



Royal National Capital
Agricultural Society

Annual Report

ABN 12 008 514 912

2022

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

TABLE OF CONTENTS

Chairpersons Report	1
Office Bearers Bearers	2
Directors' Report	3
Directors' Declaration	6
Auditor's Independence Declaration	7
Auditor's Report	8
Financial Report	11
Statement of Comprehensive Income	12
Statement of Financial Position	13
Statement of Changes in Equity	14
Cash Flow Statement	15
Notes to the Financial Statements	16



Royal National Capital Agricultural Society

Chairperson's Report

This report has been delayed due to the aftermath of COVID which prevented the Society from having its accounts for 2022 audited until April 2023.

The 2022 Royal Canberra Show was our first full show since 2020. It is wonderful to report that it was an outstanding success. As you can see from our financial statements, we have achieved a surplus of \$479,156. This is huge turnaround from our loss of \$419,715 in 2020. COVID restrictions meant we were unable to conduct a National Wine Show and a Poultry Show in the 2022 financial year.

We were assisted throughout the year by the ACT Government who reduced their licence fee substantially and the Federal Government who gave us funding for the costs we incurred due to the cancellation of the 2021 Royal Canberra Show.

The Society now only has one debt which is to the ACT Government which at the time of writing is now \$150,000. They have agreed to a repayment plan to assist us in rebuilding the Society's financial base.

Our flagship the Royal Canberra Show came alive once again. One thousand horses entered, cattle numbers were close to 400 head and Alpacas received 170 entries. Our dog show was again a great spectacle over the three days. Whilst our cat show is small it is so popular with the public. The traditional agricultural pavilions Craft, Horticulture and Produce were returned to their former glory. All of this managed by dedicated team of Councillors and volunteers. They were supported by our volunteer CEO who cobbled together a number of casual staff.

What makes all this volunteer effort worthwhile is seeing so many happy people back "showing" again or the smile on a child's face as they arrive at the show full of expectation of a day of excitement.

Thank you to my fellow Board members and also those section heads who attend so many meetings during the year hell bent on making the Society the best it can be.

Congratulations everyone it has been a good year!

Yours Sincerely

Chairperson
24 May 2023



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PO Box 124 Mitchell ACT 2911

ABN 12 008 514 912

**ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912**

OFFICE BEARERS (as at 31 March 2022)

Patron

Mr Andrew Barr, MLA, Chief Minister of the ACT

Board of Directors

Chairperson
Deputy Chairperson
Director
Director
Director
Director

Mr R. Jones
Ms K. Harvey
Mr B. Litchfield
Mr M. Harriden
Ms T. Rolls
Mr B. Kenworthy

Chief Executive Officer

Mr G. Cannock

Honorary Solicitor

Mr D Hanstein LLB

Honorary Architect

Mr J Antoniak ARAIA

Auditors

RSM Australia Pty Ltd

Honorary Life Members

Mr D Algie (2007)
Mr S Beer (2000)
Mr G Cannock (2011)
Ms M Wheatley (1980)
Mr F Wommelsdorff (2009)

Honorary Councillors

Mr R Buckmaster (2013)
Mr B Champion (1996)
Ms L Cooke (2014)
Mr V Court (1999)
Mr K Keith (1996)
Ms L McGrath-Jones (2015)
Ms E Robinson (2008)

COUNCIL

Re-Election 2024

Ms Alana Aunela
Mr Ben Allan
Ms Sue Coulton
Mr David Dawes
Ms Lyn Dickson
Mr Peter Frater
Ms Amy Goldstraw
Mr Andy Gregory
Mr Michael Hagstrom
Ms Kathleen Harvey
Mr Derek Hyde
Mr Rick Jones
Mr Brett Kenworthy
Mr Brett King
Ms Sue Locke
Ms Emma McDonald
Ms Jen White
Mr Ashley Wilson

Re-Election 2022

Mr Michael Avent
Mr Stuart Barr
Ms Kim Davis
Mr Stuart Glover
Mr Michael Harriden
Mr Ben Litchfield
Ms Judy McDonald
Ms Deanna Riddell
Ms Toni Rolls
Mr Eric Sellers
Ms Laura Sellers
Ms Ann Toet
Ms Denise White
Ms Kylie White
Mr Les White
Mr Andrew Wiseman

Re-Election 2023

Ms Julie Butler
Mr Michael Corkhill
Mr James Gallagher
Mr David McPhie
Ms Charmayne Murray
Ms Michele Norris
Ms Kerry Patchett
Ms Katrina Phillips
Mr Andrew Price
Mr Stuart Sutherland
Ms Sue White
Mr Barry Waddell

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

DIRECTORS' REPORT

Your directors present their report on the Society for the financial year ended 31 March 2022

Directors

The names and qualifications/experience of the directors in office at any time during, or since the end of the year are:

Name	Qualifications/Experience	Appointment/Resignation
Kathleen Harvey	Geologist/Researcher	Elected 26 November 2020
Ben Litchfield	Auctioneer	Elected 5 August 2019
Michael Harriden	Rural Retail Manager	Elected 5 August 2019
Toni Rolls	Executive Manager	Elected 5 August 2019
Rick Jones	Retired	Elected 26 November 2020
Brett Kenworthy	Chief Executive Officer	Elected 1 August 2018

Principal Activity

The principal activity of the Society in the course of the financial year was that of an Agricultural Society.

