

***Erina Rugby League Football Club Limited***  
***ABN 19 000 845 410***

**Concise Financial Report**  
**For The Year Ended 30 September 2009**

# Erina Rugby League Football Club Limited

## ABN 19 000 845 410

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### Directors' Report

Your Directors present the financial accounts of the company for the year ended 30 September 2009.

#### Directors

The names and details of Directors in office at the day of this report are:

<b>Name</b>	<b>Particulars</b>
Mr G Powell	President/Director, Contract Cleaner, aged 61, joined the Board in 1993. During the financial year he attended 8 of the 12 directors' meetings held.
Mr M Danckert	Treasurer/Director, Financial Planner, aged 46, joined the Board in February 2002. During the year he attended 12 of the 12 directors meetings held.
Mr B Fitzpatrick	Director, Teacher, aged 61, joined the Board in July 1996. During the financial year he attended 9 of the 12 directors meetings held.
Mr B Horne	Director, Builder, aged 67, joined the Board in April 1999. During the financial year he attended 10 of the 12 directors' meetings held.
Mr G Tanner	Director, Sales Representative, aged 57, joined the Board in December 1999. During the financial year he attended 11 of the 12 directors meetings held.
Mr C Parsons	Director, Company Director, aged 45, joined the Board in February 2001. During the financial year he attended 10 of the 12 directors meetings.
Mr B Field	Director, Greenkeeper, aged 40, joined the Board in February 2002. During the financial year he attended 12 of the 12 directors meetings held.
Mr S McGowan	Director, aged 53, joined the Board on 22 February 2009. During the financial year he attended 7 of the 8 directors meeting held.

Directors have been in office since the start of the financial year unless otherwise stated.

The following directors ceased to be director during the period:

Mr R Hanger	Vice President/Director, Licensed Plumber, aged 73, joined the Board in 1992. During the financial year he attended 1 of the 4 directors' meetings held.
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# Erina Rugby League Football Club Limited

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### Directors' Report

Mr C Creighton Assistant Treasurer/Director, Company Manager, aged 79, joined the Board in February 2001. During the financial year he attended 9 of the 12 directors' meetings held. Ceased as a Director on 6 October 2009.

### Company Secretary

The following person held the position of company secretary at the end of the financial year:

*Ian Munro* Company Secretary, was appointed company secretary on 23 December 1998.

### Principal Activities

The club's principal activities of the company during the course of the financial year were to conduct and promote the game of Rugby League Football and carry out the objectives of Erina Rugby League Football Club Limited.

No significant change in the nature of these activities occurred during the financial year.

### Operating Results

The profit for the company for the financial year before income tax expense and football trading account was \$614,207 and the profit after income tax and football trading account was \$415,536.

### Dividends

Under the company's Constitution no dividend can be paid.

### Review of Operations

During the financial year the company continued its activities. The results of those operations were similar to results for previous year, subject to normal market fluctuations except for the significant impact of the no-smoking regulations.

#### Bar Trading:

Bar sales for the year totalled \$1,276,044 which is an increase from 2008 of \$2,606 (0.2%). Trading profit decreased by \$3,251(1.7%) to \$184,255.

#### Poker Machine Trading:

Net takings for the year totalled \$3,778,334. This is an increase from 2008 of \$346,238 (10.1%). The trading profit of \$2,506,811 showed an increase over last year of \$293,746 (13.2%).

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**Directors' Report**

Catering Trading:

Catering sales for the year totalled \$1,271,964 which is an increase from 2008 of \$18,756 (1.5%). The net trading profit of \$133,932 compared to a profit of \$127,027 in 2008, an increase of \$6,905 (5.4%).

**Significant Changes In State Of Affairs**

The company's financial performance has been significantly affected since 1 July 2007 by the introduction of the No Smoking regulations, resulting in a significant decrease in revenues for Gaming in the 2008 year, but has recovered in the 2009 year.

Except for the above, no significant changes in the Company's state of affairs occurred during the financial year, other than that referred to in the accounts or notes thereto.

**After Balance Date Events**

No other matters or circumstances have arisen since the end of the financial year which significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

**Future Developments**

The company expects to maintain the present status and level of operations for all areas of income other than poker machines revenues which are likely to be affected by the no-smoking regulations.

**Environmental Issues**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

**No Smoking**

The company has considered and planned for the impact of the Non-Smoking Regulations implemented in July 2007. The Company has incurred significant costs in relation to the regulations.

