

NATIONAL RIFLE ASSOCIATION OF AUSTRALIA LIMITED



**Annual Report
2014-2015**

ANNUAL REPORT & BALANCE SHEET

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MEMBERS



BOARD AND APPOINTMENTS AS AT 30TH JUNE 2015

Company Directors

Term End: Nov 2015 Mr. J Fitzgerald, Mr. J Corbett

Term End: Nov 2016 Mr. G Duncan, Mr. G Edser, Mr. B Pedersen

Appointments

President Major General John Hartley, AO [Retd]

Executive Officer Mrs. C Berry

Council Delegates

ACT - Mr. D McIntosh
NQLD - Mr. B Scott
NSW - Mr. J Baxter
NT - Mr. J Chaffey
QLD - Mr. A Mayfield
SA - Mr. R Cunningham
TAS - Mr. J Collis
VIC - Mr. G Kay
WA - Mr. A Dods

Chief Range Officer Mr. J Leask

Deputy Range Officer Mr. P Hulett

Technical Officer Mr. G Grenfell

ICFRA Delegates

Mr. G Grosskreutz - Council
Mr. J Fitzgerald - TR Committee
Mr. B Pedersen - FTR Committee
Mr. G Wittorff - Veterans Committee

Patron The Honourable Sir Peter Cosgrove AK MC (Retd)

Vice Patron Lt. General Lawrence G. O'Donnell, AC, FAICD

Vice President Mr. Colin Kuchel

Auditor Harding Martin Chartered Accountants
PO Box 763, Ipswich, QLD 4305

PRESIDENT'S REPORT

President – MAJ GEN John Hartley, AO (Retd)

From a national perspective, the NRAA continues to evolve. As I have said on numerous occasions, facing new challenges and exploiting opportunities remain a critical part of the NRAA Board's mission and tasks.

I remain concerned over our membership. Yes, we continue to attract new members but are they sufficient in number and are they motivated to the degree that we can be assured that they will remain with us for a long time. We also need to consider how we can improve our image to attract the attention of those who might support us in terms of funding, access to ranges and so on.

I am also conscious of the national, state and territory and club relationships with the varying attitudes and outlooks that result. Nor can we be unaware of differences that gender and age reflect in what we do. But I also have a sense that these differences, often difficult to reconcile, are part of our strength. After all these differences have stood the test of time and make us a more embracing organisation. And with the changes that are affecting every aspect of our lives, we need to have great flexibility and tolerance.

I also remain concerned that our national teams do not necessarily achieve the standards that reflect the abilities of our members. Are we selecting the best people and, if not, what can we do about it?

While I have concentrated on the challenges, there is also much hope for optimism. I particularly like the way the Board continues to engage a wide range of people. Meetings that involve the State Presidents, greater interaction with other shooting bodies and an improved capacity to pass information to all shooting members through an updated website are part of this process.

I also want to thank Board members for their effort, hard work and determination to achieve outcomes that support our shooting fraternity throughout Australia.

I wish everyone a happy Christmas and a successful 2016.

John Hartley.

COMPETITION REPORT

Competition Portfolio – John Fitzgerald

This year has seen some fantastic results in all areas of Competition. We are extremely proud of Ben Emms who is the first Australian to hold the prestigious title of World Champion. Under the leadership of the Captain John Baxter the Australian Team set off to USA to compete in the World Championships. Many of the Team members did exceptionally well, including Matt Pozzebon who won the USA Championships. The team was successful in the minor matches taking Gold. Then securing the Silver medal in the America Match. Unfortunately they finished out of the medals in the Palma Match. This has now prompted the NRAA to reform a subcommittee to start to review and develop in more areas to assist the team in the next Palma in 2019.

The NRAA Bisley Team was successful in winning the Overseas Teams Match for the second year in succession and our team members finished high in the placing for the Queens. Congratulations to the four team members Angus Bell, James Corbett, Rob Sweegers and Neil Gibbins on winning a badge in the Queens final. Hamish Pollock, Rob Sweegers and Geoff Grosskreutz finished high up in the Grand Aggregate once again showing a strong presence for Australia.

The NRAA and NZNRA are pleased to have held an F Class Trans-Tasman Match at Trentham in January this year. Bob Pedersen led the FTR and F Open teams to Victory. In the F Open Match Australia won with 1261.62 to New Zealand's 1239.55 with Mark Fairbairn top scoring the match. In the FTR Team's Matches they continued to dominate with Australia winning with 1226.42 to New Zealand's 1173.37. Thanks is extended to Bob Pedersen who works tirelessly on making sure that our F Class movement is a prominent force in the NRAA.

