

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
FINANCIAL STATEMENTS
SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
FINANCIAL STATEMENTS
FOR THE SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022

Contents

	<u>Page</u>
Independent Accountant's Report to the Members	
FINANCIAL STATEMENTS	
Statement of Financial Position	1
Statement of Activities	2
Statement of Cash Flows	3
Notes to the Financial Statements	4 – 7
Supplementary Information	
Tax Computation	
Schedule of Capital Allowances	

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022

(expressed in Jamaican dollars unless otherwise indicated)

		<i>17 months</i> <i>December</i> 2022	<i>1 year</i> <i>July</i> 2021
ASSETS	Notes	\$	\$
Non-current assets			
Property, plant and equipment	5	621,815	1,178,175
		<u>621,815</u>	<u>1,178,175</u>
Current assets			
Cash and cash equivalents	6	2,873,209	3,430,724
		<u>2,873,209</u>	<u>3,430,724</u>
Total assets		<u>3,495,024</u>	<u>4,608,899</u>
 NET ASSETS AND LIABILITIES			
Net assets			
Accumulated surplus		3,430,024	3,588,150
		<u>3,430,024</u>	<u>3,588,150</u>
Current liabilities			
Accrued expense	7	65,000	904,718
Taxation		-	116,031
		<u>65,000</u>	<u>1,020,749</u>
Total net assets & liabilities		<u>3,495,024</u>	<u>4,608,899</u>

The financial statements have been approved for issue by the Board of Directors on March 25, 2023 and signed on its behalf by:

.....Director

.....Director

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

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
STATEMENT OF ACTIVITIES
FOR THE SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022

(expressed in Jamaican dollars unless otherwise indicated)

		<i>17 months</i> <i>December</i> <u>2022</u>	<i>1 year</i> <i>July</i> <u>2021</u>
	<u>Notes</u>	<u>\$</u>	<u>\$</u>
Revenue	8	4,187,202	2,305,960
Functional expenses	10	<u>4,742,570</u>	<u>659,919</u>
Operating (deficit)/surplus		(555,368)	1,646,041
Other income	9	<u>10,277</u>	<u>3,446</u>
Deficit/surplus before tax		(545,091)	1,649,487
Income tax expense		<u>-</u>	<u>-</u>
Deficit/surplus for the period		<u>(545,091)</u>	<u>1,649,487</u>

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

TRIATHLON ASSOCIATION OF JAMAICA LIMITED

STATEMENT OF CASHFLOWS

FOR THE SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022

(expressed in Jamaican dollars unless otherwise indicated)

	17 months December 2022 \$	1 year July 2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Deficit for the period	(545,091)	-
Prior year adjustment	386,965	-
Adjustments for non-cash income and expenses:		
Depreciation	556,360	-
	398,234	-
Changes in operating assets and liabilities:		
Accrued expense	(839,718)	-
Taxation	(116,031)	-
Net cash used in operating activities	(557,515)	-
NET DECREASE IN CASH & CASH EQUIVALENTS	(557,515)	-
Cash & cash equivalent at beginning of period	3,430,724	-
CASH & CASH EQUIVALENTS AT END OF PERIOD	2,873,209	-

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022
(expressed in Jamaican dollars unless otherwise indicated)

1. IDENTIFICATION AND PRINCIPAL ACTIVITY:

Triathlon Association Of Jamaica Limited was incorporated in August 2019 under the Companies Act of Jamaica, not having a share capital and is limited by guarantee. Its principal activity is the operation of sporting clubs. The registered office is located at Norbrook, 3 East Norbrook Drive, Kingston 8, St. Andrew.

2. REPORTING CURRENCY:

Items included in the financial statements of the Association are measured using the currency of the primary economic environment in which Triathlon Association Of Jamaica Limited operates ("the functional currency"). These financial statements are presented in Jamaican dollars, which is considered Triathlon Association Of Jamaica Limited's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES:

The principal accounting policies applied in the preparation of these financial statements are set out below. The policies have been consistently applied to all the period presented. The board of directors has passed a resolution to change the Association's financial year end to December 31.

(a) Basis of preparation –

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) for small and medium sized entities (SMEs) and have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRSs for SMEs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the accounting policies of Triathlon Association Of Jamaica Limited. Although these estimates are based on management's best knowledge of current events and action, actual results could differ from those estimates. Areas involving a higher degree of judgement or complexity, or where assumptions or estimates are significant to the financial statements, are disclosed in note 4.

(b) Property, plant and equipment –

Property, plant and equipment are tangible items that:

.Are held for use in the production or supply of goods and services, for rental to others or for administrative purposes and;

.Are expected to be used during more than one period.

Items of property, plant and equipment are measured at cost. Cost include all costs incurred to bring the asset to the condition necessary for it to be capable of operating in the manner intended by management.

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of the assets less their residual values over their estimated useful lives, using the straight-line method. The following annual rates are used for depreciation of property, plant and equipment:

Sporting cycles	25%
-----------------	-----

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022
(expressed in Jamaican dollars unless otherwise indicated)

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd):

(b) Property, plant and equipment (cont'd) –

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

(c) Revenue recognition –

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured. It represents amounts received for sporting activities provided in the normal course of business.

Revenue represents members' dues and income from sponsorship. Revenue is measured by reference to the fair value of consideration received and is accounted for in the period to which it relates.