**Directors' Benefits**

No director of the company has received or become entitled to receive a benefit other than a benefit included in the aggregate amount of the remuneration received or due and receivable by the directors shown in Note 14 because of a contract that the director or a firm of which the director is a member or an entity in which the director has a substantial financial interest, except that:

- Mr G Powell who has a substantial financial interest in Staffmate Pty Ltd who entered into contracts in the ordinary course of business for the supply of cleaning services to the company, and

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**Directors' Report**

- Mr C Parsons who has a substantial financial interest in Parsons Outdoor Power Equipment who entered into contracts in the ordinary course of business for the supply of goods to the company.
- Mr M Danckert who has a substantial financial interest in CCFM Financial Group who entered into contracts in the ordinary course of business for the supply of services to the company.

This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable and shown in the accounts, or the fixed salary of a full-time employee of the company or related body corporate.

**Indemnifying Officers or Auditor**

No indemnities have been given during or since the end of the financial year, for any person who is or has been an officer or auditor of the entity.

The company has provided for or paid premiums to insure its present and former directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the company, other than conduct involving a wilful breach of duty in relation to the company.

No indemnities have been given or insurance premiums paid, during or since the financial year, for the auditor of the company.

**Proceedings on Behalf of Company**

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

**Auditors Independence Declaration**

The Lead auditor's independence declaration for the year ended 30 September 2009 has been received and can be found on page 7 of the Directors Report.

**Erina Rugby League Football Club Limited**  
**ABN 19 000 845 410**

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**Directors' Report**

**Membership**

As at 30 September 2009, the membership of Erina Rugby League Football Club Limited was as follows:

Sporting	3,976
Associate (Social)	4,606
Ordinary (Full)	204
Life Members	14
Life Subscription Members (Who have paid for Life Membership)	26
Total	<u>8,826</u>

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

On behalf of the Board of Directors.

Brian Horne  
Vice President/Director

Dated at Erina on 2 December 2009

**Erina Rugby League Football Club Limited**  
**ABN 19 000 845 410**

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***DISCUSSION AND ANALYSIS OF THE FINANCIAL STATEMENTS***

**CONCISE FINANCIAL REPORT**

The financial statements and disclosures in the concise financial report have been derived from the 2009 Financial Report of Erina Rugby League Football Club Limited.

A copy of the full financial report and auditors report will be sent to any member, free of charge, upon request in writing.

The discussions and analysis is provided to assist members in understanding the concise financial report. The discussions and analysis is based on the Erina Rugby League Football Club Limited financial statements and the information contained in the concise financial report has been derived from the full 2009 Financial Report of Erina Rugby League Football Club Limited.

**INCOME STATEMENT**

The Club achieved a gross revenue of \$7,024,291 which was an increase of \$322,296 or 4.8% over the previous year.

As a result the Club had an operating profit before football trading account and after allowing for income tax of \$614,207 and after income tax and football trading account a profit of \$415,536.

**BALANCE SHEET**

Total assets increased by \$449,116. The increase was mainly due to an increase in Cash Assets of \$683,036 and additions to Property Plant & Equipment of \$197,090 and after allowing for Depreciation of \$386,166.

Total liabilities have increased by \$33,580 with Employee Provisions increasing by \$40,056. Hire Purchase Liabilities increasing by \$26,940 (net) and Trade & Other Payables decreasing by \$33,416.

**CASH FLOW STATEMENT**

The Cash Flow Statement shows that the Club generated \$853,182 from its operating activities, paid \$197,090 in Property, Plant and Equipment, and received an amount of \$70,954 in proceeds from Borrowings and repaid an amount of \$44,010 in Borrowings which resulted in a net increase in cash held at the end of the financial year of \$683,036.

**Erina Rugby League Football Club Limited**  
**ABN 19 000 845 410**

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**Income Statement**  
**For The Year Ended 30 September 2009**

	<b>2009</b>	<b>2008</b>
	<b>\$</b>	<b>\$</b>
Revenues from ordinary activities	7,024,291	6,701,995
Consumables used – Cost of Good Sold	(1,061,379)	(1,075,897)
Employee benefits expense	(2,347,165)	(2,355,829)
Depreciation and amortisation expense	(386,166)	(412,915)
Finance Costs	(101,290)	(164,976)
Other expenses from ordinary activities	(2,712,755)	(2,656,154)
Profit before income tax	<u>415,536</u>	<u>36,224</u>
Income tax expense	-	Nil
Profit after income tax	<u><u>415,536</u></u>	<u><u>36,224</u></u>

The accompanying notes form part of these financial statements.