The NRAA Queens was once again a success, we thank all those that come to participate in the National Championships. This year we trialed a new squadding system that tried to make the event more equal for all disciplines. We had some good feedback and recognized that there are a few areas that we will review to make it easier on the scorers and also to assist the Range Officers. The response was in favor of this style of squadding so we will endeavor to make the changes and have a better system in place for the 2016 National Championships.

The National F Class Teams Matches were held at Belmont during the QRA Championships. This event was a huge success and thanks is extended to all those that assisted in the running of this event. The F Class members are becoming a strong and fierce contingent and will make the selection for the upcoming F Class World Championships an extremely difficult task but the Australian Team will be a strong contender for the Gold medal in 2017. All results on the above can be found on the NRAA website under the results tab.

The NRAA have been working closely with Shooting Australia to help us move forward into the future. This has seen the implementation of both a High Performance and Junior High Performance squad being developed in conjunction with the Australian Teams. We have also under the guidance of James Corbett begun the process of appointing a High Performance Manager that will help us in all areas to aim for international success and also to help encourage membership growth.

We have also developed an Australian team's web page, this will be developed to have all the results from every NRAA and Australian team to help keep our members in touch with the touring and national team's matches. To view this web page please go to ausrifleteams.com.au.

COMPETITION REPORT Cont'd

The Commonwealth Games are fast approaching and the NRAA are currently undertaking a full review of the selection policy, we hope that this will lead to success in 2018.

A major task that we are currently undertaking is collating the NRAA Calendar of events out to 2030. This has highlighted to the Board the increased numbers of competitions. It is extremely pleasing to see the increased participation which is securing our sports future. We will have this calendar available on the NRAA webpage early in the New Year.

In closing may I wish you all a most joyous and blessed Christmas festive season and a most prosperous New Year.

National Queens Attendance Figures

GRADE	2008	2009	2010	2011	2012	2013	2014	2015
A Grade	95	113	157	364	84	82	95	85
B Grade	14	20	18	45	16	21	11	26
C Grade	5	8	10	12	5	7	8	9
F Standard	14	25	25	31	28	19	29	27
FTR						14	11	10
F Open	7	7	9	12	16	37	27	21

MEMBERSHIP REPORT

Membership and Marketing Portfolio – James Corbett

The Membership and Marketing portfolio has been under review and the below items are areas that we have been focussing on.

- Advertising and appointment of all NRAA Honorary positions for a 3 year term
- Formulating the concept of the NRAA Range Safety Committee, advertising for members, appointment and holding our first meeting.
- In consultation with Shooting Australia, advertising for a HP Manager/Coach
- Continuing to investigate the raising of funds for the benefit of Australian teams
- Negotiate the inception of Long Range F Class as a world event

MEMBERSHIP REPORT Cont'd

Affiliations and Magazine Subscriptions

STATE	2010-11	2010-11 Mag	2011-12	2011-12 Mag	2012-13	2012-13 Mag	2013-14	2013-14 Mag	2014-15	2014-15 Mag
ACT	122	70	130	70	120	61	123	63	116	56
NSW	2393	682	2266	649	2385	607	2339	597	2062	535
NQLD	275	106	305	114	315	112	330	127	331	109
NT	56	46	64	46	68	48	52	37	62	36
QLD	1148	480	1273	454	1343	433	1328	409	1446	367
SA	485	231	468	205	510	214	509	201	486	186
TAS	115	40	93	35	77	33	81	29	46	35
VIC	893	456	878	465	805	358	687	376	767	374
WA	1143	390	1177	374	1135	301	1177	313	996	307
TOTAL	6630	2508	6654	2415	6758	2167	6626	2152	6312	2005

RULES REPORT

Rules Portfolio – Bob Pedersen

Grading System

The new National Grading System Rules were declared Official as at 1st July 2015. It will take some time for the system to settle and for people to become familiar. I would suggest we allow at least a year or more for things to settle, as the longer we go on the more accurate the data gets.

Online Prize Meeting Program

The use of this continues to grow. The number of “hits” on the system, especially on the last day of a Queens series is slowing down our servers considerably. So much so that we are planning to expand capacity.

The NRAA held a 2 day workshop in November to train and accredit State Admin Users. These people are now available to run the program in each State and to train others in its use. There is tight security around the program so that only the trained State Admin Users can access Set-Up and administrative functions.

Some States have mandated that they will only approve Prize Meetings if the Organisers commit to arranging to use the program.

National Ranking System

This system is now in place and uses the data from the National Grading System to rank shooters. Added benefits are that the system is updated automatically and also B and C Grade shooters can see where they rank as well.

RULES REPORT Cont'd

IT Role Within the NRAA

The role and importance of IT within the NRAA Structure continues to expand. The National Grading System and the Online Prize Meeting Program is growing and growing and we are planning to cope with this.