Long Term Objectives:

- to promote the development of agricultural, pastoral, and horticultural industries in the Australian Capital Territory and the surrounding region,
- to conduct exhibitions and competitions for:
 - (i) agricultural, pastoral, and horticultural products.
 - (ii) arts, crafts, inventions, machinery, and techniques used in industry,
- to establish relations, and promote the exchange of views and information, with similar organisations in Australia and in other countries,
- to maintain and grow membership numbers,
- to encourage and provide facilities for research and study in agriculture and related industries,
- to actively encourage youth membership to the Society, and
- to further establish and maintain relationships with the Agricultural and business sector.

Short Term Objectives:

- to conduct exhibitions, competitions and any other initiatives which help develop and promote excellence in:
 - (i) agricultural, pastoral, and horticultural products.
 - (ii) arts, crafts, inventions, machinery, and techniques used in industry; and
 - (iii) research and study in agriculture and related industries.

Strategies:

- Seek out additional opportunities and events for the Society to manage which are consistent with and help promote achievement of the Society's short- and long-term objectives.
- Strive for operational improvements which help the Society achieve excellence as an event manager and as a promoter of agricultural, pastoral, and horticultural industries in ACT and surrounding region.
- Ensure the Society builds and maintains high quality relationships with key internal and external stakeholders and stakeholder groups.
- Build the capability to be alert to both short- and long-term strategic issues and developments which present both threats and opportunities to the Society.
- Ensure the Society complies fully with all relevant legal and regulatory obligations relevant to both its day-to-day operations and the events and initiatives that it manages each year.

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
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DIRECTORS' REPORT (CONTINUED)

Operating Results

The operating surplus of the Society for the financial year after income tax was \$479,156 (2021: surplus of \$112,915).

Review of Operation

A review of the operations of the Society and the results of those operations indicates that during the year, the Society continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

State of Affairs

No significant changes in the state of affairs of the company occurred during the financial year.

After Balance Date

No matters or circumstance has arisen since 31 March 2022 that has significantly affect the Society's operations, the results of those operations, or the Society's state of affairs in future financial years.

Likely Developments and Expected Results

The Society is seeking out additional opportunities to help generate new and additional revenue streams and to also help provide a more even income flow throughout the year.

Indemnification and Insurance of Directors and Officers

During or since the financial year, the Society has paid premiums in respect of a contract insuring all the directors of The Royal National Capital Agricultural Society (the Society) against costs incurred in defending proceedings for conduct involving:

- a) A wilful breach of duty; or
- b) A contravention of sections 182 or 183 of the *Corporations Act 2001*, as permitted by section 199B of the *Corporations Act 2001*.

Directors' Meetings

The numbers of meetings of directors held during the year and the number of meetings attended by each director were as follows:

Names	Number of Meetings held while in office	Number of Meetings attended
Kathleen Harvey	4	4
Ben Litchfield	4	2
Michael Harriden	4	4
Toni Rolls	4	4
Rick Jones	4	4
Brett Kenworthy	4	4

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
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DIRECTORS' REPORT (CONTINUED)

Director's Benefit

No Director of the Society has, since the beginning of the financial year, received or has become entitled to receive a benefit other than a remuneration benefit shown in the accounts, or because of a contract that the Director, firm of which the Director is a member, or an entity in which the Director has a financial interest, has made (during the year ended 31 March 2022 or at any other time) with

- The Director; or
- An entity that the Society controlled when the contract was made or when the Director received, or became entitled to receive, the benefit.

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 31 March 2022 has been received.

Signed in accordance with a resolution of the Board of Directors.



Director Rick Jones

Dated this 29 day of MARCH 2023

**ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912**

DIRECTORS' DECLARATION

The Directors of the Society declare that:

1. The financial statements and notes, are in accordance with *the Australian Charities and not-for-profit Commission Act 2012* and:
 - a. comply with Australian Accounting Standards – Simplified Disclosures; and
 - b. give a true and fair view of the financial position as at 31 March 2022 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the Directors' opinion there are reasonable grounds to believe that the Society will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



Dated

29/3/2023

RSM Australia Partners

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Royal National Capital Agricultural Society for the year ended 31 March 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (i) any applicable code of professional conduct in relation to the audit.

