
Ashfield Catholic and Community Club Limited
ABN 73 000 425 294

Concise Report
30 June 2009

The financial statements and other specific disclosures have been derived from Ashfield Catholic and Community Club Limited's (the Company's) full financial report for the financial year. Other information included in the concise financial report is consistent with the Company's full financial report.

The concise financial report does not, and cannot be expected to, provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

A copy of the Company's 2009 Annual Financial Report, including the independent audit report, is available to all members and will be sent to members without charge upon request.

Ashfield Catholic and Community Club Limited

Directors' Report

Directors

Your directors present their report together with the financial report of Ashfield Catholic and Community Club Limited (the company) for the year ended 30 June 2009 and the auditor's report thereon.

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

Name and Qualifications	Experience and Special Responsibilities
FIATARONE, Dominic Antony	Retired Assistant Manager, Travel Industry. Member since 1970. Board Member since 1982. Former Treasurer and Vice President. President since 1989. Member of Ashfield Probus and National Seniors Association.
CHANNELLS, John	Board Member since 2004. Member since Foundation. Part-time maintenance D.E.T. Previously 30 years as a teacher at De La Salle College. Dip Ed Industrial Arts.
FARRY, Michael Anthony	Retired Bank Manager. Member since 1966. Board Member since 2004. Financial director since 2004. Justice of the Peace.
FERNANDEZ, Joseph Rocky	Vice President Part-time Student Teacher / Supervisor at Australian Catholic University. Member since 1969. School Teacher De La Salle College Ashfield (35 years). Board Member since 1997.
HUDSON, Brian Joseph	Retired Public Servant. Member since 1967. Board Member since February 1995. Committee Member of the ACC Cricket Club since its inception 1974-1975.
ROBSON, Eric William	Resigned 20 January 2009 Retired Purchasing Manager. Member since 1971. Board Member 1988-1991, 1993 to present. Vice President. Past Secretary / Treasurer of Fishing Club.
SHERRY, Stephen James	Board Member since 2001. Rowing Coach / Part-time Officer Strathfield Council. Member since 1985. Previously CEO Drummoyne Rowing Club 1972-1997. B.Bus (Accounting) C.P.A.

Ashfield Catholic and Community Club Limited

Directors' Report (continued)

Directors (continued)

Name and Qualifications	Experience and Special Responsibilities
THOMSON, Frederick	Vice President Board Member since 2004. 40 years involved in the Insurance and International Reinsurance Industry. Currently Director of Old Gold Insurance Services Pty Limited.
McCARTNEY, Helen	Board member since February 2006. Member since 1993. Bank Officer for St George Bank Ltd.
OATES, Kirrilie	Appointed 17 March 2009 Accounts Clerk – Department of Commerce Vice President Education Ashfield Toastmasters Member since 2005 Bachelor of Commerce UNE Armidale Currently studying Bachelor of Training and Development UNE Armidale

Directors' Meetings

The number of directors' meetings including meetings of committees of directors and number of meetings attended by each of the directors of the company during the financial year are:

Name	<u>Board of Directors Meetings</u>	
	Number of Meetings Attended	Number of Meetings Held *
FIATARONE, Dominic Antony	16	16
CHANNELLS, John	12	16
FARRY, Michael Anthony	12	16
FERNANDEZ, Joseph Rocky	14	16
HUDSON, Brian Joseph	14	16
ROBSON, Eric William	7	8
SHERRY, Stephen James	11	16
THOMSON, Frederick	16	16
McCARTNEY, Helen	15	16
OATES, Kirrilie	4	4

* Number of meetings held during the time the director held office during the year.

Company Secretary

The following person held the position of Company Secretary at the end of the financial year:

Mr Robert Cassano

Mr Cassano was appointed Company Secretary on 10 August 1998 and is also the General Manager of Ashfield Catholic and Community Club Limited.

Ashfield Catholic and Community Club Limited

Directors' Report (continued)

Membership

The company is a company limited by guarantee and is without share capital. The number of members as at 30 June 2009 and the comparison with last year is as follows:

2009	2008
3,434	3,538

Operating Result

The net loss from ordinary activities before tax for the year amounted to \$249,421 compared with \$973,236 loss for the prior year. This resulted after charging \$469,726 (2008: \$448,859) for depreciation and amortisation and before crediting \$70,785 (2008: \$56,526) for income tax.

Review of Operations

A review of the operations of the company during the financial year and the results of these operations are as follows:

The decreased loss before tax of \$723,815 was mainly attributable to previous year impairment losses realised on poker machine entitlements of \$223,566 compared to current year reversal of \$60,000 as a result of changes to market value of poker machine entitlements. Further, in the previous year \$411,667 was recognised as losses on disposal of property plant and equipment due part of the building being demolished.