Future plans and hopes for IT include: -

1. The development of an Online Ordering System for States.
2. A redesign of the NRAA web site. We hope in future to put out more and more information through the web site and it needs to be updated badly.
3. Develop the NRAA Database so that all States have access to it and eventually they use the National Database as their own database. We have already begun this process on a very minimalist and trial basis. This will have enormous benefits. It removes the massive duplication of each State having their own database as well as the National one. The database can be kept up-to-date. Problems such as Annual Subscriptions and Magazine Subscriptions will be handled much better. Having accurate data will able us to identify demographics and trends within our movement and enable us to plan better.
4. We would like to develop an email database for as many members as possible so that we can improve communications with all our members substantially. Communications and ignorance of NRAA matters by the membership is one of the matters the NRAA has identified as a major problem. An accurate and up-to-date database will help solve this.

IT Consultant – The NRAA is considering appointing an IT Consultant on a voluntary basis, and having him/her regularly attending Board Meetings. Shane Abood from the QRA has been approached and discussions are ongoing.

F Class Matters

1. Attendances at Queens Series and Prize Meetings of F Class Shooters now average around 35-40% of competitors. There is at times some restlessness within F Class ranks about the relative lack of recognition of F Class shooting by various organisers. A couple of years ago, States were asked to give some thought to giving more recognition to F Class especially at Queens Series. So far only Canberra has given this serious thought. I believe States and the NRAA need to give this more attention. F Class is here, is not going to go away and forms a very substantial part of our movement.
2. Two F Class Teams travelled to New Zealand in January and competed successfully at Trentham. An F Class Trans-Tasman International Competition has been established as a regular 2 yearly competition and the next one will be at Belmont in June 2016.
3. Nominations have just closed for 2 F Class Teams to attend the ICFRA World Championships which will be held in Canada in August 2017. The F Open Team won the last World Teams Championship, which was really a remarkable feat considering the lack of experience of the team. The organisation and methods used by this team was ground-breaking and the present Target Rifle teams would do well to study their methods.
4. A very successful Interstate F Class teams Competition was held at Belmont in August 2015. There were 23 teams competing and the number of shooters attending was larger than the numbers at a Target Rifle Teams Competition. A problem will arise in the future as not all venues may be able to cater for 23 F Class Teams at once under the present format.
5. The NRAA is planning to review the Present F Class team's format. I will begin discussions and consultations with the States in the New Year.

AMMUNITION REPORT

Ammunition Report – George Edser

This year has seen some changes in the direction of sales. The Berger Projectiles have cornered a large part of the market. Unfortunately our sales have decreased once again which can be traced back to external purchasing and also the increased participation in F Class Open and FTR. The combined sales of loaded ammunition and projectiles was down by about 271,000 items equating to about \$10,000.00. Currently there is no levy on any of the desired projectiles being purchased for both of these disciplines. The NRAA will be looking for advice from the Members in this matter and in particular suggested other sources of income to replace this somewhat declining source.

HBC Projectiles

There has been a constant and regular supply of HBC projectiles to the States and Territories and to Winchester to load for the factory round. David has indicated, that there will be some major changes to the projectile which will make it a competitive bullet in the market. David has been asked to provide specifications on any proposed changes to his projectile, so that consideration can be given for approval, but as yet these have not been provided.

Berger Projectiles

The supplier (QRA) is constantly working to ensure stock is available at the best price. We must be aware that the international monetary exchange rate dictates the end price to consumers. Bulk purchasing power is desirable to keep the price as low as possible. Currently we are seeing low stock for the F Class projectiles but QRA have a large backorder that once received should alleviate the problem.

NEW Sierra Projectile

The NRAA Technical Officer has trialed the New Sierra 30cal. 155gn Tipped Matchking (TMK) and we will be seeking advice from the members on the introduction of this projectile. I recommend this projectile for approval.

Factory Ammunition

Again there has been no problems with the production and supply of factory loaded ammunition. Preparations have begun for the 2018 Commonwealth Games ammunition.

Powder

This year has seen the appointment of a second powder supplier by Australian Munitions (Thales). NRAA now has two agreements in place to assist in a consistent powder supply. We are pleased to be working with Winchester and OSA on the delivery of this product. The sales of the powder have been a great asset to the NRAA and we thank the States and Territories for their assistance in purchasing through the NRAA.