A handwritten signature in grey ink that reads "RSM".**RSM AUSTRALIA PARTNERS**A handwritten signature in black ink, appearing to be "Rodney Miller".

Canberra, Australian Capital Territory
Dated: 17 April 2023

RODNEY MILLER
Partner

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

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INDEPENDENT AUDITOR'S REPORT

To the Members of Royal National Capital Agricultural Society

Opinion

We have audited the financial report of Royal National Capital Agricultural Society (the Society), which comprises the statement of financial position as at 31 March 2022, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Society is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Society's financial position as at 31 March 2022 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – *Simplified Disclosures under AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Society in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of the Directors for the Financial Report

The directors of the Society are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – *Simplified Disclosures under AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and the *Australian Charities and Not-for-profits Commission Act*. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Society to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis

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of accounting unless the directors either intend to liquidate the Society or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.



RSM AUSTRALIA PARTNERS



Canberra, Australian Capital Territory
Dated: 17 April 2023

RODNEY MILLER
Partner

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

FINANCIAL REPORT
FOR THE YEAR ENDED
31 MARCH 2022

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2022

	Note	2022 \$	2021 \$
Revenue	4	1,833,387	406,992
Staffing costs		(125,106)	(173,412)
Depreciation and amortisation	5	(48,518)	(68,763)
Show expenses		(1,040,252)	(17,532)
Other expenses from ordinary activities		(140,355)	(34,370)
Net Surplus / (Loss) for the Year		479,156	112,915
Other comprehensive income		-	-
Total Comprehensive Income / (Loss) for the Year		479,156	112,915

The accompanying notes form part of these financial statements.

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

		2022	2021
ASSETS	Note	\$	\$
Current Assets			
Cash and cash equivalents	6	921,858	131,270
Trade and other receivables	7	22,718	6,319
Other assets	8	<u>1,023</u>	<u>2,423</u>
Total Current Assets		<u>945,599</u>	<u>140,012</u>
Non-Current Assets			
Property, plant and equipment	9	<u>107,005</u>	<u>155,523</u>
Total Non-Current Assets		<u>107,005</u>	<u>155,523</u>
TOTAL ASSETS		<u>1,052,604</u>	<u>295,535</u>
LIABILITIES			
Current Liabilities			
Trade and other payables	10	358,108	84,316
Income received in advance		108,463	44,745
Provisions	11	<u>1,359</u>	<u>10,956</u>
Total Current Liabilities		<u>467,930</u>	<u>140,017</u>
Non-Current Liabilities			
Trade and other payables	10	<u>150,000</u>	<u>200,000</u>
Total Non-Current Liabilities		<u>150,000</u>	<u>200,000</u>
TOTAL LIABILITIES		<u>617,930</u>	<u>340,017</u>
NET ASSETS		<u>434,674</u>	<u>(44,482)</u>
EQUITY			
Retained earnings		<u>434,674</u>	<u>(44,482)</u>
TOTAL EQUITY		<u>434,674</u>	<u>(44,482)</u>

The accompanying notes form part of these financial statements

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2022

	Retained Earnings \$	Total Total \$
As at 1 April 2020	(157,397)	(157,397)
Surplus/(Loss) for the year	112,915	112,915
As at 31 March 2021	(44,482)	(44,482)
Surplus/(Loss) for the year	479,156	479,156
As at 31 March 2022	434,674	434,674

The accompanying notes form part of these financial statements

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
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CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022

	Note	2022 \$	2021 \$
Cash flows from operating activities			
Takings, receipts and rent from customers		2,065,445	586,264
Interest, dividends and distributions received		-	27
Payments to suppliers and employees		<u>(1,274,857)</u>	<u>(555,265)</u>
Net cash flows used in operating activities		<u>790,588</u>	<u>31,026</u>
Net increase / (decrease) in cash and cash equivalents		790,588	31,026
Cash and cash equivalents at beginning of period		<u>131,270</u>	<u>100,244</u>
Cash and cash equivalents at end of period	8	<u><u>921,858</u></u>	<u><u>131,270</u></u>

The accompanying notes form part of these financial statements

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the entity.

The following Accounting Standards and Interpretations are most relevant to the entity:

Conceptual Framework for Financial Reporting (Conceptual Framework)

The entity has adopted the revised Conceptual Framework from 1 April 2021. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the entity's financial statements.

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

The entity has adopted AASB 1060 from 1 April 2021. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of IFRS for SMEs. As a result, there is increased disclosure in these financial statements for key management personnel, related parties and financial instruments.

Basis of preparation

These general purpose financial statements have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board ('AASB') and the *Australian Charities and not-for-profit Commission Act 2012*, as appropriate for for-profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the entity's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue recognition

The Society recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Income Tax

The Society is exempt from income tax under Section 50 – 40 of *the Income Tax Assessment Act (1997)*.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand and deposits held at call with financial institutions.