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**Balance Sheet**  
**As At 30 September 2009**

	<b>2009</b>	<b>2008</b>
	<b>\$</b>	<b>\$</b>
<b>Assets</b>		
<i>Current Assets</i>		
Cash assets and cash equivalents	1,155,840	472,804
Inventories	72,685	59,549
Trade and Other Receivables	70,171	128,150
<b>Total Current Assets</b>	1,298,696	660,503
<i>Non-Current Assets</i>		
Property, plant & equipment	8,783,059	8,972,136
<b>Total Non-Current Assets</b>	8,783,059	8,972,136
<b>Total Assets</b>	10,081,755	9,632,639
<i>Current Liabilities</i>		
Trade and Other Payables	344,867	378,283
Borrowings	47,747	31,220
Provisions	356,728	316,672
<b>Total Current Liabilities</b>	749,342	726,175
<b>Non-Current Liabilities</b>		
Trade and Other Payables	-	-
Borrowings	1,635,595	1,625,182
<b>Total Non-Current Liabilities</b>	1,635,595	1,625,182
<b>Total Liabilities</b>	2,384,937	2,351,357
<b>Net Assets</b>	7,696,818	7,281,282
<b>Members' Funds</b>		
Retained earnings	4,335,590	3,920,054
Reserves	3,361,228	3,361,228
<b>Total Members Funds</b>	7,696,818	7,281,282

The accompanying notes form part of these financial statements

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**Statement of Recognised Income and Expenditure**  
**For the Year Ended 30 June 2009**

	<b>Retained Earnings</b>	<b>Asset Revaluation Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance at 1 October 2007	3,883,830	3,361,228	7,245,058
Profit / (loss) attributable to the company	36,224	-	36,224
	<hr/>	<hr/>	<hr/>
Balance at 30 September 2008	3,920,054	3,361,228	7,281,282
Profit/(loss) attributable to the company	415,536	-	415,536
	<hr/>	<hr/>	<hr/>
Balance at 30 September 2009	<u>4,335,590</u>	<u>3,361,228</u>	<u>7,696,818</u>

The accompanying notes form part of these financial statements

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**Cash Flow Statement**  
**For The Year Ended 30 September 2009**

	<b>2009</b>	<b>2008</b>
	<b>\$</b>	<b>\$</b>
	<b>Inflows</b>	<b>Inflows</b>
	<b>(Outflows)</b>	<b>(Outflows)</b>
Cash flows from operating activities		
Receipts from members, customers, & guests	7,019,518	6,690,443
Payments to suppliers & employees	(6,069,819)	(6,161,625)
Interest received	4,773	11,552
Finance Costs - Interest paid	(101,290)	(164,976)
	<hr/>	<hr/>
Net cash generated from operating activities	853,182	375,394
	<hr/>	<hr/>
Cash Flow from Investing Activities		
Proceeds from the sale of property, plant & equipment	-	23,636
Payment for property, plant & equipment	(197,090)	(268,289)
	<hr/>	<hr/>
Net cash used in Investing activities	(197,090)	(244,653)
	<hr/>	<hr/>
Cash Flow from Financing Activities		
Increase in borrowings	70,954	-
Repayment of borrowings	(44,010)	(457,462)
	<hr/>	<hr/>
Net cash generated from (used in) financing activities	26,944	(457,462)
	<hr/>	<hr/>
<b>Net increase/(decrease) in cash held</b>	683,036	(326,721)
<b>Cash at the beginning of the financial year</b>	472,804	799,525
	<hr/>	<hr/>
<b>Cash at the end of the financial year</b>	1,155,840	472,804
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form part of these financial statements.

**Erina Rugby League Football Club Limited**  
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**NOTES TO AND FORMING PART OF THE CONCISE FINANCIAL STATEMENTS**

**1. Basis Of Preparation Of The Concise Financial Report**

The concise financial report is an extract of the full financial report for the year ended 30 September 2009. The concise financial report has been prepared in accordance with Accounting Standard AASB1039: Concise Financial Reports and the Corporations Act 2001.

The financial statements, specific disclosures and other information included in the concise financial report are derived from, and is consistent with, the full financial report of Erina Rugby League Football Club Limited. The concise financial report cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of Erina Rugby League Football Club Limited as the full financial report. A copy of the full financial report and auditor's report will be sent to any member, free of charge, on request.

The financial report of Erina Rugby League Football Club Limited complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety. The presentation currently used in this concise financial report is Australian dollars.

