

ST GEORGE



MOTOR BOAT CLUB



**THE ST. GEORGE MOTOR BOAT CLUB LIMITED**  
**A.C.N. 000 020 575**

**FINANCIAL REPORT FOR THE YEAR ENDED**  
**30TH JUNE, 2024**

**ST GEORGE MOTOR BOAT CLUB LTD  
ABN 55 000 020 575**

**96th ANNUAL GENERAL MEETING**

**NOTICE TO BOATING MEMBERS**

PLEASE NOTE: The following dates and times pertaining to acceptance of Nominations for the positions of;

Three Ordinary Board Member (elected for three years)

One Commodore (elected for one year)

Here-by known as the Governing Body, voting thereof and the Annual General Meeting.

**NOMINATIONS FOR THE GOVERNING BODY OPEN:**

Friday 13 July 2024

**NOMINATIONS FOR THE GOVERNING BODY CLOSE:**

Friday 27 July 2024 at 5:00pm

**VOTING FOR THE GOVERNING BODY WILL TAKES PLACE AT THE CLUB:**

Sunday 15 September 2024

Ballot Papers are available from 8:00 am until 10:00 am

**ANNUAL GENERAL MEETING:**

2 Wellington Street, SANS SOUCI NSW 2219

Sunday 15 September 2024 from 10:00am

Please note: To be eligible to stand positions on the Governing Body the Member must be a full financial Boating/Voting Member with three (3) years continuance of membership.

To be eligible to stand for President or Vice President must be a Director of the Club for at least two (2) continuous years immediately prior to election.

All nominations for the Governing Body must be accompanied by a profile of the candidate which must not exceed 100 words and handed to the CEO prior to the close of Nominations.

In accordance with "Registered Club Regulation 2015" all Nominees must complete the training proscribed in the Regulation within 12 month of becoming a Board Member

To be eligible to vote at this year's election you must be a Full Voting Member, approved by the Board of Directors by the opening date of Directors nominations

**BY ORDER OF THE BOARD  
ADRIAN VERMEULEN, CEO**

**Notice is hereby given** that the Annual General Meeting of the St George Motor Boat Club Limited ABN 55 000 020 575 (the Club) will be held on Sunday 15 September 2024 commencing at 10:00 am in the St Kilda Room in the Club's premises at 2 Wellington Street Sans Souci New South Wales 2219.

- 1. To confirm the Minutes of the 95<sup>th</sup> Annual General Meeting held on Sunday 17th September 2023.**
- 2. Business arising from the aforesaid Minutes**
- 3. To receive and consider the 96<sup>th</sup> Annual Report, the Financial Report, Director Reports and Auditors Report for the year ended 30 June 2024.** Please note members are asked to submit in writing to the CEO any questions they have not less than 7 days before the Meeting so that informed responses can be provided at the Meeting.
- 4. To consider and if thought fit elect Craig Bailey as a Life Member for his outstanding and meritorious service to the Club.** Must be carried by a majority of 75% of members eligible to vote.
- 5. To elect three Ordinary Director for 3 years and one Commodore for 1 year term.**
- 6. To consider and if thought fit adopt the Ordinary Resolutions.**

7. To deal with any other business of which due notice has been given.
8. To present all candidates for election prior to the close of voting if required.

### **First Ordinary Resolution**

That pursuant to the Registered Clubs Act 1976:

- (a) The members hereby approve and agree to the expenditure by the Club in a sum not exceeding \$30,000 (excluding Goods and Services Tax) until the next Annual General Meeting for the following activities of Directors:
  - (i) The reasonable expenses of a meal and beverage for each Director immediately before or immediately after a Board meeting or committee meeting on the day of the meeting when that meeting corresponds with a normal meal time;
  - (ii) The reasonable expenses incurred by Directors in traveling to and from Board meetings or other duly constituted committee meetings approved by the Board from time to time on production of invoices, receipts or other proper documentary evidence of those expenses;
  - (iii) The reasonable expenses incurred by Directors for Club-related activities including entertainment of special guests to the Club and other promotional activities, provided the activities and expenses are approved by the Board before payment is made on production of invoices, receipts or other proper documentary evidence of those expenses;
  - (iv) The reasonable telecommunication expenses of the President, Vice President and Commodore which are incurred for Club-related activities as approved by the Board from time to time on production of invoices, receipts or other proper documentary evidence of those expenses;
  - (v) The provision of a car parking space for each Director at the Club premises.
- (b) The members acknowledge that the benefits in paragraph (a) above are not available to members generally but only for those who are Directors of the Club