Trade and other receivables

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Class of assets	Useful lives
Buildings	33 years
Plant and equipment	5 to 20 years
Leasehold improvements	50 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to Statement of Comprehensive Income.

Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the 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 tax authority is included in other receivables or other payables in the statement of financial position.

Goods and Services Tax ('GST') and other similar taxes (continued)

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 tax authority, are presented as operating cash flows.

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

NOTE 2. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements estimates and assumptions 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.

Estimation of useful lives of assets

The Society determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

NOTE 3. MEMBERS UNDERTAKING

The Society is a company limited by guarantee. Voting members may be liable to contribute up to an amount not exceeding \$1.00 each in the event of the Society being wound up.

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	\$	\$
NOTE 4. REVENUE		
Gate receipts and entry fees	901,532	70,252
Hiring and rentals	637,785	68,794
Membership subscriptions	33,152	19,785
Interest and distributions	-	27
Sponsorship receipts	68,338	7,961
Other receipts	80,750	423
Government stimulus	111,830	239,750
	<u>1,833,387</u>	<u>406,992</u>
NOTE 5. DEPRECIATION		
Plant & equipment	31,819	52,064
Buildings	16,699	16,699
	<u>48,518</u>	<u>68,763</u>
NOTE 6. CASH AND CASH EQUIVALENTS		
Cash on hand	200	200
Cash at bank	921,658	131,070
	<u>921,858</u>	<u>131,270</u>
NOTE 7. TRADE AND OTHER RECEIVABLES		
Trade receivables	22,718	6,319
Less: Allowance for expected credit losses	-	-
	<u>22,718</u>	<u>6,319</u>
NOTE 8. OTHER ASSETS		
Inventories	1,023	1,023
Prepayments	-	1,400
	<u>1,023</u>	<u>2,423</u>

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	\$	\$
NOTE 9. PROPERTY, PLANT AND EQUIPMENT		
Administration and council buildings on land under licence at cost	561,042	561,042
Less: Accumulated depreciation	(477,656)	(460,957)
	83,386	100,085
Plant and equipment at cost	1,266,915	1,266,915
Less: Accumulated depreciation	(1,243,296)	(1,211,477)
	23,619	55,438
Leasehold improvements at cost	232,113	232,113
Less: Accumulated depreciation	(232,113)	(232,113)
	-	-
	107,005	155,523

Movement in Property, Plant and Equipment

	Administration & Council Building	Plant and Equipment	Leasehold Improvements	Total
	\$	\$	\$	\$
Balance at the beginning of the year	100,085	55,438	-	155,523
Depreciation expense	(16,699)	(31,819)	-	(48,518)
Carrying amount at the end of year	83,386	23,619	-	107,005

NOTE 10. TRADE AND OTHER PAYABLES

Current

Trade payables	309,003	71,508
Other payables	49,105	12,808
	358,108	84,316

Non-Current

Trade payables	150,000	200,000
	150,000	200,000

Trade payables are non-interest bearing and are normally settled in 30-day terms unless more favourable terms are negotiated.

ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	\$	\$
NOTE 11. PROVISIONS		
Current		
Provision for annual leave	1,359	10,956
	<u>1,359</u>	<u>10,956</u>

NOTE 12. REMUNERATION OF AUDITORS

During the financial year the following fees were paid or payable for services provided by RSM Australia Pty Ltd

Audit services	<u>16,000</u>	<u>10,000</u>
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NOTE 13. RELATED PARTY DISCLOSURE

(a) Details of key management personnel

The Directors of the Royal National Capital Agricultural Society during the year were:

Names	Qualification/Experience
Kathleen Harvey	Geologist/Researcher
Ben Litchfield	Auctioneer
Michael Harriden	Rural Retail Manager
Toni Rolls	Executive Manager
Rick Jones	Retired
Brett Kenworthy	Company Director

(b) Remuneration of Directors

There was no remuneration of Directors in the period.

NOTE 14. EVENTS AFTER THE REPORTING PERIOD

No circumstance has arisen since 31 March 2022 that has significantly affect the Society's operations, the results of those operations, or the Society's state of affairs in future financial years.

NOTE 15. CONTINGENT LIABILITIES

The Society had no contingent liabilities as at 31 March 2022 and 31 March 2021.

NOTE 16. COMMITMENTS

The Society had no commitments as at 31 March 2022 and 31 March 2021.

**ROYAL NATIONAL CAPITAL AGRICULTURAL SOCIETY
ABN 12 008 514 912**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

NOTE 17. SOCIETY DETAILS

The registered office of the Society is:
Exhibition Park in Canberra
Flemington Road
MITCHELL ACT 2911



Royal National Capital
Agricultural Society