

BARBADOS TENNIS ASSOCIATION INC.
Financial Statements
December 31, 2017

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December 31, 2017

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AUDITOR'S REPORT

To the members of Barbados Tennis Association Inc.

Opinion

I have audited the financial statements of Barbados Tennis Association Inc., which comprise the balance sheet as of December 31, 2017, and the general fund statement of income and expenditure, statement of changes in funds and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

In common with many non-profit organisations, the company reports income, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of income was limited to comparison of recorded receipts with bank deposits.

In my opinion, except for the effect of such adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the income referred to in the preceding paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of Barbados Tennis Association Inc. as of December 31, 2017, and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SME).

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs). I am independent of Barbados Tennis Association Inc. in accordance with the ethical requirements that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Council

Council is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS for SME, and for such internal control as Council determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, Council is responsible for assessing Barbados Tennis Association Inc.'s ability to continue as a going concern and using the going concern basis of accounting.

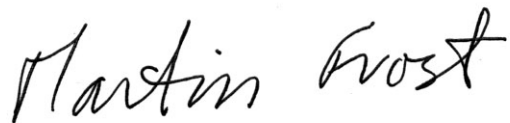
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Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the Institute of Chartered Accountants of Barbados' website at: <http://www.icab.bb/about-icab/auditing/>. This description forms part of my auditor's report.

A handwritten signature in black ink that reads "Martin Frost". The signature is written in a cursive, flowing style.

Chartered Accountant,
August 21, 2018

BARBADOS TENNIS ASSOCIATION INC.


Balance Sheet

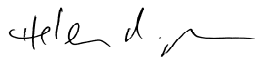
As of December 31, 2017

(amounts expressed in Barbados dollars)

	Notes	2017 \$	2016 \$
Assets			
Cash at bank		82,462	92,010
Term deposits	3	40,000	40,000
Trade receivables	4	17,558	1,885
Prepayments	5	37,813	30,551
Accrued interest on term deposits		504	630
		<u>178,337</u>	<u>165,076</u>
Fixed assets			
Building (net of depreciation)	6	<u>158,210</u>	<u>163,304</u>
		<u>158,210</u>	<u>163,304</u>
Total assets			
		<u>336,547</u>	<u>328,380</u>
Liabilities			
Current liabilities			
Trade payables and accrued liabilities	7	39,948	19,143
Deferred Income	8	10,000	39,200
		<u>49,948</u>	<u>58,343</u>
Total liabilities			
		<u>49,948</u>	<u>58,343</u>
Net assets			
		<u>286,599</u>	<u>270,037</u>
Represented by:			
General fund		172,272	170,138
Elite & Emerging Athletes fund	9	18,434	11,408
Court Repair fund	10	95,893	88,491
		<u>286,599</u>	<u>270,037</u>

Approved by the Council on August 21, 2018

PRESIDENT.....

TREASURER.....

BARBADOS TENNIS ASSOCIATION INC.**Statement of Changes in Funds****For the year ended December 31, 2017**

(amounts expressed in Barbados dollars)

	General Fund	Elite & Emerging Athletes Fund	Court Repair Fund	Total
	\$	\$	\$	\$
Balance - December 31, 2015	167,743	17,558	82,394	267,695
Surplus for the year	7,434	-	-	7,434
Interest income	-	-	1,058	1,058
Grants received	-	81,002	-	81,002
Grants paid	-	(87,152)	-	(87,152)
Transfer to Court Repair fund	(5,039)	-	5,039	-
Balance - December 31, 2016	170,138	11,408	88,491	270,037
Surplus for the year	8,664	-	-	8,664
Interest income	-	-	872	872
Grants received	-	114,334	-	114,334
Grants paid	-	(107,308)	-	(107,308)
Transfer to Court Repair fund	(6,530)	-	6,530	-
Balance - December 31, 2017	172,272	18,434	95,893	286,599

BARBADOS TENNIS ASSOCIATION INC.**General Fund****Statement of Income and Expenditure****For the year ended December 31, 2017**

(amounts expressed in Barbados dollars)