### **Second Ordinary Resolution**

That pursuant to the Registered Club Act 1976:

- (a) The members hereby approve and agree to the expenditure by the Club in a sum not exceeding \$30,000 (excluding Goods and Services Tax) until the next Annual General Meeting for the professional development and education of Directors being:
  - (i) The reasonable expenses of Directors attending the Clubs NSW Annual General Meeting and Annual Conference;
  - (ii) The reasonable expenses of Directors attending training courses, conferences, seminars, lectures, trade displays and other similar events as may be determined by the Board from time to time;
  - (iii) The reasonable expenses of Directors attending other registered Clubs, hospitality venues and gaming venues for the purpose of viewing and assessing their facilities and methods of operation provided such attendances are approved by the Board as necessary for the benefit of the Club.
- (b) The members acknowledge that the benefits in paragraph (a) above are not available to members generally but only for those who are Directors of the Club.

Note to members regarding the Ordinary Resolutions

These notes are to be read in conjunction with the proposed Resolutions:

The first Resolution is to have the members approve expenditure by the Club (up to \$30,000 excluding GST) in relation to duties performed by the Clubs Directors.

The Second Resolution is to have members approve expenditure by the Club (up to \$30,000 excluding GST) in relation to the professional development and education of Directors.

Professional development and education of Directors will help the Board to keep abreast of current trends and developments which affect the nature of and the ways in which the Club conducts its business.

Each Resolution will be considered separately. Each Resolution must be considered as a whole and cannot be amended from motions from the floor and the meeting (unless those amendments are accepted on legal advice or divided into two or more separate resolutions. To be passed each Ordinary Resolution must receive votes in total favor from a majority (i.e. 50% + 1) of those members, who being entitled to do so, vote in person at the meeting. The Registered Clubs Act 1976 does not permit proxy voting.

**By order of the Board**

**Adrian Vermeulen**

Chief Executive Officer

Dated 30 June 2024

**Presidents Report 2024**

I have been on the Board for 20 years now and it is my pleasure to report another record profit. We could not have produced such a great result without a consolidated and dynamic Board of Directors.

All major areas of the club grew this year with poker machine net contribution being up 9% for the year. Bar was \$75k or 4%, restaurant net was \$371k or 23% café net was up \$173K or 47%. An outstanding result. The Club net profit for the year was up \$398,253 or 17.5% for the year, a net profit of \$2,666,942 after tax.

The Club has over \$4 million in the bank at the end of the financial year and made \$4.2 million in cash from operations during the financial year.

The Board and I are mindful that as well as making a profit we need to give back to our members. This year we gave \$258k in bar discounts and promotions, \$670k in food discounts and promotions and \$1.5 million in members amenities (*members price compared to visitor's price*)

During the year we completed stage one of our strategically planned renovation by completing the new bar at a cost of \$890,000, which will service our new alfresco dining areas. As well, the new proposed renovations including, the roof top bar, car park and new restaurant have cost \$866,000 in application fees, drawings, and consultants to date. What we hope is the final submission was submitted on 24/7/24. We have started construction drawings and are proceeding with the tender process with 4 construction businesses tendering for the work due to start in February 2025 subject to Consent Authorities approval.

The proposed 84 additional marina berths have taken 5 years but will start construction soon subject to approval by the Consent Authorities, having cost over \$300,000 so far in application fees.

My thanks go to Adrian Vermeulen CEO, his Management and Staff for achieving a record profit this year. We have a great team doing a great job

We have a unified Board, and I would like to thank and congratulate them for their support which contributed to such a record-breaking result.

In conclusion, I would like to take this opportunity to thank all our members, and I hope to see you all in the club soon.

***David Blyth***

**President**

**Commodore Report 2024**

I would like to start by thanking the board for their trust in placing me as Commodore of our great club. I am both honoured and proud to hold that position.

My thanks to David Toyer for his thorough and loyal support in the changeover, and for his years of work as Commodore, the legacy he has left behind through his service to powerboat racing and being inducted into the powerboat World Hall of Fame. He has also documented the club's full history in a coffee table book.

