

TRINIDAD AND TOBAGO CRICKET BOARD

FINANCIAL STATEMENTS

31 JULY 2008

TRINIDAD AND TOBAGO CRICKET BOARD

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INDEPENDENT AUDITORS' REPORT

The Members

Trinidad and Tobago Cricket Board

We have audited the accompanying financial statements of Trinidad and Tobago Cricket Board, which comprise the balance sheet as at 31 July 2008, the statements of income, changes in members' equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control, relevant to the preparation and fair presentation of financial statements that are 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Trinidad and Tobago Cricket Board as of 31 July 2008, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Port of Spain
17 October 2008

ACCOUNTANTS AND BUSINESS ADVISORS

TRINIDAD AND TOBAGO CRICKET BOARD

BALANCE SHEET

ASSETS

| | <u>Notes</u> | <u>2008</u> | 31 July <u>2007</u> |
|-------------------------------------|--------------|-----------------------------|-----------------------------|
| Current Assets: | | | |
| Cash and cash equivalents | 3 | \$ 7,562,939 | \$ 2,993,793 |
| Accounts receivable and prepayments | 4 | 131,851 | 29,583 |
| Deferred expenditure | | <u>8,125</u> | <u>14,651</u> |
| Total Current Assets | | 7,702,915 | 3,038,027 |
| Non-Current Assets: | | | |
| Fixed assets | 5 | <u>7,948,825</u> | <u>8,115,994</u> |
| Total Assets | | <u>\$ 15,651,740</u> | <u>\$ 11,154,021</u> |

LIABILITIES AND EQUITY

| | | | |
|---|---|-----------------------------|-----------------------------|
| Current Liabilities: | | | |
| Accounts payable and accruals | 6 | \$ 334,194 | \$ 340,795 |
| Non-Current Liabilities: | | | |
| Deferred income – Stanford 20/20 | 7 | 185,500 | - |
| Finance lease | 8 | 62,244 | 112,236 |
| Loan | 9 | <u>1,195,944</u> | <u>1,195,944</u> |
| Total Liabilities | | <u>1,777,882</u> | <u>1,648,975</u> |
| Equity: | | | |
| Accumulated Fund | | 5,123,888 | 2,113,636 |
| Development Fund | | 1,812,187 | 1,812,187 |
| Sir Frank Worrell Development Centre Fund | | 2,965,691 | 2,401,504 |
| National Cricket Centre Fund | | 1,779,470 | 1,779,470 |
| Stanford 20/20 Fund | | <u>2,192,622</u> | <u>1,398,249</u> |
| Total Equity | | <u>13,873,858</u> | <u>9,505,046</u> |
| Total Liabilities and Equity | | <u>\$ 15,651,740</u> | <u>\$ 11,154,021</u> |

 President

 Treasurer

(The accompanying notes form a part of these financial statements)

TRINIDAD AND TOBAGO CRICKET BOARD

STATEMENT OF INCOME

| | | For the year ended 31 July | |
|---|------------------|-------------------------------|----------------------------|
| | <u>Schedules</u> | <u>2008</u> | <u>2007</u> |
| Income: | | | |
| Competitions | 1 | \$ 1,114,644 | \$ 1,502,930 |
| Regional Tournaments | 2 | 3,605,695 | 4,348,364 |
| Administration | 3 | 3,630,234 | 1,895,977 |
| Marketing and promotions | | <u>192,025</u> | <u>464,590</u> |
| | | <u>8,542,598</u> | <u>8,211,861</u> |
| Expenditure: | | | |
| Competitions | | 1,385,398 | 2,264,355 |
| Regional Tournament | | 2,083,416 | 2,792,911 |
| Administration | | 2,048,643 | 1,845,982 |
| Marketing and promotions | | <u>14,889</u> | <u>442,891</u> |
| | | <u>5,532,346</u> | <u>7,346,139</u> |
| Net surplus from operations | | 3,010,252 | 865,722 |
| Sir Frank Worrell Development Centre Operations | 4 | 564,187 | 530,475 |
| Stanford 20/20 Event | 5 | <u>794,373</u> | <u>1,056,664</u> |
| Net Surplus for the year | | <u>\$ 4,368,812</u> | <u>\$ 2,452,861</u> |

(The accompanying notes form a part of these financial statements)