AMMUNITION SALES – 2014/15

STATE	ACT	NQLD	NSW	NT	QLD	SA	TAS	VIC	WA	TOTAL
.308W Ammo	10000	3000	76000			10000			58000	157000
.308 HBC Ammo		4000	64000	10000	15000		4000	8000	52000	157000
.223 Ammo	3000		27000						3000	33000
NEW Sierra 155gn					154800	33600		1200	9600	199200
Sierra 80gr P								3000		3000
Nosler 155gr P			6000							6000
Nosler 80gr P									7500	7500
A max 80gn P		6000				12000			18000	36000
HBC 155gr P		50000	93000		115000	90000	10000	60000	31000	449000
Berger 80gn VLD					27500	2000		21000	20000	70500
Berger 155gn VLD					14800					14800
Berger 155 Hybrid		20000	20000		61600	1000		22000	10000	134600
Berger 155.5gn	43000	30000	210000		337800	40000	7000	44000	100000	811800
Berger 80.5gn	1000		5000		27100	9000	4000	14000	5000	65100
JLK 80gn		1000	5000							6000

FINANCE REPORT

Finance Report – Gordon Duncan

For full financial details please see the management and budget reports supplied.

GR Duncan
Finance Director

NRAA AUDITOR'S REPORT

National Rifle Association of Australia Limited

ABN 91 373 541 259

Financial Report

For The Year Ended 30 June 2015

National Rifle Association of Australia Limited

ABN 91 373 541 259

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National Rifle Association of Australia Limited

ABN 91 373 541 259

Directors Report

Your directors present this report on the company for the financial year ended 30 June 2015.

The names of each person who has been a director during the year & to the date of this financial report are:

- John Fitzgerald (Chairman)
- Gordon Duncan (Company Secretary)
- James Corbett
- Robert Pedersen
- George Edser

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activity of the company during the year is to provide national sporting administration to its members in Australia.

Short term objectives are to:

- continue to provide the supply of ammunition and components at a commercially attractive price.
- provide an internationally acceptable administration forum.
- provide a politically acceptable body for all legitimate firearm owners.

Long term objectives are to:

- continue to ensure ammunition and component supplies are available.
- promulgate and efficient membership base for individual rifle shooters
- attract properly qualified persons to further the future role of the company

As the company relies on volunteer directors/personnel every effort is made to ensure that the knowledge of the directors for the time being are channelled into the furtherance of company objectives.

The company is able to measure its performance by:

- vetting total membership of all shareholders.
- continued supply of ammunition and components at reasonable prices.
- providing a World Class venue for International Shooting.

National Rifle Association of Australia Limited

ABN 91 373 541 259

Directors Report

Information on Directors

John Fitzgerald

Chairman

-
- Retired Company Director
 - Fellow of the Catering Institute of Australia (FCIA)
 - Chairman of NSW Rifle Association

Gordon Duncan

Finance Director/Company Secretary

-
- Chartered Accountant

Robert Pederson

Director

-
- Retired principal
 - Former chairman & president of the Tasmanian Rifle Association

George Edser

Ammunition Director

-
- Solicitor and Principal of Edser Lawyers

James Corbett

Director

-
- Self Employed – Triple J Imports

Directors Attendance at Directors' Meetings

Directors	Number Eligible To Attend	Number Attended
John Fitzgerald	4	3
Gordon Duncan	4	4
James Corbett	4	4
Robert Pederson	4	4
George Edser	4	4

National Rifle Association of Australia Limited

ABN 91 373 541 259

Directors Report

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$100 each towards meeting any outstanding obligations of the company. At 30 June 2015 the total amount that members of the company are liable to contribute if the company is wound up is \$647,700 (2014 \$662,600).

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on page 5.

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

.....

John Fitzgerald

.....

Gordon Duncan

Dated: 19 October 2015

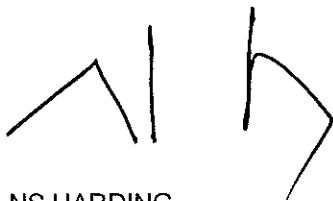
Auditors' Independence Declaration

Under Section 307C of the Corporations Act 2001 to the Directors of National Rifle Association of Australia Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015, there have been:

- (i) No contraventions of the auditor's Independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.