Boat Racing has been on the improve with more boats coming out to race on club days. The Speedboat Spectacular was a huge success, and with the club deciding to put up \$40,000 cash prize money, this saw almost 50 boats registered which is a notable increase on the previous year's numbers. Congratulations to Champion of Champions winner Darryl Quinn racing Bad Influence being pushed by Damon Cohen Eagle Development Racing and Michael Clinch Racing Mechanic coming third. It was great to see the spectacle of 2 hydros (Whitenoise and GP101) both lighting up the bay. A condensed program was run as Saturday was blown out. Thank you to the dedication to the Powerboat club for running and organising these events. The Vintage & Veteran Powerboat Club have given great support to the St George Powerboat Club during the season as well.

At time of writing, we are very close to bringing years of strategic planning for the rebuild of the club being approved. We look forward to the marina extension and amazing new facilities for our members. The new bar has been a huge success while we have been waiting for approval and has given the club a freshen up.

We will continue Kids Fishing this year, last year was less than favourable weather being cancelled more than we could get the kids out fishing.

We look forward to Carols on the Georges on the 1<sup>st</sup> December, 2024. Please gather some friends and enjoy the celebration.

I look forward to a successful 2024/25 season with planning almost complete for our Opening Day on Saturday 21<sup>st</sup> September. See you around the club or on the water.

***David Greig***  
**Commodore**

## **CEO Report 2024**

What a fantastic year for the St George Motor Boat Club, its Management Team and Staff as we proudly present another record profit. We have an amazing group of long-term employees which shines through in everything the Club does.

I would like to thank all our Bar Staff, our Duty Managers, Alex, Alana, Ryder, their relieving Duty Managers, Elisa and Carly and Supervisors.

Our catering has been outstanding this year, taking over another catering contract at The Entrance Leagues Club. Congrats to Dennis, Maia and their successful team of Chefs and Supervisors who have done such a great job. Our Restaurant staff who do a fantastic job with extraordinary numbers of patrons, thank you.

Kathryne, her coordinators, and team continue to compete in the challenging function environment, thanks you.

Our Café only goes from strength to strength, thanks to Tiz, Angelina and their chefs, supervisors and all the staff in the Café.

The Marina was full all year thanks to Scott, Drew and Steve. The Brokerage continues to provide a valued service to the boating sector.

Our Admin Team worked harder than ever. Thanks Matthew Feening our Operations Manager, Administration Manager Cherrie with the assistance of Yvonne, Susan, Kim, and our Reception staff, who have signed up over 60,000 members.

The Motor Boat Club is a very diverse business. I want to thank all our staff and contactors, all our front of house staff, James our cellarman, cleaners, Peco and security and our trade friends.

Thanks to David Blyth our President for his friendship and consultation. We do have a dynamic Board of Directors, their support for me and the Club is greatly appreciated.

I would like to thank all our members for their support throughout the year. Cheers.

***Adrian Vermeulen***  
**Chief Executive Officer**

## **DIRECTORS' REPORT - 2024**

Your directors present this report on the company for the financial year ended 30 June 2024.

### **Directors**

The names of each person who has been a director during the year and to the date of this report are:

David Blyth  
David Greig  
Daniel Sydes  
Ian Bown  
Leonard Cave  
Margaret Hinds  
Luke Pallister  
Mark Stanton (Elected January 2024)  
Jonathan Wright  
David Toyer (Resigned November 2023)

The Company Secretary is Adrian Vermeulen.

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

As the company is a corporation limited by guarantee, there are no shares held by the Directors of the Company.

### **Principal Activities**

The principal activity of the Company is the provision of facilities for motor boat racing and allied activities, together with normal licensed club operations under Part 10 of the New South Wales Liquor Act. There were no significant changes in the nature of the company's activities during the financial year.

### **Short-term and Long-term Objectives**

The company's short-term objectives are to:

- Maintain our debt reduction strategy.
- Focus on customer service in all areas of the Club and being accessible to our members.
- Measure and control expenditure and maximise our sales and income.

The company's long-term objectives are to:

- Redevelop the ground floor area, increase carpark capacity and extend the marina.
- Maximise Club profit and members benefits.
- Maintain a strong management team.
- Maintain our community profile and the corporate image of the Motor Boat Club.

## DIRECTORS' REPORT - 2024 (Continued)

### Strategies

To achieve its stated objectives, the company has adopted the following strategies:

- To meet at least 2 yearly for two day strategic planning sessions and revisit and report on the strategic plans progress quarterly ensuring that our goals conform to our mission and vision statements.
- Set financial goals and department KPI's
- Monitor members' communications policies in line with our service goals.

### Key Performance Measures

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

### Information on Directors

#### David Blyth

#### President

#### Qualifications

Licenced Builder and Qualified Supervisor.

