

AUDITORS REPORT

**TO THE MEMBERS OF THE OTAKI-MAORI RACING CLUB INCORPORATED**

We have audited the attached financial report of the Otaki-Maori Racing Club Inc. The financial report provides information about past financial performance of the Club and its financial position as at 31 July 2010. This information is stated in accordance with the accounting policies.

**Responsibilities of the Committee**

The Committee is responsible for the preparation of a financial report, which fairly reflects the financial position as at 31 July 2010, and the results of operations for the year ended on that date.

**Auditors Responsibilities**

It is our responsibility to express to you an independent opinion on the financial report presented by the Committee.

**Basis of Opinion**

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial report. It also includes assessing:

- the significant estimates and judgements made by the Committee in the preparation of the financial report, and
- whether the accounting policies are appropriate for the Club's circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with New Zealand Auditing Standards. We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to obtain reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial report.

Other than in our capacity as auditors of RACE, we have no other relationship with or interests in the Otaki-Maori Racing Club Inc.

**Opinion**

We have obtained all the information and explanations that we have required.

In our opinion the attached financial report of the Otaki-Maori Racing Club Inc fairly reflects the financial position as at 31 July 2010, and the results of its operations for the year ended on that date.

Our audit was completed on 22 September 2010 and our unqualified opinion is expressed at that date.



Cotton Kelly

# Otaki-Maori Racing Club (Inc)

PO Box 52, Palmerston North 4440. Tel: (06) 356 4940.

## NOTICE OF ANNUAL GENERAL MEETING

The **Annual General Meeting of Members** of the Otaki-Maori Racing Club will be held at Otaki-Maori Racecourse, Otaki on **Thursday 14 October at 6.00pm**. Refreshments and a light supper will be served following the AGM.

## 2009/2010 OTAKI-MAORI RACING CLUB COMMITTEE

<b>Patron</b>	Mr Jim Winiata
<b>President</b>	Mr Doug Logan
<b>Vice Presidents</b>	Mr T Jamison, Mr S Moffatt, Mr M Tunoho, Mr R Winiata
<b>Committee</b>	Mr A Baker, Mr R Baker, Mr M Carkeek, Mr C Hirini, Mr J Johnson, Mr R Ransfield, Mr R Orzecki, Mr J Rikihana, Mr N Taratoa, Mr R Taratoa, Mesdames J Donaldson, H Fulford and M Johnson(Retired)

## AGM BUSINESS

1. To receive and consider the Annual Report and Balance Sheet.
2. Election of Office Bearers. The following have been nominated.

<b>Patron</b>	J Winiata	
<b>President</b>	D Logan	
<b>Vice Presidents</b>	T Jamison, M Tunoho, S Moffatt, N Taratoa	
<b>Members of the Committee</b>		
Nominee	Nominated by	Seconder
J Rikihana	T Rowntree	M Elliot
R Ransfield	D Logan	S Fulford
C Hirini	D Logan	R Taratoa
A Baker	M Carkeek	R Baker

As nominations do not exceed vacancies no election is required.

3. Appointment of Auditor.
4. General Business.

**Matt Reid**, Chief Executive

## STATEMENT OF FINANCIAL POSITION As at 31 July 2010

	2010	2009
<b>Current Liabilities</b>		
BNZ Account	4,219	-
<b>Investments</b>		
Investment in RACE	5,665,871	5,665,871
<b>Total Assets</b>	<b>5,670,090</b>	<b>5,665,871</b>
<b>Current Liabilities</b>		
Sundry Creditors	4,219	-
<b>Total Liabilities</b>	<b>4,219</b>	<b>-</b>
<b>Net Assets</b>	<b>5,665,871</b>	<b>5,665,871</b>
<b>Accumulated Funds</b>		
	5,665,871	5,665,871
	<b>5,665,871</b>	<b>5,665,871</b>

## STATEMENT OF FINANCIAL PERFORMANCE For the Year Ending 31 July 2010

	2010	2009
Grants	308,927	139,000
Membership Income	7,506	7,680
<b>Total Income</b>	<b>316,433</b>	<b>146,680</b>
<b>Expenditure</b>		
Transfer to RACE	316,433	146,680
<b>Total Expenditure</b>	<b>316,433</b>	<b>146,680</b>
Surplus\(\Deficit) to Statement of Movements in Equity	-	-
<b>Statement of Movements in Equity</b>	<b>2010</b>	<b>2009</b>
Accumulated Funds:		
Opening Balance	5,665,871	5,665,871
Surplus\(\Deficit)	-	-
<b>Closing Balance</b>	<b>5,665,871</b>	<b>5,665,871</b>

## NOTES TO THE ACCOUNTS 2010

**Note 1: STATEMENT OF ACCOUNTING POLICIES****REPORTING ENTITY**

Otaki-Maori Racing Club Incorporated is an incorporated society established under the Incorporated Societies Act 1908.

**General Accounting Principles**

These Financial Statements are prepared in terms of Section 28 (2) of the Racing Act 2003 and generally accepted accounting practice in New Zealand with the Racing Act having preference.

The general accounting principles recognised as appropriate for the measurement and reporting of results and financial position on an historic cost basis have been consistently followed except as specifically mentioned below.

The Otaki-Maori Racing Club Incorporated qualifies for differential reporting as it is not publicly accountable and it does not qualify as large. The Club has applied the differential reporting exemptions allowed in relation to the following standards:

FRS 31: Disclosure of Information about Financial Instruments

FRS 10: Statement of Cash flows

**Investments**

Investments are valued at cost.

**Note 2: RACE Inc**

The Club became a partner in RACE Inc at 1 August 2007. RACE Inc has accounted for all race meetings from that date as well as any income from the investments of the Club. On 1 August 2007 the Club affected the transfer of all of their assets & investments to RACE Inc.

**Note 3: Changes in Accounting Policies**

There have been no significant changes in accounting policies during the period covered by these financial statements.

**Note 4: Guarantor**

The Otaki-Maori Racing Club has in combination with the five other member clubs of RACE Inc provided a guarantee to the Bank of New Zealand totalling \$12m to cover the borrowings of RACE Inc.