HARDING MARTIN
Chartered Accountants



NS HARDING
IPSWICH QLD

Dated: 19 October 2015

National Rifle Association of Australia Limited

ABN 91 373 541 259

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2015

	2015	2014
	\$	\$
INCOME		
Ammunition sales	1,237,560	1,231,922
National Queens Meeting entry fees	44,973	38,618
Capitation fees	264,801	286,844
Advertising	85,969	95,982
Interest	14,031	15,602
Team funding	17,914	46,057
ICFRA targets	-	541
Grant	133,198	30,355
Other income	4,984	27,721
TOTAL INCOME	1,803,430	1,773,642
EXPENSES		
Ammunition purchases	1,069,312	1,153,687
National Queens meeting expenses	25,823	44,111
Coaching, officiating & development project expenses	179,670	91,243
Board meeting expenses	34,783	28,457
Insurance	56,252	58,337
Magazine expenses	121,850	124,939
Printing & stationery	3,854	5,157
Postage	2,070	2,831
Repairs & maintenance	3,163	1,552
Telephone	6,888	4,543
Employment costs	116,367	121,702
Rent	2,400	2,400
Computer services	22,423	8,326
Electricity	989	1,189
Affiliations/delegates	6,755	6,318
Audit fees	7,200	7,909
Travel & accommodation	21,797	19,410
Depreciation	10,143	10,378
Impairment	20,715	33,067
Bank charges	2,022	2,215
Publication	-	2,661
NRAA stores	5,384	8,284
Security	661	2,295
Other expenses	24,199	18,845
TOTAL EXPENSES	1,744,720	1,759,856
Net surplus/(deficit)	58,710	13,786
Income tax expense	-	-
NET SURPLUS/(DEFICIT) AFTER INCOME TAX	58,710	13,786
Other comprehensive income:	-	-
TOTAL COMPREHENSIVE INCOME	58,710	13,786

The accompanying notes form part of these financial statements.

National Rifle Association of Australia Limited

ABN 91 373 541 259

Statement of Financial PositionFor the year ended 30 June 2015

	Note	2015 \$	2014 \$
CURRENT ASSETS			
Cash and cash equivalents	2	498,454	686,728
Trade and other receivables	3	332,083	113,528
Inventories	4	97,236	22,830
TOTAL CURRENT ASSETS		927,773	823,086
NON-CURRENT ASSETS			
Property, plant and equipment	5	94,301	100,899
Other non-current assets	6	-	-
TOTAL NON-CURRENT ASSETS		94,301	100,899
TOTAL ASSETS		1,022,074	923,985
CURRENT LIABILITIES			
Trade and other payables	7	199,679	161,650
TOTAL CURRENT LIABILITIES		199,679	161,650
NON-CURRENT LIABILITIES			
Provisions	8	12,350	11,000
TOTAL NON-CURRENT LIABILITIES		12,350	11,000
TOTAL LIABILITIES		212,029	172,650
NET ASSETS		810,045	751,335
EQUITY			
Retained earnings		810,045	751,335
TOTAL EQUITY		810,045	751,335

The accompanying notes form part of these financial statements.

National Rifle Association of Australia Limited

ABN 91 373 541 259

Statement of Changes in EquityFor the year ended 30 June 2015

	<u>Retained earnings</u>	<u>Asset revaluation reserve</u>	<u>Total</u>
Balance at 1 July 2013	737,549	-	737,549
Surplus/(deficit) from operating activities	13,786	-	13,786
Balance at 30 June 2014	751,335	-	751,335
Surplus/(deficit) from operating activities	58,710	-	58,710
Balance at 30 June 2015	<u>810,045</u>	<u>-</u>	<u>810,045</u>

The accompanying notes form part of these financial statements.

National Rifle Association of Australia Limited

ABN 91 373 541 259

Statement of Cash FlowsFor the year ended 30 June 2015

	Note	2015 \$	2014 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		1,668,646	2,083,827
Payments to suppliers and employees		(1,846,692)	(2,077,834)
Interest received		14,031	15,602
Interest paid		-	-
Net cash generated from / (used in) operating activities	10	(164,015)	21,595
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Payment for property, plant and equipment		(3,544)	(4,674)
Proceeds from the sale of investments		-	100,000
Payment for investments		-	(100,000)
Payments for intangible assets		(20,715)	(33,067)
Net cash generated from / (used in) investing activities		(24,259)	(37,741)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of finance lease commitments		-	-
Increase in finance lease commitments		-	-
Repayments of borrowings		-	-
Increase in borrowings		-	-
Net cash generated from / (used in) financing activities		-	-
Net increase/(decrease) in cash held		(188,274)	(16,146)
Cash at the beginning of the financial year		686,728	702,874
Cash at the end of the financial year	2	498,454	686,728

The accompanying notes form part of these financial statements.

National Rifle Association of Australia Limited

ABN 91 373 541 259

Notes to the Financial Statements

For the year ended 30 June 2015

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report covers National Rifle Association of Australia Limited as an individual entity. National Rifle Association of Australia Limited is a company limited by guarantee, incorporated and domiciled in Australia.

The financial statements were authorised for issue on 19 October 2015 by the Directors of the Company.

Basis of Preparation

National Rifle Association of Australia Limited applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements and other applicable Australian Accounting Standards – Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) Income tax

The National Rifle Association of Australia Limited is a not-for-profit organisation as defined under the Income Tax Assessment Act 1997 (Commonwealth) and accordingly is exempt from income tax.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

National Rifle Association of Australia Limited

ABN 91 373 541 259

Notes to the Financial Statements

For the year ended 30 June 2015

(c) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

In the periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the land and buildings' carrying amount is not materially different to fair value.