4. INFORMATION ABOUT KEY SOURCES OF ESTIMATION UNCERTAINTY AND JUDGEMENT

Judgements and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) Key sources of estimation uncertainty –

The management of the company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

(b) Judgement in applying the entity's accounting policies –

In the process of applying the association's accounting policies, management has not made any judgements that it believes would cause a significant impact on the amounts recognised in the financial statements.

5. PROPERTY, PLANT AND EQUIPMENT:

	Bicycles \$	Total \$
At cost:		
August 1, 2021	1,570,900	1,570,900
Addition	–	–
December 31, 2022	1,570,900	1,570,900
Depreciation:		
August 1, 2021	392,725	392,725
Depreciation charge	556,360	556,360
December 31, 2022	949,085	949,085
Carrying values:		
December 31, 2022	621,815	621,815
July 31, 2021	1,178,175	1,178,175

Property, plant & equipment represents acquisition of 7 bicycles for sporting events

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022

(expressed in Jamaican dollars unless otherwise indicated)

6. CASH AND CASH EQUIVALENTS:

	<i>17 months December 2022</i>	<i>1 year July 2021</i>
	<u>\$</u>	<u>\$</u>
Cash on hand	1,000	799,632
Cash at bank	2,872,209	2,631,092
	<u>2,873,209</u>	<u>3,430,724</u>

7. ACCRUED EXPENSE:

	<i>17 months December 2022</i>	<i>1 year July 2021</i>
	<u>\$</u>	<u>\$</u>
Penalties and interest	-	115,852
Bicycles	-	788,866
Ambulance service	40,000	-
Accounting fees	25,000	-
	<u>65,000</u>	<u>904,718</u>

8. REVENUE:

	<i>17 months December 2022</i>	<i>1 year July 2021</i>
	<u>\$</u>	<u>\$</u>
Membership fee	19,644	4,000
Government subvention	1,300,000	650,000
Sponsorship	2,770,303	1,643,960
Gate receipts	78,251	-
Other	19,004	8,000
	<u>4,187,202</u>	<u>2,305,960</u>

9. OTHER INCOME:

	<i>17 months December 2022</i>	<i>1 year July 2021</i>
	<u>\$</u>	<u>\$</u>
Interest income	10,277	3,446
	<u>10,277</u>	<u>3,446</u>

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SEVENTEEN (17) MONTHS ENDED DECEMBER 31, 2022
(expressed in Jamaican dollars unless otherwise indicated)

10. SCHEDULE OF FUNCTIONAL EXPENSES:

	<i>17 months December 2022</i>	<i>1 year July 2021</i>
	\$	\$
Sporting supplies	837,888	-
Medals and awards	352,014	-
Gift	-	8,000
Dues and subscription	22,997	46,964
Ambulance service	189,000	-
Audit fees	-	70,000
Zoom fee	22,997	22,744
Depreciation	556,360	392,725
Rates, fees and taxes	39,750	-
Uniforms	86,740	-
Professional fees	361,000	-
Accounting fees	55,000	-
Equipment rental	310,000	-
Travelling, meal and accommodation	1,835,369	-
Bicycle repairs	19,007	-
Penalties and interest	-	115,852
Bank charges	54,448	3,634
	4,742,570	659,919

11. SUBSEQUENT EVENTS:

Impact of COVID-19:

In March 2020, the World Health Organization (WHO) declared the novel Coronavirus (COVID - 19) outbreak and subsequently the Jamaican Government declared Jamaica a disaster area on March 13, 2020. The pandemic and the specific measures implemented to control its spread via human transmission has resulted in business disruption, slowed economic activities and business operations. This could have negative financial effects on the association, depending on factors such as the duration and spread of the outbreak, the effects on the economy overall and the effects on the financial markets, all of which are highly uncertain and cannot be estimated reliably. The association has performed various assessments and stress testing of its business plans under different scenarios, as part of its business continuity and contingency planning. At the date of approval of these financial statements, management does not foresee any significant financial impact of Covid-19 events on its performance and financial position for the subsequent period.

TRIATHLON ASSOCIATION OF JAMAICA LIMITED
INCOME TAX COMPUTATION:
YEAR OF ASSESSMENT – 2022

(expressed in Jamaican dollars unless otherwise indicated)

		\$
Deficit per accounts		(545,091)
Less: disallowed expense:		
Depreciation	<u>556,360</u>	
		<u>556,360</u>
Adjusted profit		11,269
Less: Capital allowances claim:		
Initial	-	
Annual	<u>314,180</u>	
		<u>314,180</u>
Statutory loss		<u>(302,911)</u>
Losses brought forward		-
Statutory loss for the year		<u>302,911</u>
Losses available to carry forward		<u>302,911</u>

TRIATHLON ASSOCIATION OF JAMAICA LIMITED

CAPITAL ALLOWANCE CLAIM

YEAR OF ASSESSMENT – 2022

	RATE	W.D.V. B/FWD	ADDITIONS	TOTAL	ALLOWANCE INITIAL	ANNUAL	W.D.V C/FWD
	%	\$	\$	\$	\$	\$	\$
Bicycles	0/20	–	1,570,900	1,570,900	–	314,180	1,256,720
		–	1,570,900	1,570,900	–	314,180	1,256,720