

**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE)  
LIMITED**

**ABN 96 058 401 175**

**FINANCIAL REPORT  
FOR THE YEAR ENDED 31 OCTOBER 2009**

**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**  
**ABN 96 058 401 175**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 31 OCTOBER 2009**

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PRESIDENT'S REPORT

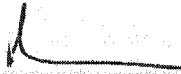
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It is with great pleasure that I announce that the 2009 financial year was a better one for the Club. In what can be best described as a 'year of consolidation', a surplus of \$835,799 was the result of some very tough but necessary decisions being made by both management and the Board. These decisions will hold the Club in good stead going forward, given that overall gaming revenue figures continue to decline across the industry as a whole and also given the impending changes to the smoking legislation. All indications are that, within the foreseeable future at least, things will continue to 'tighten' but the Club's board and management will remain diligent in closely monitoring our trading position.

I am pleased to inform members that the Club was again recognised by our peers through it being presented with a number of awards in May 2009 at the ClubsACT Awards for Excellence. In what is becoming a tradition, we were awarded Silver (2<sup>nd</sup> place) for the 4th year straight in the 'Chefs on Show' competition. This competition is highly regarded and passionately contested and it is worth noting that the winner has been a different venue every year and we will use our best endeavours to go one better in 2010. The Club Dining (under 200 seats), Member Services and Human Resource Management awards were also bestowed upon us. The effort of all staff in contributing to these awards is greatly appreciated.

Once again, charitable and community organisations within our local area and the ACT region as a whole, have been actively supported by the Club with it making donations of \$210,000 for the year. It is worth noting again, this is in excess of our legislated obligations.

A Club the size of ours and as successful as we have been since opening our doors does not run itself nor does it operate by pure good luck. My heartfelt appreciation goes to all staff and the various members of the management team that has been in place throughout 2009. To my fellow Board members, thank you for your ongoing contributions. Finally, I want to say thank you to all our members for your continued patronage and support of OUR Club.



Max Mercer

President

22 December 2009

**DIRECTORS' REPORT**

Your directors present their report on the company for the financial year ended 31 October 2009.

The names of the directors in office at any time during or since the end of the year are:

Director - Position	Occupation	Experience Years	Directors' Meetings (12)	
			No. eligible to attend	No. attended
G Edwards - Director	Retired	16	12	10
D Furner - Director	Manager	10	12	10
L McGlinchey - Director	Bus Driver	5	12	3
M Mercer - Chairman	Manager	16	12	11
D Snedden - Director	Public Servant	13	12	10
L Taylor-Cannon - Director	HR Manager	15	12	11
S Taylor-Cannon - Director	Analyst	4	12	7

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

The position of company secretary is held by Max Mercer.

The principal activity of the Company during the course of the financial year was that of a licensed club. There were no significant changes in the nature of the activities of the Company during the year.

The profit for the financial year ended 31 October 2009 was \$839,415 (2008: loss \$304,365).

Operations comprised the running of Licensed Club facilities, the provision of member services and the fostering and promotion of the game of Rugby League Football. No significant changes in the company's state of affairs occurred during the financial year. The company expects to maintain the present status and level of operations and hence there are no likely developments in the company's operations.

No matters or circumstances have arisen since the end of the financial year to the date of this report which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in subsequent financial years.

The Company is subject to various environmental regulations including the *Smoke-Free Areas Act 1994*. The club's mechanical systems comply with the imposed AS 1668.2 standards and the Directors are not aware of any significant breaches of this, or any other, environmental regulations during the financial year.

During the year, a premium was paid for a Directors and Officers liability insurance policy. The company has not otherwise, during or since the end of the year, indemnified any Director or Officer.

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.

A copy of the Auditor's Independence Declaration for the year ended 31 October 2009 as required under section 307C of the *Corporations Act 2001* is set out on page 3.

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

Director



Dated this 15<sup>th</sup> day of December 2009.



**WALTERTURNBULL**  
*your extra asset*

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF THE  
CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 31 October 2009, there have been:

- i. no contraventions of the auditor 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.