The accounting policies have been consistently applied by the company and are consistent with these of the previous financial year.

	<b>2009</b>	<b>2008</b>
	<b>\$</b>	<b>\$</b>
<b>2. Revenue</b>		
Sales Revenue:		
Sales of Goods - Bar	1,276,044	1,273,438
Net clearances - Poker Machines	3,778,334	3,432,096
Sales of Goods - Catering	1,271,964	1,253,208
Functions – Income	194,604	213,693
	6,520,946	6,172,435
Commission - Keno	78,092	72,843
Commission - Tab	18,023	18,218
Commission - Other	29,538	28,789
Football Trading	149,850	137,152
Social and Promotions Income	156,246	166,775
Members Subscriptions	41,665	41,260
Interest Received	4,773	11,552
	478,187	476,589
Other Income:		
Sundry income	12,990	14,316
Insurance Recovery	12,168	38,655
Gain on disposal of non-current assets	-	-
	25,158	52,971
<b>Total Revenue</b>	7,024,291	6,701,995

**Erina Rugby League Football Club Limited**  
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**NOTES TO AND FORMING PART OF THE CONCISE FINANCIAL STATEMENTS**

	<b>2009</b>	<b>2008</b>
	<b>\$</b>	<b>\$</b>
<b>3. Profit for the Year</b>		
(a) Expenses:		
Cost of Sales	1,061,379	1,075,897
Finance Costs - Interest Paid	101,290	164,976
Depreciation and Amortisation:		
- buildings	124,511	123,502
- plant and equipment & motor vehicle	124,392	131,910
- poker machines	137,263	157,503
Total Depreciation and Amortisation	386,166	412,915
Total Employee Benefits Expense	2,347,165	2,355,829
 <b>4. Property, Plant &amp; Equipment</b>		
As per Section S41 j(3) of the Registered Clubs Act the Board of Directors of Erina Rugby League Football Club Limited declare that as of 30 September 2009 the Club owned the following property assets classified as below.		
<b>Current use</b>	<b>Classification</b>	
Main Club – Land & Buildings	Core	
 <b>5. Retained Profits</b>		
Retained Profits at the beginning of the financial year	3,920,054	3,883,830
Net profit/(loss) for the year	415,536	36,224
Retained Profits at the end of the financial year	4,335,590	3,920,054
 <b>6. Reserves</b>		
Asset Revaluation Reserve at the beginning of the year	3,361,228	3,361,228
Movement for the year	-	-
Asset Revaluation Reserve at the end of the year	3,361,228	3,361,228

The asset revaluation reserve records the revaluations property, plant and equipment (non current assets).

**Erina Rugby League Football Club Limited**  
**ABN 19 000 845 410**

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**NOTES TO AND FORMING PART OF THE CONCISE FINANCIAL STATEMENTS**

	2009 \$	2008 \$
<b>7. Capital And Lease Commitments</b>		
(a) Operating Lease Commitments payable:		
- not later than 1 year	-	-
- later than 1 year and not later than 2 years	-	-
	-	-
(b) Capital Commitments	-	-

There were no capital commitments as at 30 September 2009 and up to the date of signing of this report. The Directors have approved the expenditure on building improvements to the Clubhouse amounting to \$95,000, but no contracts have been entered into by the company up to the date of this report.

In the 2003 and 2006 years' the Club contracted and has paid for plans and approvals for proposed extensions to the Clubhouse. The Club is considering future redevelopment and extensions to the clubhouse as part of the Clubs master plan. It is estimated that these redevelopments etc. may proceed within the next five (5) years. No contracts have been entered into for the building extensions.

**8. Remuneration and Benefits Of Directors and Executive Officers**  
**(a) Directors Remuneration**

The directors of Erina Rugby League Football Club Limited during the year were:

Mr G Powell	Mr C Creighton	Mr C Parsons	Mr S McGowan
Mr R Hanger	Mr G Tanner	Mr B Horne	
Mr M Danckert	Mr B Fitzpatrick	Mr B Field	

Aggregate income received, or due and receivable, by the directors of the company in connection with:

Honorariums	Nil	Nil
	Nil	Nil

**9. Related Party Disclosures**

**(a) Loans to Directors**

Loans in existence at balance date to directors of the company were

Current	Nil	Nil
	Nil	Nil

**Erina Rugby League Football Club Limited**  
**ABN 19 000 845 410**

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**NOTES TO AND FORMING PART OF THE  
CONCISE FINANCIAL STATEMENTS**

	<b>2009</b>	<b>2008</b>
	<b>\$</b>	<b>\$</b>
<b>9. Related Party Disclosures (Cont'd)</b>		
<b>(b) Transactions with Related Parties - Directors</b>		
<i>Type of Transaction</i>	<i>Terms &amp; Conditions</i>	<i>Class of Related Party</i>
Purchases & Meals, Drinks, Education & Training	Normal commercial terms	Directors
		15,013
Maintenance & Goods		Director - Related entity
Financial Services		236,513
		29,270
		236,513
		171,489

(c) The directors also purchased goods from the company on the same terms and conditions available to the company's employees, members and guests.