TRINIDAD AND TOBAGO CRICKET BOARD
STATEMENT OF CHANGES IN MEMBERS' EQUITY
FOR THE YEAR ENDED 31 JULY 2008

| | <u>Accumulated Fund</u> | <u>Development Fund</u> | <u>Sir Frank Worrell Development Centre Fund</u> | <u>National Cricket Centre Fund</u> | <u>Staff Retirement Fund</u> | <u>Stanford 20/20 Fund</u> | <u>Total</u> |
|---|-------------------------|-------------------------|--|-------------------------------------|------------------------------|----------------------------|----------------------|
| Balance as at 1 August 2006 | \$ 1,247,914 | \$ 1,812,187 | \$ 1,871,029 | \$ 1,779,470 | \$ 20,520 | \$ 341,585 | \$ 7,072,705 |
| Net surplus from operations | 865,722 | - | - | - | - | - | 865,722 |
| Sir Frank Worrell Development Centre Operations | - | - | 530,475 | - | - | - | 530,475 |
| Stanford 20/20 Event | - | - | - | - | - | 1,056,664 | 1,056,664 |
| Utilisation of Funds | - | - | - | - | (20,520) | - | (20,520) |
| Balance as at 1 August 2007 | 2,113,636 | 1,812,187 | 2,401,504 | 1,779,470 | - | 1,398,249 | 9,505,046 |
| Net surplus from operations | 3,010,252 | - | - | - | - | - | 3,010,252 |
| Sir Frank Worrell Development Centre Operations | - | - | 564,187 | - | - | - | 564,187 |
| Stanford 20/20 Event | - | - | - | - | - | 794,373 | 794,373 |
| Balance as at 31 July 2008 | <u>\$ 5,123,888</u> | <u>\$ 1,812,187</u> | <u>\$ 2,965,691</u> | <u>\$ 1,779,470</u> | <u>\$ -</u> | <u>\$ 2,192,622</u> | <u>\$ 13,873,858</u> |

(The accompanying notes form a part of these financial statements)

TRINIDAD AND TOBAGO CRICKET BOARD

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2008

| | 31 July | |
|---|----------------------------|----------------------------|
| | <u>2008</u> | <u>2007</u> |
| Operating Activities: | | |
| Net surplus for the year | \$ 4,368,812 | \$ 2,452,861 |
| Add items not involving cash: | | |
| Depreciation | 456,909 | 414,929 |
| Loss on disposal of fixed assets | - | 1,057 |
| | 4,825,721 | 2,868,847 |
| Net change in inventory | - | 4,748 |
| Net change in accounts receivable and prepayments | (102,268) | 872,339 |
| Net change in accounts payable and accruals | (6,601) | (195,456) |
| Net change in deferred expenditure | 6,526 | 16,205 |
| Net change in staff retirement fund | - | (20,520) |
| Cash provided by operating activities | <u>4,723,378</u> | <u>3,546,163</u> |
| Investing Activities: | | |
| Proceeds from disposal of fixed asset | - | 3,898 |
| Purchase of fixed assets | (289,740) | (998,447) |
| Cash used in investing activities | <u>(289,740)</u> | <u>(994,549)</u> |
| Financing Activities: | | |
| Net change in deferred income – Stanford 20/20 | 185,500 | - |
| Net change in finance lease | (49,992) | (2,025) |
| Cash provided by/(used in) financing activities | <u>135,508</u> | <u>(2,025)</u> |
| Net change in cash resources | 4,569,146 | 2,549,589 |
| Cash resources, beginning of year | 2,993,793 | 444,204 |
| Cash resources, end of year | <u>\$ 7,562,939</u> | <u>\$ 2,993,793</u> |
| Represented by: | | |
| Cash and cash equivalents | <u>\$ 7,562,939</u> | <u>\$ 2,993,793</u> |

(The accompanying notes form a part of these financial statements)

TRINIDAD AND TOBAGO CRICKET BOARD

NOTES TO THE FINANCIAL STATEMENTS

31 JULY 2008

1. Principal Activities:

Trinidad and Tobago Cricket Board (TTCB) are responsible for the management of all projects and affairs of the Cricket Fraternity in Trinidad and Tobago.

2. Summary and Accounting Policies:

(a) Basis of accounting -

These financial statements have been prepared in accordance with International Financial Reporting Standards on the historical cost basis and no account has been taken of the effects of inflation.

(b) Income recognition -

Gate receipts and rental income are recognized on a cash basis.

Except as stated above, income is recognized on the accruals basis.

(c) Investments -

The Company's investments are classified as available-for-sale.

Investments intended to be held for an indefinite period of time, which may be sold in response to needs for liquidity or changes in interest rates, are classified as "available-for-sale" in accordance with International Accounting Standards (IAS) #39.

These investments are carried at their fair values. Realised and unrealized gains and losses arising from changes in the fair value of available-for-sale investments are included in the Statement of Income in the period they arise.