	Notes	2017 \$	2016 \$
Income			
Tournaments	11	427,951	232,546
Grants			
National Sports Council		43,750	-
Barbados Olympic Association		44,500	62,375
Arts & Sports Promotion Fund		50,000	-
International Tennis Federation		20,805	10,547
Profit from fund raising activities and donations			
Donations and other income		41,936	555
Annual fundraising dinner		-	19,787
Apes Hill fundraiser		16,530	25,039
Online Auction		10,655	-
Advertising banners		-	833
Tennis centre court rentals		17,509	18,324
Membership subscriptions		11,730	13,160
Summer Camps (net)		660	2,645
Interest on security deposit		63	60
		<u>686,089</u>	<u>385,871</u>
Expenditure			
Tournaments	11	429,073	225,518
Tennis centre			
Wages and NIS		34,742	36,405
Repairs and maintenance		50,426	32,595
Court painting		37,541	-
Court lighting		28,233	-
Other court repairs		19,589	14,810
Utilities		21,922	23,931
Administrative		31,493	19,536
Membership dues		10,531	10,566
JTI/STI/High Performance & School programmes (net)		2,445	4,390
Insurance		6,336	5,590
Depreciation		5,094	5,096
		<u>677,425</u>	<u>378,437</u>
Surplus for the year		<u>8,664</u>	<u>7,434</u>

The notes on pages 6 to 9 form part of these financial statements.

BARBADOS TENNIS ASSOCIATION INC.**Statement of Cash Flows****For the year ended December 31, 2017**

(amounts expressed in Barbados dollars)

	2017	2016
	\$	\$
Cash flows from operating activities		
Surplus for the year	8,664	7,434
Depreciation	5,094	5,096
Operating income before working capital changes	13,758	12,530
Change in working capital	(31,204)	9,073
Cash generated from operating activities	(17,446)	21,603
Interest income on Non-General Funds	872	1,058
Decrease in cash held in Elite & Emerging Athletes Fund	7,026	(6,150)
Net cash from operating activities	(9,548)	16,511
Cash at bank and term deposits - beginning of year	132,010	115,499
Cash at bank and term deposits - end of year	122,462	132,010

The notes on pages 6 to 9 form part of these financial statements.

BARBADOS TENNIS ASSOCIATION INC.

Notes to Financial Statements

December 31, 2017

(amounts expressed in Barbados dollars)

1. Incorporation and principal activity

The company is incorporated in Barbados as a non-profit company. The principal activity of the Association is the development and promotion of tennis in Barbados.

2. Significant accounting policies

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

Basis of preparation

The financial statements are prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities under the historical cost convention.

Estimates

Preparation of financial statements in conformity with International Financial Reporting Standard for Small and Medium-sized Entities requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Revenue recognition

Income is recognised on an accrual basis except for membership subscriptions which are recorded on a cash basis.

Fixed assets

Fixed assets are stated at cost less accumulated depreciation. Depreciation is computed on the straight line method at rates considered adequate to write off the cost less residual value, over their useful lives at the following annual rates:

Building	-	2.0%
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3. Term deposits

These are deposited with Globe Finance Inc. and comprise as follows:

	Maturity date	Interest rate	2017 \$	2016 \$
Deposit #3	9-May-18	2.00%	40,000	40,000
			<u>40,000</u>	<u>40,000</u>

Deposit #3 is allocated as an asset of the Court Repair Fund (note 10).

BARBADOS TENNIS ASSOCIATION INC.**Notes to Financial Statements****December 31, 2017**

(amounts expressed in Barbados dollars)

4. Trade receivables

These comprise as follows:

	2017	2016
	\$	\$
Tournament receipts & court rentals	1,910	-
Tournament sponsorship	3,600	1,800
Vending Plus	44	35
ITF Facilities grant	9,909	-
Miscellaneous	2,095	50
	<u>17,558</u>	<u>1,885</u>

5. Prepayments

These comprise as follows:

	2017	2016
	\$	\$
International Tennis Federation membership fees	10,648	10,532
Barbados Light and Power Co. Ltd - security deposit	1,876	1,813
Davis Cup flights/hotels etc.	9,134	4,483
Court repainting - deposit	15,655	11,262
Ministry of Housing - lease of land	500	25
Cooler Fete fundraiser	-	2,436
	<u>37,813</u>	<u>30,551</u>

6. Fixed assets

The building is erected at the National Tennis Centre, Wildey, St. Michael, on a property leased from the Government of Barbados. The original lease expired on March 31, 2017 and was renewed for a further 25 years at a rent of \$2,000 per annum subject to review after the first 10 years and every 10 years thereafter.