Increases in the carrying amount arising from revaluation of land and buildings are credited to a revaluation surplus in shareholders' equity. Decrease that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the statement of comprehensive income.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the new amount is restated to the revalued amount of the asset.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on the basis presented below and over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

<u>Class of Fixed Asset</u>	<u>Depreciation Rate</u>	<u>Depreciation Method</u>
Buildings	5%	Prime Cost
Furniture and fittings	15%	Prime Cost
Office Equipment	15%	Prime Cost
Plant and equipment	15%	Prime Cost

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Notes to the Financial Statements

For the year ended 30 June 2015

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(d) Intangible assets – Software

Software is recorded at cost. It has a finite life and is carried at cost less accumulated amortisation and any impairment losses. Software has an estimated useful life of between one and three years. It is assessed annually for impairment.

The company commenced developing an Internet based grading software in 2012/2013 and incurred development cost totalling \$20,715 during the 2014/2015 financial year. The company has determined that at 30 June 2015 as it did at 30 June 2013 and 2014 that the recoverable amount of the software is nil as no future cash flows are expected from either the use or sale of the software. As such, the cost of development was fully impaired for the year ended 30 June 2015.

(e) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes party to the contractual provisions to the instrument. For financial assets, this is the equivalent to the date that the company commits itself to purchase or sell the asset.

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or liability settled, between knowledgeable willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as: (i) the amount at which the financial asset or financial liability is measured at initial recognition; (ii) less principal repayments; (iii) plus or minus the cumulative amortisation of the difference, if any, and (iv) less any reduction for impairment.

(f) Impairment of Non-Current Assets

At the end of each reporting period, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the company would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement

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Notes to the Financial Statements

For the year ended 30 June 2015

cost of an asset.

Where it is not possible to estimate the recoverable amount of an assets class, the company estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

Were an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

(g) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(h) Employee Benefits

Short-term employee provisions

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

Other long-term employee provisions

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss as a part of employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

(i) Provisions

Provisions are recognised when the group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(j) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

National Rifle Association of Australia Limited

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Notes to the Financial Statements

For the year ended 30 June 2015

(k) Revenue

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

All revenue is stated net of the amount of goods and services tax (GST).

(l) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(m) Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(n) Members guarantee

The company is limited by guarantee. If the company is wound up, the company's constitution states that each member is required to contribute a maximum of one hundred dollars (\$100.00) towards meeting any outstanding obligations of the company.

Notes to the Financial Statements

For the year ended 30 June 2015

(o) New Accounting Standards for Application in Future Periods

The AASB has issued a number of new and amended Accounting Standards that have mandatory application dates for future reporting periods, none of which, as determined by the Directors, will have an impact on the Company in the 12 months after the reporting date.

(p) Key Judgements

The preparation of financial statements necessarily requires the determination and use of certain critical accounting estimates, assumptions, and management judgements that have that potential to cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year. Such estimates, judgements and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in future periods as relevant.

Estimates and assumptions that have a potential significant effect are outlined in the following financial statement notes:

Valuation of Financial Instruments - Note 1(e)

Provision for Employee Benefits - Note 1(h)

National Rifle Association of Australia Limited

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Notes to the Financial Statements

For the year ended 30 June 2015

	2015	2014
	\$	\$
NOTE 2: CASH & CASH EQUIVALENTS		
Cash on Hand	300	300
Cash at bank - Cheque Account	117,237	94,793
Cash at bank - Cash Management Account	60,907	288,792
Cash at bank - Clearing Account	6,164	
Term Deposit	313,846	302,843
	<u>498,454</u>	<u>686,728</u>

NOTE 3: TRADE AND OTHER RECEIVABLES

Trade receivables 3(i)	300,730	91,378
Other debtors	8,459	-
Prepayments	22,894	22,150
	<u>332,083</u>	<u>113,528</u>

3(i) Provision for doubtful debts

Current trade receivables are generally on 30 day terms. These receivables are assessed for recoverability and a provision for doubtful debts is recognised when there is objective evidence that an individual trade receivable is impaired. These amounts have been included in other expense items.

Provision for doubtful debts as at 1 July	-	-
> charge for year	-	-
> written off	-	-
Provision for doubtful debts as at 30 June	<u>-</u>	<u>-</u>

3(ii) Credit risk - Trade and Other Receivables

The company does not have any material credit risk exposure to any single receivable or group of receivables.

The following table details the company's accounts receivable and other debtors exposed to credit risk (prior to collateral and other credit enhancements) with ageing analysis and impairment provided for thereon. Amounts are considered as "past due" when the debt has not been settled within the terms and conditions agreed between the company and the customer or counter party to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the company.