Shane Bellchambers, CA  
Partner  
Registered Company Auditor  
WalterTurnbull

Canberra, ACT  
Date: 18 December 2009

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BUSINESS ADVISORY SERVICES

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**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**  
**ABN 96 058 401 175**

**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 OCTOBER 2009**

	Note	2009 \$	2008 \$
Revenue	2	8,229,142	9,298,557
Employee benefits expense		(2,473,254)	(3,094,192)
Depreciation expense	3	(968,457)	(1,050,260)
Promotional expenses		(429,762)	(369,226)
Sales and service cost expenses		(2,661,806)	(3,014,780)
Administration expenses		(849,335)	(2,074,464)
Profit / (Loss) before income tax		846,528	(304,365)
Income tax expense		-	-
Profit / (Loss) after income tax		<u>846,528</u>	<u>(304,365)</u>

**STATEMENT OF RECOGNISED INCOME AND EXPENDITURE**

**FOR THE YEAR ENDED 31 OCTOBER 2009**

<b>Opening Balance of Equity</b>	3,720,808	4,025,173
Profit / (Loss) attributable to members of the company	846,528	(304,365)
<b>Closing Balance of Equity</b>	<u>4,567,336</u>	<u>3,720,808</u>

The accompanying notes form part of these financial statements.

**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**

ABN 96 058 401 175

**BALANCE SHEET  
AS AT 31 OCTOBER 2009**

	Note	2009 \$	2008 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	779,299	859,703
Trade and other receivables	7(i)	20,837	23,209
Inventories	8	55,974	70,600
Other current assets	9	23,478	6,816
<b>TOTAL CURRENT ASSETS</b>		<b>879,588</b>	<b>960,328</b>
<b>NON-CURRENT ASSETS</b>			
Other receivables	7(ii)	2,154,399	949,186
Property, plant and equipment	10	2,207,920	2,615,180
<b>TOTAL NON-CURRENT ASSETS</b>		<b>4,362,319</b>	<b>3,564,366</b>
<b>TOTAL ASSETS</b>		<b>5,241,907</b>	<b>4,524,694</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	659,078	788,874
<b>TOTAL CURRENT LIABILITIES</b>		<b>659,078</b>	<b>788,874</b>
<b>NON-CURRENT LIABILITIES</b>			
Long term provisions	12	15,493	15,012
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>15,493</b>	<b>15,012</b>
<b>TOTAL LIABILITIES</b>		<b>674,571</b>	<b>803,886</b>
<b>NET ASSETS</b>		<b>4,567,336</b>	<b>3,720,808</b>
<b>EQUITY</b>			
Retained earnings	1(i)	4,567,336	3,720,808
<b>TOTAL EQUITY</b>		<b>4,567,336</b>	<b>3,720,808</b>

The accompanying notes form part of these financial statements.

**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**

ABN 96 058 401 175

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 OCTOBER 2009**

	<b>Note</b>	<b>2009</b>	<b>2008</b>
		<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts in the course of operations		9,078,644	10,229,592
Payments in the course of operations		(7,407,955)	(9,506,988)
Interest received		14,411	24,557
Net cash provided by operating activities	13	1,685,100	747,161
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(674,833)	(634,641)
Proceeds from sale of property, plant and equipment		114,542	30,000
Net cash (used in) investing activities		(560,291)	(604,641)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash loaned to related parties		(1,205,213)	-
Net cash (used in) financing activities		(1,205,213)	-
Net (decrease) / increase in cash held		(80,404)	142,520
Cash at the beginning of the financial year		859,703	717,183
Cash at the end of the financial year	6	779,299	859,703

The accompanying notes form part of these financial statements.

**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**

ABN 96 058 401 175

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2009**

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The financial report covers Canberra Raiders Leagues Club (Southside) Limited (the company) as an individual entity. Canberra Raiders Leagues Club (Southside) Limited is a company limited by guarantee, incorporated and domiciled in Australia.

**Note 1. Statement of Significant Accounting Policies**

**Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply.

The following is a summary of material accounting policies adopted in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

**Accounting Policies**

**a) Income Tax**

Non-member income of the company is only assessable for tax, as member income is excluded under the principle of mutuality.

The carrying amount of deferred income tax assets is reviewed at each Balance Sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

**b) Inventories**

Inventories are measured at the lower of cost or net realisable value.

**c) Property, Plant and Equipment**

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

The carrying amount of property, plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount for these assets. The recoverable amount is assessed on the basis of the present value of expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

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.

Fixed assets are depreciated on a straight line basis over the asset's useful life commencing from the time the asset is held ready for use.

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

Building Improvements	2.5%
Plant & Equipment	8% to 33%

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2009**

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**Note 1. Statement of Significant Accounting Policies (continued)**

**d) Financial Instruments**

**Recognition and Initial Measurement**

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention. Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

**Derecognition**

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the company no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in profit or loss.