(d) Fixed assets -

Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided for on a basis designed to write-off the cost of the assets over their estimated useful economic lives as follows:

| | | |
|--------------------------------------|-------------|---------------------|
| Building Extensions and Improvements | - 2% | Straight-line basis |
| Plant and machinery | - 10% - 25% | Straight-line basis |
| Furniture and fixtures | - 10% - 25% | Straight-line basis |
| Leased machinery | - 12.5% | Straight-line basis |
| Motor vehicle | - 25% | Straight-line basis |
| National Cricket Centre | - 44 years | Straight-line basis |

No depreciation is charged on freehold land.

TRINIDAD AND TOBAGO CRICKET BOARD

NOTES TO THE FINANCIAL STATEMENTS

31 JULY 2008

2. Summary and Accounting Policies (Cont'd):

(e) Foreign currencies -

Foreign currency transactions are recorded at the exchange rates ruling at the date of the transactions. Current assets and liabilities in foreign currencies at the balance sheet date are expressed in Trinidad and Tobago dollars at the exchange rate ruling at that date. Gains or losses thus arising are included in the Board's Income Statement of Income.

(e) Comparative information -

Where necessary, comparative amounts have been adjusted to conform with changes in presentation in the current year.

3. Cash and Cash Equivalents:

| | 31 July | |
|---|----------------------------|----------------------------|
| | <u>2008</u> | <u>2007</u> |
| Cash in hand | \$ 2,000 | \$ 1,500 |
| RBTT Bank Limited Account | 713,918 | 2,532,233 |
| RBTT Bank Limited Account | 565,946 | 413,974 |
| RBTT Bank Limited US\$ Account | 3,081,871 | - |
| Unit Trust Corporation of Trinidad and Tobago | 49,471 | 46,086 |
| Guardian Asset Management – Money Market Fund | <u>3,149,733</u> | <u>-</u> |
| | <u>\$ 7,562,939</u> | <u>\$ 2,993,793</u> |

4. Accounts Receivable and Prepayments:

| | 31 July | |
|-----------------------|--------------------------|-------------------------|
| | <u>2008</u> | <u>2007</u> |
| Accounts receivables | \$ 68,683 | \$ - |
| Zone debtors | 15,486 | 15,486 |
| Accountable allowance | 35,657 | 14,097 |
| Prepayments | <u>12,025</u> | <u>-</u> |
| | <u>\$ 131,851</u> | <u>\$ 29,583</u> |

TRINIDAD AND TOBAGO CRICKET BOARD
NOTES TO THE FINANCIAL STATEMENTS

31 JULY 2008

5. Fixed Assets:

| Cost | Plant and Machinery | Motor Vehicles | Furniture and Fixtures | Freehold Land | National Cricket Centre | Total |
|---------------------------------|--------------------------------|---------------------------|---------------------------------------|--------------------------|--|---------------------|
| Balance as at 1 August 2007 | \$ 838,918 | \$ 145,000 | \$ 1,243,605 | \$ 325,550 | \$ 6,593,879 | \$ 9,146,952 |
| Additions | 84,794 | - | 7,544 | - | 197,402 | 289,740 |
| Balance as at 31 July 2008 | <u>923,712</u> | <u>145,000</u> | <u>1,251,149</u> | <u>325,550</u> | <u>6,791,281</u> | <u>9,436,692</u> |
| Accumulated Depreciation | | | | | | |
| Balance as at 1 August 2007 | 173,392 | 36,250 | 672,936 | - | 148,380 | 1,030,958 |
| Expense for the period | 113,839 | 36,250 | 156,393 | - | 150,427 | 456,909 |
| Disposals | - | - | - | - | - | - |
| Balance as at 31 July 2008 | <u>287,231</u> | <u>72,500</u> | <u>829,329</u> | <u>-</u> | <u>298,807</u> | <u>1,487,867</u> |
| Net Book Value | | | | | | |
| Balance as at 31 July 2008 | <u>\$ 636,481</u> | <u>\$ 72,500</u> | <u>\$ 421,820</u> | <u>\$ 325,550</u> | <u>\$ 6,492,474</u> | <u>\$ 7,948,825</u> |
| Balance as at 31 July 2007 | <u>\$ 665,526</u> | <u>\$ 108,750</u> | <u>\$ 570,669</u> | <u>\$ 325,550</u> | <u>\$ 6,445,499</u> | <u>\$ 8,115,994</u> |

TRINIDAD AND TOBAGO CRICKET BOARD

NOTES TO THE FINANCIAL STATEMENTS

31 JULY 2008

6. Accounts Payable and Accruals:

| | 31 July | |
|-----------------------|--------------------|--------------------|
| | <u>2008</u> | <u>2007</u> |
| Accruals | \$ 261,327 | \$ 288,900 |
| Inter-company account | 25,176 | 25,176 |
| Statutory deductions | 4,755 | 3,952 |
| Stale-dated cheques | 31,436 | 11,267 |
| Audit fees payable | 11,500 | 11,500 |
| | \$ 334,194 | \$ 340,795 |

7. Deferred Income – Stanford 20/20:

This balance represents funding received from Stanford 20/20 which was used for capital expenditure. This would be recognized as income on a systematic and rational basis over the useful life of the assets acquired.