The balances of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

National Rifle Association of Australia Limited

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Notes to the Financial Statements

For the year ended 30 June 2015

	Gross Amount	Past due/impaired	Past due but not impaired				With initial trade terms
			<30	31-60	61-90	>90	
2014							
Trade and term receivables	91,378	-	-	27,009	5,648	43,363	15,358
Other receivables	22,150	-					22,150
Total	113,528	-	-	27,009	5,648	43,363	37,508
2015							
Trade and term receivables	300,730	-	-	14,744	-	118,356	167,630
Other receivables	31,353	-	-	-	-	-	31,353
Total	332,083	-	-	14,744	-	118,356	198,983

	2015 \$	2014 \$
NOTE 4: INVENTORIES		
Projectiles & ammunition	97,236	22,830
	<u>97,236</u>	<u>22,830</u>
NOTE 5: PROPERTY, PLANT & EQUIPMENT		
Buildings and improvements - at cost	129,255	129,255
Less accumulated depreciation	(57,478)	(50,956)
	<u>71,777</u>	<u>78,299</u>
Furniture and fittings - at cost	28,471	28,471
Less accumulated depreciation	(23,941)	(23,142)
	<u>4,530</u>	<u>5,329</u>
Office equipment - at cost	37,628	35,811
Less accumulated depreciation	(25,240)	(23,135)
	<u>12,388</u>	<u>12,676</u>
Plant and equipment - at cost	26,434	24,707
Less accumulated depreciation	(20,828)	(20,112)
	<u>5,606</u>	<u>4,595</u>
	<u>94,301</u>	<u>100,899</u>

National Rifle Association of Australia Limited

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Notes to the Financial Statements

For the year ended 30 June 2015

2014	Balance at the beginning of the period	Additions	Depreciation	Carry amount at the end of the period
Buildings and improvements	84,821	-	6,522	78,299
Furniture and fittings	6,269	-	940	5,329
Office equipment	10,107	4,674	2,105	12,676
Plant and equipment	5,406	-	811	4,595
	94,301	4,674	10,378	100,899

2015	Balance at the beginning of the period	Additions	Depreciation	Carry amount at the end of the period
Buildings and improvements	78,299	-	6,522	71,777
Furniture and fittings	5,329	-	799	4,530
Office equipment	12,676	1,817	2,105	12,388
Plant and equipment	4,595	1,728	717	5,606
	100,899	3,545	10,143	94,301

2015	2014
\$	\$

NOTE 6: OTHER NON CURRENT ASSETS

Software under development	99,527	78,812
Less: accumulated impairment	(99,527)	(78,812)
	<u>-</u>	<u>-</u>

NOTE 7: TRADE AND OTHER PAYABLES

Trade payables	87,203	50,657
Other creditors	55,849	60,238
PAYG payable	4,512	5,130
Superannuation payable	6,485	-
Annual leave provision	45,210	35,300
GST payable	420	10,325
	<u>199,679</u>	<u>161,650</u>

National Rifle Association of Australia Limited

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Notes to the Financial StatementsFor the year ended 30 June 2015

NOTE 8: PROVISIONS

	Annual leave provision	Long service leave provision	Total provisions
Balance at 1 July 2014	35,300	11,000	46,300
Additional provisions raised during the year	9,910	1,350	11,260
Amounts used	-	-	-
Balance at 30 June 2015	45,210	12,350	57,560

	2015 \$	2014 \$
<u>Analysis of provisions</u>		
Current	45,210	35,300
Non-current	12,350	11,000
	57,560	46,300

NOTE 9: REMUNERATION OF AUDITOR

Amounts received, or due and receivable by the auditor of the company for:

Auditing the accounts	7,200	7,200
Other services	-	300
	7,200	7,500

NOTE 10: RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH OPERATING SURPLUS / (DEFICIENCY)

Operating surplus / (deficit)	58,710	13,786
<i>Non-cash flows in operating profit:</i>		
Depreciation	10,143	10,378
Impairment	20,715	33,067
Profit on investment disposal	-	-
<i>Changes in assets and liabilities:</i>		
(Increase)/decrease in receivables	(218,556)	51,881
(Increase)/decrease in inventories	(74,406)	97,359
Increase/(decrease) in payables	28,119	(186,756)
Increase/(decrease) in provisions	11,260	1,880
Cash flow from operations	(164,015)	21,595

National Rifle Association of Australia Limited

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Notes to the Financial Statements