BARBADOS TENNIS ASSOCIATION INC.**Notes to Financial Statements****December 31, 2017**

(amounts expressed in Barbados dollars)

7. Trade payables and accrued liabilities

These comprise as follows:

	2017	2016
	\$	\$
Court lighting repairs	20,000	15,000
Club House repairs	15,000	-
Tournament expenses	866	908
Director of National Insurance	726	512
Barbados Light and Power Co. Ltd	1,590	1,643
FLOW	126	126
Barbados Water Authority	79	130
Miscellaneous	1,561	824
	<u>39,948</u>	<u>19,143</u>

8. Deferred Income

Funds received in 2017 in respect of support for junior programmes have been deferred.

9. Elite & Emerging Athletes Fund

A separate fund has been established to record grants received from donors and paid to elite & emerging athletes on a pass through basis.

10. Court Repair Fund

During 2010, a separate fund was established by Council to set aside a portion of net income raised at annual fund raising events to offset future repairs to the courts at the National Tennis Centre.

Term deposit #3 has been allocated as an asset of this fund (note 3).

BARBADOS TENNIS ASSOCIATION INC.**Notes to Financial Statements****December 31, 2017**

(amounts expressed in Barbados dollars)

11. Tournament Income and Expenses

2017	Davis Cup \$	Other Team Competitions \$	ITF Jnr Champs \$	Other Tournaments \$	Total 2017 \$
Income					
ITF PILA/prize money	220,659	-	-	-	220,659
Sponsorship	-	10,000	20,000	18,990	48,990
Grants	70,000	16,934	-	23,160	110,094
Ticket Sales (net)	25,212	-	-	-	25,212
Entry fees	-	-	13,100	9,645	22,745
Other	<u>251</u>	-	-	-	<u>251</u>
	<u>316,122</u>	<u>26,934</u>	<u>33,100</u>	<u>51,795</u>	<u>427,951</u>
Expenses					
Official's fees, airfares & accommodation	89,597	-	24,268	4,250	118,115
Grounds	23,966	-	4,148	1,920	30,034
Players/Captains	104,949	6,500	-	3,738	115,187
Team airfares & accommodation	21,604	47,354	-	-	68,958
Administrative	8,070	-	3,149	-	11,219
Other	<u>51,933</u>	<u>16,516</u>	-	<u>17,111</u>	<u>85,560</u>
	<u>300,119</u>	<u>70,370</u>	<u>31,565</u>	<u>27,019</u>	<u>429,073</u>
Net Surplus/(Deficit) for the year	<u>16,003</u>	<u>(43,436)</u>	<u>1,535</u>	<u>24,776</u>	<u>(1,122)</u>
2016					
	Davis Cup \$	Other Team Competitions \$	ITF Jnr Champs \$	Other Tournaments \$	Total 2016 \$
Income					
ITF PILA/prize money	105,021	-	-	-	105,021
Sponsorship	-	1,200	9,944	20,690	31,834
Grants	-	49,300	15,000	-	64,300
Ticket Sales (net)	-	-	-	-	0
Entry fees	-	-	13,800	8,675	22,475
Other	-	<u>8,000</u>	-	<u>916</u>	<u>8,916</u>
	<u>105,021</u>	<u>58,500</u>	<u>38,744</u>	<u>30,281</u>	<u>232,546</u>
Expenses					
Official's fees, airfares & accommodation	-	-	28,534	2,358	30,892
Grounds	-	-	-	-	0
Players/Captains	63,050	4,000	-	-	67,050
Team airfares	20,671	56,655	-	-	77,326
Administrative	12,547	-	9,536	-	22,083
Other	-	<u>17,950</u>	-	<u>10,217</u>	<u>28,167</u>
	<u>96,268</u>	<u>78,605</u>	<u>38,070</u>	<u>12,575</u>	<u>225,518</u>
Net Surplus/(Deficit) for the year	<u>8,753</u>	<u>(20,105)</u>	<u>674</u>	<u>17,706</u>	<u>7,028</u>