**10. Contingent Liabilities**

**Bank Guarantee**

The Company has provided Bank Guarantees in relation to the following:

Indemnity guarantee to TAB	5,000	5,000
	5,000	5,000
	5,000	5,000

**Erina Rugby League Football Club Limited**  
**ABN 19 000 845 410**

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***DIRECTORS' DECLARATION***

The Directors of Erina Rugby League Football Club Limited declare that the concise financial report of Erina Rugby League Football Club Limited for the financial year ended 30 September 2009 as set out on pages 6 to 14.

- a complies with accounting standard AASB1039: Concise Financial Reports, and
- b is an extract of the full financial report for the year ended 30 September 2009 and has been derived from and is consistent with the full financial report of Erina Rugby League Football Club Limited.

This declaration is made in accordance with a resolution of the Board of Directors.

On behalf of the Directors

***Brian Horne***  
Vice President/Director

Dated at Erina on 2 December 2009

**Erina Rugby League Football Club Limited**  
**ABN 19 000 845 410**

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***INDEPENDENT AUDIT REPORT TO THE MEMBERS OF  
ERINA RUGBY LEAGUE FOOTBALL CLUB LIMITED***

**Report on the concise financial report**

The accompanying concise financial report of Erina Rugby League Football Club Limited which comprises the balance sheet as at 30 September 2009 and the income statement, statement of recognised income and expenditure and cash flow statement for the year then ended and related notes, derived from the audited financial report of Erina Rugby League Football Club Limited for the year ended 30 September 2009, as well the discussion and analysis. The concise report does not contain all the disclosures required by the Australian Accounting Standards.

*Directors' Responsibility for the concise financial report*

The directors of the company are responsible for the preparation and presentation of the concise financial report in accordance with Accounting Standards AASB 1039: Concise Financial Reports (including the Australian Accounting Interpretations) statutory and other requirements. This responsibility includes establishing and maintaining internal control relevant to the preparation of the concise financial report; 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 concise financial report based on our audit procedures. We have conducted an independent audit in accordance with Australian Auditing Standards, of the Erina Rugby League Football Club Limited for the year ending 30 September 2009 and the discussion and analysis. Our audit report was signed on 2 December 2009 and was not subject to any modification. Australian 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.

Our procedures in respect of the concise financial report included testing that the information in the concise financial report is derived from, and is consistent with, the financial report for the year, and examination on a test basis, of evidence supporting the amounts, discussion and analysis, and other disclosures which were not directly derived from the financial report for the year. These procedures have been undertaken to form an opinion whether, in all material respects, the concise financial report complies with Accounting Standard AASB 1039: Concise Financial Reports and whether the discussion and analysis complies with the requirements laid down in AASB 1039.

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 Erina Rugby League Football Club Limited on 2 December 2009 would be in the same terms if provided to the directors as at the date of this auditor's report.

**Erina Rugby League Football Club Limited**  
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***INDEPENDENT AUDIT REPORT TO THE MEMBERS OF ERINA  
RUGBY LEAGUE FOOTBALL CLUB LIMITED***

*Auditor's Opinion*

In our opinion, the concise financial report including the discussion and analysis of Erina Rugby League Football Club Limited for the year ending 30 September 2009 complies with Accounting Standard AASB 1039: Concise Financial Reports.

**Bracey & Associates**  
**(Central Coast)**  
Chartered Accountants

**D C Bracey**

1/255 The Entrance Road  
ERINA NSW 2250

2 December 2009

**Erina Rugby League Football Club Limited  
ABN 19 000 845 410**

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**Auditors Independence Declaration  
under Section 307C of the Corporations Act 2001  
to the Directors of Erina Rugby League Football Club Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2009 there have been:

- (i) no contraventions of the auditor independence 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.

**BRACEY & ASSOCIATES**  
**(Central Coast)**  
Chartered Accountants

D C Bracey

1/255 The Entrance Road  
ERINA NSW 2250

2 December 2009