**Classification and Subsequent Measurement**

*(i) Financial assets at fair value through profit or loss*

Financial assets are classified at fair value through profit or loss when they are held for trading for the purpose of short term profit making. Realised and unrealised gains and losses arising from changes in fair value are included in profit or loss in the period in which they arise.

*(ii) Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost using the effective interest rate method.

*(iii) Financial Liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

*(iv) Available-for-sale financial assets*

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any of the other categories. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

**Fair Value**

Various valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions.

**e) Impairment of Assets**

At each reporting date, the company reviews the carrying values of its tangible and intangible assets and financial instruments 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 income statement.

**f) Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance sheet date. Employee benefits that are expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled, plus any related on-costs. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred. A provision has been recognised for employee benefits relating to long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data.

**g) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks and bank overdrafts.

**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**

ABN 96 058 401 175

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2009**

	2009 \$	2008 \$
<b>Note 1. Statement of Significant Accounting Policies (continued)</b>		
<b>h) Revenue and Other Income</b>		
Revenue from the sale of goods and services is recognised upon the delivery of goods or services to customers. Interest revenue is recognised using the effective interest rate method for which floating rate financial assets is the rate inherent in the instruments. All revenue is stated net of the amount of goods and services tax (GST).		
<b>i) Goods and Services Tax (GST)</b>		
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 acquisitions of the asset or as part of an item of 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.		
<b>j) Comparative Figures</b>		
Where required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.		
<b>k) Critical accounting estimates and judgements</b>		
The directors' estimates and judgements, where appropriate, are incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.		
<b>l) Member's Guarantee</b>		
On the winding up of the company, the Constitution states that each member of the company is required to contribute to the company's assets an amount not exceeding four dollars. As at 31 October 2009 there were 43,362 members (2008: 36,904).		
<b>m) Accounting Policy Amendments</b>		
A number of Australian Accounting standards issued or amended, which are applicable to the company but not yet effective, have not been adopted in preparation of the financial statements at reporting date as they have no material effect to the organisation.		
<b>n) Provisions</b>		
Provisions are recognised when the entity 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.		
<b>Note 2. Revenue and Other Income</b>		
Sales Revenue	3,012,516	4,303,670
Revenue from rendering of services	5,201,309	4,970,586
Interest received	14,411	24,557
Gain / (Loss) on sale of non-current assets	906	(256)
	<u>8,229,142</u>	<u>9,298,557</u>
<b>Note 3. Details of Items Included in Profit (Loss)</b>		
<i>Expenses</i>		
Community donations	228,967	203,889
Depreciation of non-current assets	968,457	1,050,260
Cost of goods sold	946,289	1,080,447
<b>Note 4. Key Management Personnel Compensation</b>		
The aggregate compensation of the key management personnel of the company is:		
- Salary	293,248	265,800
- Superannuation	16,200	28,434
	<u>309,448</u>	<u>294,234</u>

**CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED**

ABN 96 058 401 175

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2009**

	2009 \$	2008 \$
<b>Note 5. Auditor's Remuneration</b>		
Remuneration of the auditor for:		
- auditing or reviewing the financial report	12,000	12,720
- other services	2,670	3,695
	<u>14,670</u>	<u>16,415</u>
<b>Note 6. Cash and Cash Equivalents - Current</b>		
Cash in hand and at bank	<u>779,299</u>	<u>859,703</u>
<b>Note 7. Trade and Other Receivables</b>		
<b>(i) Current</b>		
Trade receivables	20,837	23,209
<b>(ii) Non-Current</b>		
Unsecured loans - related parties	<u>2,154,399</u>	<u>949,186</u>
<b>Note 8. Inventories - Current</b>		
Stock on hand - at cost	<u>55,974</u>	<u>70,600</u>
<b>Note 9. Other Assets - Current</b>		
Prepayments	<u>23,478</u>	<u>6,816</u>
<b>Note 10. Property, Plant and Equipment</b>		
Building Improvements - at cost	738,523	738,523
Less: Accumulated depreciation	<u>(238,269)</u>	<u>(219,756)</u>
	500,254	518,767
Plant and Equipment - at cost	6,994,966	7,016,853
Less: Accumulated depreciation	<u>(5,287,300)</u>	<u>(4,920,440)</u>
	<u>1,707,666</u>	<u>2,096,413</u>
Total property, plant & equipment	<u>2,207,920</u>	<u>2,615,180</u>