. FIXED DEPOSITS

Fixed deposits with licensed banks	<u>2,610,005</u>	<u>2,331,940</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	
	2014	2013	2014	2013
	%	%	Days	Days
Licensed banks	3.15 – 3.50	3.00 – 3.15	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	Total
	RM	RM	RM	RM
At 1 January 2014	7,550,602	2,160,553	496,242	10,207,397
Additions	-	233,590	-	233,590
At 31 December 2014	<u>7,550,602</u>	<u>2,394,143</u>	<u>496,242</u>	<u>10,440,987</u>

4. PROPERTY, PLANT AND EQUIPMENT (Continued)

	Short Term Leasehold Land, Clubhouse, Staff Quarters and Other Facilities RM	Furniture and Equipment RM	Motor Vehicles RM	Total RM
Accumulated Depreciation				
At 1 January 2014	6,023,452	1,838,234	316,875	8,178,561
Charge for the year	62,056	127,367	35,840	225,263
At 31 December 2014	<u>6,085,508</u>	<u>1,965,601</u>	<u>352,715</u>	<u>8,403,824</u>
Net Book Value				
At 31 December 2014	<u>1,465,094</u>	<u>428,542</u>	<u>143,527</u>	<u>2,037,163</u>
At 31 December 2013	<u>1,527,150</u>	<u>322,319</u>	<u>179,367</u>	<u>2,028,836</u>
Depreciation charge for 2013	<u>220,003</u>	<u>73,719</u>	<u>35,840</u>	<u>329,562</u>

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

	2014 RM	2013 RM
Short term leasehold land	1,758,198	1,758,198
Clubhouse and staff quarters	4,535,163	4,535,163
Other facilities	1,057,241	1,057,241
Apartment	200,000	200,000
	<u>7,550,602</u>	<u>7,550,602</u>

5. AMOUNT DUE FROM MEMBERS

Amount due from members	<u>488,368</u>	<u>450,972</u>
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KELAB GOLF MIRI**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2014**

6. OTHER RECEIVABLES

	2014	2013
	RM	RM
Deposits	6,192	6,192
Other receivables	11,649	-
	<u>17,841</u>	<u>6,192</u>

7. TAX RECOVERABLE

At 1 January	(15,410)	(14,205)
Based on interest income for the year	10,904	6,995
Underprovision in previous years	-	110
Payment during the year	(9,976)	(8,310)
At 31 December	<u>(14,482)</u>	<u>(15,410)</u>

8. COMPETITIONS

Prizes, medals and sundry expenses	160,992	171,458
Less: Fees collected and sponsorship	(108,963)	(91,674)
	<u>52,029</u>	<u>79,784</u>

9. TAXATION

Based on interest income for the year	10,904	6,995
Underprovision in previous years	-	110
	<u>10,904</u>	<u>7,105</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.



Ernst & Young AF:0039
Chartered Accountants
4th Floor, Unit 4.1, Lot 698
Wisma Yong Lung
Pelita Commercial Centre
98000 Miri
Sarawak, Malaysia

Tel : +6085 423 881
Fax: +6085 413 921
ey.com

Mail address: P. O. Box 1209
98008 Miri, Sarawak, Malaysia

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 2014, 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 statement

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 statement 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 statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the statement, 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 statement 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 statement.

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)

Opinion

In our opinion, the statements present fairly, in all material respects, the financial position of the Club as at 31 December 2014 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
Date: 16 FEB 2015