Poker machine revenue increased by \$275,297, which was partly offset by increases to poker machine licences and taxes expenses of \$62,500.

Significant Changes in the State of Affairs

There were no significant changes in the company's state of affairs that occurred during the financial year.

Principal Activities

The principal activities of the company during the course of the financial year consisted of the conduct and promotion of a licensed social club for members of the company.

There have been no significant changes in the nature of these activities during the year.

Ashfield Catholic and Community Club Limited

Directors' Report (continued)

Events Subsequent to Reporting Date

There are no matters or circumstances that have arisen since the end of the financial year that have 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 future financial years.

Likely and Future Developments and Expected Results

Likely developments in the operations of the company in future financial years and the expected results of those operations are as follows:

The club is planning a project for the 2010 year in respect of developing a café.

Environmental Regulation

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

The Board believes that the company has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they apply to the Company.

Dividends

In accordance with the Constitution, no dividends can be paid and accordingly no dividends were paid or declared since the start of the financial year (2008: \$Nil).

Indemnification of Officers

The company has provided for and paid premiums during the year for directors' and officers' liability and legal expenses' insurance contracts.

The insurance premiums relate to:

- Costs and expenses incurred by the relevant officers in defending proceedings, whether civil or criminal and whatever their outcome;
- Other liabilities that may arise from their position with the exception of conduct involving a wilful breach of duty or improper use of information or position to gain a personal advantage.

The directors have not included details of the nature of the liabilities covered or the amount of the premium paid with the respect to the directors' and officers' liability and legal expenses insurance contract, as such disclosure is prohibited under the terms of the contract.

Ashfield Catholic and Community Club Limited

Directors' Report (continued)

Proceedings on Behalf of the 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 party for the purposes 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.

Auditor's Independence Declaration

The Directors have received an Independence Declaration from the Auditors. The Declaration is attached as page 6.

Signed in accordance with a resolution of the directors.

Dated at Ashfield this 25th day of August 2009.

Dominic Antony Fiatarone
Director

Michael Anthony Farry
Director

Ashfield Catholic and Community Club Limited

Auditor's Independence Declaration

Lead Auditor's Independence Declaration Under Section 307C of the Corporations Act 2001

To the Directors of Ashfield Catholic and Community Club Limited

I declare that, to the best of my knowledge and belief, in relation to the audit for the year ended 30 June 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.

PKF

Paul Cheeseman
Partner

1 Margaret Street
SYDNEY NSW 2000

25 August 2009

Ashfield Catholic and Community Club Limited
Income Statement
For the Year Ended 30 June 2009

	Note	2009 \$	2008 \$
Revenue from continuing operations			
Sale of goods		683,490	692,933
Rendering of services		3,016,368	2,756,739
Other revenue		122,513	142,576
		<hr/>	<hr/>
Total revenue from continuing operations		3,822,371	3,592,248
		<hr/>	<hr/>
Expenses			
Cost of goods sold		(325,358)	(334,465)
Employee benefits expense		(1,231,719)	(1,207,941)
Entertainment, marketing and promotional costs		(525,172)	(514,629)
Poker machine licences and taxes		(531,776)	(469,276)
Property expenses		(679,261)	(630,226)
Other expenses from ordinary activities		(248,405)	(290,002)
		<hr/>	<hr/>
		(3,541,691)	(3,446,539)
		<hr/>	<hr/>
Earnings before depreciation and amortisation expense, finance costs, loss on disposal of non-current assets and impairment loss		280,680	145,709
Depreciation and amortisation expense		(469,726)	(448,859)
Finance costs		(120,375)	(34,853)
Loss on disposal of non-current assets		-	(411,667)
Impairment loss		-	(223,566)
Reversal of impairment loss		60,000	-
		<hr/>	<hr/>
Loss before income tax expense		(249,421)	(973,236)
Income tax benefit relating to ordinary activities		70,785	56,526
		<hr/>	<hr/>
Net loss from continuing operations after income tax expense attributable to members	2	(178,636)	(916,710)
		<hr/>	<hr/>

The Income Statement is to be read in conjunction with the discussion and analysis on page 11 and the notes to the financial statements set out on page 12.