8. Finance Lease:

| | 31 July | |
|------------------------------------|--------------------|--------------------|
| | <u>2008</u> | <u>2007</u> |
| Fidelity Financing Leasing Limited | \$ 62,244 | \$ 112,236 |

The finance lease is held with Fidelity Financing Leasing Company Limited for the purchase of one (1) Toyota Corolla motor vehicle PCA 4381. Monthly lease payments of **\$4,166** are payable on the first day of each month for thirty-six (36) months.

9. Loan:

This balance represents the amount due on a loan of **US\$320,000** granted by the West Indies Cricket Board (WICB) to the Trinidad and Tobago Cricket Board. The loan accrues no interest as agreed between the WICB and the TTCB. The loan amount is to be drawn down against annual grants received by the WICB.

TRINIDAD AND TOBAGO CRICKET BOARD
SCHEDULES TO THE FINANCIAL STATEMENTS

31 JULY 2008

1. Income - Competitions:

| | 31 July | |
|-------------------|---------------------|---------------------|
| | <u>2008</u> | <u>2007</u> |
| Entrance fees | \$ 30,080 | \$ 26,200 |
| Registration fees | 35,060 | 31,270 |
| Gate receipts | 34,746 | 78,568 |
| Sponsorship | 1,005,758 | 1,355,892 |
| Fines | 9,000 | 11,000 |
| | <u>\$ 1,114,644</u> | <u>\$ 1,502,930</u> |

2. Income - Regional Tournaments:

| | 31 July | |
|----------------------|---------------------|---------------------|
| | <u>2008</u> | <u>2007</u> |
| Competitions | \$ - | \$ 459,738 |
| Gate receipts | 176,119 | 211,215 |
| WICB allocation | 582,931 | 859,917 |
| National Team grants | 28,531 | 1,125,000 |
| Development grants | 167,868 | 150,000 |
| ICC World Cup | 2,650,246 | 1,542,494 |
| | <u>\$ 3,605,695</u> | <u>\$ 4,348,364</u> |

3. Income - Administration:

| | 31 July | |
|-----------------------------|---------------------|---------------------|
| | <u>2008</u> | <u>2007</u> |
| Corporate membership income | \$ 50,000 | \$ 65,000 |
| Investment income | 165,506 | 7,710 |
| Other income | 259,427 | 4,265 |
| SPORTT General Grant | 3,155,301 | 1,819,002 |
| | <u>\$ 3,630,234</u> | <u>\$ 1,895,977</u> |

TRINIDAD AND TOBAGO CRICKET BOARD
SCHEDULES TO THE FINANCIAL STATEMENTS

31 JULY 2008

4. Sir Frank Worrell Development Centre Operations:

| | 31 July | |
|-----------------------|-------------------|-------------------|
| | <u>2008</u> | <u>2007</u> |
| Income: | | |
| Administrative income | \$ 1,048,670 | \$ 1,035,799 |
| Coaching income | 395,782 | 1,081,441 |
| Competition | 799,810 | 726,219 |
| | 2,244,262 | 2,843,459 |
| Expenditure: | | |
| Administration | 765,439 | 924,231 |
| Coaching | 643,639 | 1,157,753 |
| Competition | 270,997 | 231,000 |
| | 1,680,075 | 2,312,984 |
| Net surplus | \$ 564,187 | \$ 530,475 |

5. Stanford 20/20 Event:

| | 31 July | |
|--|-------------------|---------------------|
| | <u>2008</u> | <u>2007</u> |
| Funding received | \$ 2,251,882 | \$ 1,812,624 |
| Less operating and capital expenditure | 1,457,509 | 755,960 |
| Net surplus | \$ 794,373 | \$ 1,056,664 |

6. Brian Lara Function:

| | 31 July | |
|--------------------------|-------------------|-------------|
| | <u>2008</u> | <u>2007</u> |
| Income from ticket sales | \$ 570,000 | \$ - |
| Less expenses | 444,322 | - |
| Net surplus | \$ 125,678 | \$ - |

The Board has decided to allocate the net surplus from the Brian Lara function to the Pearl and Bunt Foundation (75%) and to the Trinidad and Tobago cricket players (25%).