For the year ended 30 June 2015

NOTE 11: FINANCIAL RISK MANAGEMENT

(a) Financial instrument composition

	Weighted Average Effective Interest Rate		Floating Interest Rate		Fixed Interest Rate Maturing		Non Interest Bearing		Total	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
Financial Assets										
Cash on hand	0.00%	0.00%	-	-	-	-	300	300	300	300
Cheque Account	0.00%	0.00%	117,237	94,793	-	-	-	-	117,237	94,793
Cash Management Account	1.80%	2.25%	60,907	288,792	-	-	-	-	60,907	288,792
Clearing Account	0.00%	0.00%	6,164	-	-	-	-	-	6,164	-
Term Deposit	3.05%	3.80%	-	-	313,846	302,843	-	-	313,846	302,843
Trade and other receivables	0.00%	0.00%	-	-	-	-	332,083	113,528	332,083	113,528
Total financial assets			184,308	383,585	313,846	302,843	332,383	113,828	830,537	800,256
Financial Liabilities										
Trade and other payables	0.00%	0.00%	-	-	-	-	199,679	161,650	199,679	161,650
Total financial liabilities			-	-	-	-	199,679	161,650	199,679	161,650

(b) Financial risk management

The company has minimal credit, liquidity, interest rate and capital risk management as it holds cash and deposits with Australian Deposit Taking Institutions. The Directors regularly review investments and cash requirements of the organisation.

Review on quarterly basis is taken of the non-bank investments, which are restricted to a maximum of 25% of total investment funds. The review encompasses the distribution levels and the published unit value. Any significant change in these areas could lead to the liquidation of the investment.

The results of these reviews are reported to the Board of Directors.

The company does not have a material exposure to changes in effective interest rates.

The company does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the company.

(c) Net fair values

The net fair values for financial assets and liabilities approximate their carrying value. No financial assets and financial liabilities are readily traded on organised markets in a standardised form other than listed investments.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and the notes to and forming part of the accounts.

National Rifle Association of Australia Limited

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Notes to the Financial StatementsFor the year ended 30 June 2015

NOTE 12: FAIR VALUE MEASUREMENT

The Company does not subsequently measure any assets or liabilities at fair value on a recurring basis, or a non-recurring basis.

NOTE 13: CONTINGENT LIABILITIES AND ASSETS

There are no known contingent liabilities and/or assets against the company that have not been disclosed elsewhere throughout this report. The company is not currently being sued or suing in its own right nor is it aware of any intentions to do so.

NOTE 14: EVENTS AFTER THE REPORTING PERIOD

The company incurred \$20,715 in developing an Internet based grading software during the 2014/2015 financial year (\$33,067 for 2013/2014). The software development is continuing at the time of the report and is expected to be completed and ready for use by June 2016. Further expenditures of approximately \$20,000 are expected to be incurred in 2015/2016 for the software development.

NOTE 15: ENTITY DETAILS

The registered office of the entity is:

National Rifle Association of Australia Limited
1485 Old Cleveland Road
BELMONT QLD 4153

The principal place of business is:

National Rifle Association of Australia Limited
1485 Old Cleveland Road
BELMONT QLD 4153

National Rifle Association Limited

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Directors Declaration

For the year ended 30 June 2015

The directors of National Rifle Association of Australia Limited declare that:

1. the financial statements including the Statement of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and the Notes to the Financial Statements, are in accordance with the Corporations Act 2001 and:
 - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001; and
 - b. give a true and fair view of the financial position as at 30 June 2015 and performance for the year ended on that date of the company;
2. in the Directors' opinion there are reasonable grounds to believe that the National Rifle Association of Australia Limited 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.

.....
x
John Fitzgerald

.....
x
Gordon Duncan

Dated: 19 October 2015

**Independent Audit Report
To the Members of National Rifle Association of Australia Limited**

Report on the Financial Report

We have audited the accompanying financial report of National Rifle Association of Australia Limited, which comprises the Statement of Financial Position as at 30 June 2015 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Accounting Standards – Reduced Disclosure Requirements. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of National Rifle Association of Australia Limited, on 19 October 2015 would be in the same terms if provided to the directors as at the date of this auditor's report.

**Independent Audit Report
To the Members of National Rifle Association of Australia Limited**

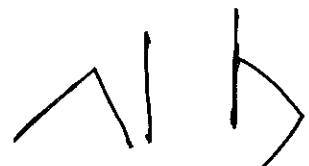
Auditor's Opinion

In our opinion:

- a) the financial report of National Rifle Association of Australia Limited in accordance with the Corporations Act 2001, including:
 - i. giving a true and fair view of the company's financial position as at 30 June 2015 and of their performance for the year ended on that date; and
 - ii. complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001.

HARDING MARTIN
Chartered Accountants

Dated: 19 October 2015
IPSWICH QLD



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NEIL S HARDING
Partner