Ashfield Catholic and Community Club Limited
Statement of Changes in Equity
For the Year Ended 30 June 2009

	2009 \$	2008 \$
Total equity at the beginning of the financial year	6,789,018	7,705,728
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Loss for the year	(178,636)	(916,710)
	<hr/>	<hr/>
Total recognised income and expense for the year	(178,636)	(916,710)
	<hr/>	<hr/>
Total equity at the end of the financial year	6,610,382	6,789,018
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Ashfield Catholic and Community Club Limited

Balance Sheet
As at 30 June 2009

	Note	2009 \$	2008 \$
ASSETS			
Current Assets			
Cash and cash equivalents		79,589	76,150
Trade and other receivables		16,946	31,883
Inventories		38,356	37,110
Other current assets		14,986	23,420
Financial assets		1,000,000	-
Current tax assets		-	2,864
		<hr/>	<hr/>
Total Current Assets		1,149,877	171,427
		<hr/>	<hr/>
Non-Current Assets			
Property, plant and equipment		7,441,263	7,084,887
Deferred tax assets		106,485	66,097
Intangible assets		450,000	390,000
Financial assets		-	1,000,000
		<hr/>	<hr/>
Total Non-Current Assets		7,997,748	8,540,984
		<hr/>	<hr/>
Total Assets		9,147,625	8,712,411
		<hr/>	<hr/>
LIABILITIES			
Current Liabilities			
Bank overdraft		755,738	-
Trade and other payables		482,022	820,019
Employee benefits		411,460	358,511
Financial liabilities		389,554	89,102
Other current liabilities		8,775	7,235
		<hr/>	<hr/>
Total Current Liabilities		2,047,549	1,274,867
		<hr/>	<hr/>
Non-Current Liabilities			
Deferred tax liabilities		13,696	44,093
Employee benefits		4,893	45,381
Financial liabilities		465,998	554,493
Other non-current liabilities		5,107	4,559
		<hr/>	<hr/>
Total Non-Current Liabilities		489,694	648,526
		<hr/>	<hr/>
Total Liabilities		2,537,243	1,923,393
		<hr/>	<hr/>
Net Assets		6,610,382	6,789,018
		<hr/>	<hr/>
Members' Funds			
Retained profits	2	6,610,382	6,789,018
		<hr/>	<hr/>
Total Members' Funds		6,610,382	6,789,018
		<hr/>	<hr/>

The Balance Sheet is to be read in conjunction with the discussion and analysis on page 11 and the notes to the financial statements set out on page 12.

Ashfield Catholic and Community Club Limited
Cash Flow Statement
For the Year Ended 30 June 2009

	2009	2008
	\$	\$
Cash Flows From Operating Activities		
Cash receipts in the course of operations	4,084,781	3,793,948
Cash payment in the course of operations	(4,227,937)	(3,217,779)
Interest received	58,499	85,380
Rent received	57,345	57,196
Income taxes paid	-	(2,864)
Income taxes refunded	2,864	15,032
	<hr/>	<hr/>
Net cash (outflow)/inflow from operating activities	(24,448)	730,913
	<hr/>	<hr/>
Cash Flows From Investing Activities		
Payment for property, plant and equipment	(827,182)	(944,105)
Proceeds from sale of non-current assets	7,749	35,281
Payment for intangible assets	-	(373,566)
	<hr/>	<hr/>
Net cash outflow from investing activities	(819,433)	(1,282,390)
	<hr/>	<hr/>
Cash Flows From Financing Activities		
Proceeds from borrowings	300,000	350,000
Repayment of borrowings	(200,156)	(103,742)
Finance lease payments	(8,262)	(8,262)
	<hr/>	<hr/>
Net cash inflow from financing activities	91,582	237,996
	<hr/>	<hr/>
Net decrease in cash and cash equivalents	(752,299)	(313,481)
	<hr/>	<hr/>
Cash and cash equivalents at the beginning of the financial year	76,150	389,631
	<hr/>	<hr/>
Cash and cash equivalents at the end of the financial year	(676,149)	76,150
	<hr/>	<hr/>

The Cash Flow Statement is to be read in conjunction with the discussion and analysis on page 11 and the notes to the financial statements set out on page 12.

Ashfield Catholic and Community Club Limited

Discussion and Analysis

Income Statement

The company's total revenue has increased by \$230,123 (6.4%) since the prior year whilst expenses have decreased by \$493,692 (10.8%) resulting in a net loss before tax of \$249,421 compared to \$973,236 for the previous year.

Individual items that have impacted the 2009 result include:

- Net revenue from poker machine trading increased by \$275,297 (10.7%).
- Interest received decreased by \$26,881 (31.5%).
- Gaming duty increased by \$62,500 (13.3%) in line with increased poker machine revenue.
- Reversal of impairment losses of \$60,000 was recorded due to increases in market value of poker machine entitlements compared to \$223,566 impairment losses recognised in the previous year.
- Net gain on sales of non-current assets was \$6,669 compared to a \$411,667 loss in the previous year which was primarily due to demolition of buildings for club development/renovations.

Balance Sheet

The company's net assets have decreased by \$178,636 or 2.6% since the previous year consisting of a increase in total assets of \$435,214 and an \$613,850 increase in total liabilities.

The increase in total assets for the year is mainly attributed to an increase in property, plant and equipment, including capital work in progress. The increase in total liabilities is mainly in finance liabilities, being an increase in the overdraft facility and new bank loan to fund club development/renovations.

Cash Flow Statement

Net cash used in operating activities of \$24,448, compared to net cash provided by operating activities of \$730,913 in the prior year.

Net cash used in investing activities of \$819,433 related to net payments for property, plant and equipment including capital work in progress for the club development/renovations.

Net cash provided by financing activities of \$91,582 related to proceeds from borrowings less repayments and finance lease payments.

As a result of these cash flows, the net cash held during the year decreased by \$752,299 compared to the previous year's decrease of \$313,481.

Cash at year end was (\$676,149) compared to \$76,150 in the prior year.

Ashfield Catholic and Community Club Limited
Notes to the Financial Statements
Concise Financial Report
For the Year Ended 30 June 2009

1 Basis of Preparation of the Concise Financial Report

The concise financial report is an extract for the full financial report for the year ended 30 June 2009. The concise financial report has been prepared in accordance with Accounting Standard AASB 1039: 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 are consistent with the full financial report of Ashfield Catholic and Community 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 Ashfield Catholic and Community Club Limited as the full financial report.

Compliance with IFRS

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards. Compliance with AIRFS ensures that the company financial statements and notes comply with International Financial Reporting Standards (IFRS).

In preparing the financial report the company has taken the exemptions available to non profit entities.

The presentation currency used in this concise financial report is Australian dollars.

	2009	2008
	\$	\$
2 Retained Profits		
Retained profits at the beginning of the year	6,789,018	7,705,728
Net profit/(loss) attributable to members of the company	(178,636)	(916,710)
	<hr/>	<hr/>
Retained profits at the end of the year	6,610,382	6,789,018
	<hr/> <hr/>	<hr/> <hr/>

3 Events Subsequent to Reporting Date

There are no matters or circumstances that have arisen since the end of the financial year that have 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 future financial years.

4 Going Concern

The company recorded a loss for the year of \$178,636 and has current liabilities which are in excess of current assets by \$897,672.

The directors have prepared the financial report on a going concern basis for the following reasons:

1. 2009 trading was affected by the construction work undertaken.
2. The company is selling poker machine entitlements for the year ending 30 June 2010 for approximately \$225,000.
3. The company is forecasting improved trading and positive cash flows for the year ending June 2010.

The directors are satisfied that the going concern basis of preparation is appropriate. The financial report has therefore been prepared on a going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

Ashfield Catholic and Community Club Limited

Directors' Declaration

The directors of Ashfield Catholic and Community Club (the company) declare that the concise financial report of the company for the financial year ended 30 June 2009, as set out on pages 7 to 12:

- (a) complies with Accounting Standard AASB 1039: Concise Financial Reports; and
- (b) is an extract from the full financial report for the year ended 30 June 2009 and has been derived from and is consistent with the full financial report of the company.

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

Dated at Ashfield this 25th day of August 2009.

Dominic Antony Fiatarone
Director

Michael Anthony Farry
Director

Ashfield Catholic and Community Club Limited

Independent Audit Report on the concise Financial Report To the Member of Ashfield Catholic and Community Club Limited

Report on the concise financial report

The accompanying concise financial report of Ashfield Catholic and Community Club Limited (the company) comprises the balance sheet as at 30 June 2009, the income statement, statement of changes in equity and cash flow statement for the year then ended and related notes, derived from the audited financial report of the company for the year ended 30 June 2009, and the discussion and analysis set out on pages 7 to 12. The concise financial report does not contain all the disclosures required by the Australian Accounting Standards.

Directors' responsibility for the concise financial report

The directors are responsible for the preparation and presentation of the concise financial report in accordance with Accounting Standard 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 the 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 financial report of the company for the year ended 30 June 2009. Our audit report on the financial report for the year was signed on 25 August 2009 and was not subject to any modification. The 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 for the year is free from material misstatement.

Our procedures with respect to 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: *Concise Financial Reports*.

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*, was provided to the directors of the company on 25 August 2009.

Auditor's opinion

In our opinion, the concise financial report including the discussion and analysis of the company for the year ended 30 June 2009 complies with Accounting Standard AASB 1039: *Concise Financial Reports*.

The financial report also complies with IFRS as disclosed in Note 1.

PKF

Paul Cheeseman

Partner

25 August 2009

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