#### Experience

Joined the Club in 1979 and elected to the Board in 2004. Director 2004 to 2009; Vice President 2009 to 2013; President since 2013; Building Committee Member 2006 to 2016; Life member since 2011. Managing Director David Blyth Pty. Ltd. Property Developers established in 1973.

#### Special Responsibilities

Chairman of Building Committee, Member of Citation and Marina Committees.

#### David Greig

#### Commodore

#### Qualifications

Bachelor of Business Real Estate Management

#### Experience

Joined the Club in 2008 and elected to the Board in November 2021. Director of Greig Property Agents Pty Ltd.

#### Special Responsibilities

Member of Building Committee

#### Daniel Sydes

#### Vice President

#### Qualifications

Double degree BCom, LLB (UoW) 2000; Master of Banking (UoW) 2000; Solicitor admitted to the Supreme Court of NSW Roll (since 2001).

#### Experience

Joined the Club in 1997, and elected to the Board in November 2021. Captain of the Men's Social Golf Club since 2019, and was Vice-Captain in 2017 and 2018. Partner at a leading Australian tax law firm since 2011, and a leading International accounting firm since June 2022. Member of the Property Council of Australia and Retirement Living Council of Australia national tax committees.

#### Special responsibilities

Chairman of Citation Committee

## **DIRECTORS' REPORT - 2024 (Continued)**

### **Ian Bown**

Qualifications MBA University of Sydney, Diploma of Project Management and Diploma of Criminology.

Experience Joined the Club in 2010 and elected to the Board in June 2019. Commodore of Power Boat Club since 2014. Law enforcement career spanning over 40 years for State and Commonwealth Agencies. Former Secretary and Treasurer of Australian Band Directors Association for 15 years – Board member of Asia Pacific Band Directors Association.

Special Responsibilities

### **Leonard Roy Cave**

Qualifications

Experience Joined the Club in 1987 and was an active member with the Game Fishing Club until 1996. Between 1996 and 2008 was involved in high profile motor racing around Australia and overseas. Re-joined the Club in 2008 and became involved with the boat racing and cruising section. Became Vice Commodore of the Power Boat Club in 2015 and still holds that position. Was elected to the Board in 2017 and was appointed acting Commodore 27 April 2021. Leonard's time is split between the positions of Director of the Motor Boat Club, Vice Commodore of the Power Boat Club, organising race events and spectacles. He works with the APBA on the Junior Program. Trained as a fitter and turner and toolmaker followed by motor mechanics and panel beating. Leonard ran the family Fruit Agency business at Flemington Markets then had his own truck and car repair business, skip bin trucks, motor wreckers and retail stores and is now working in the metal recycling business.

Special Responsibilities

### **Margaret Hinds**

Qualifications Justice of the Peace and Master of Business and Technology Degree UNSW.

Experience Joined the Club in 1984 as an Associate Member, became a full Boating/Voting Member in 2001. She has been actively involved in the Cruising Club since 2004 and on the social committee for four years and Secretary for 5 years, a Member of the Power Boat Club since January 2020. Retired Manager of Ausgrid- Management Systems in the Distribution Operations and Reliability Division. Secretary of Home Owners Corporation – Strata Plan of 12 villas until October 2019

Special Responsibilities



## DIRECTORS' REPORT - 2024 (Continued)

### **Luke Pallister**

Qualifications	Diploma Business Management
Experience	Joined the Club in 2005 and elected to the Board in November 2021. Managing Director of Pallisters a loyalty and promotional company supplying the hospitality industry. Director of Kakoon loyalty software business, specializing in customer profiling and redemption rewards. Licensed Real Estate agent, Auctioneer
Special Responsibilities	Member of Building, Marina and Citation Committees.

### **Mark Stanton** (Appointed January 2024)

Qualifications	Licensed Engineer
Experience	Joined the Club in 1980 and appointed to the Board in January 2024. Chairman of The St. George Motor Boat Club Ski Club and Race Committee Member. Former Qantas Engineering Operations Manager responsible for over 120 staff. Extensive overseas experience with customers, local government authorities and regulators.
Special Responsibilities	

### **Jonathan Wright**

Qualifications	Double degree BArts (Dist), LLB (Hons) 2004; Graduate Diploma of Legal Practice (2005); Solicitor admitted to the Supreme Court of NSW and High court of Australia (since 2005)
Experience	Joined the Club in 2000, and appointed to the Board in November 2022. Vice-Captain of the Men's Social Golf Club since 2019. Owner and Director of an employment law firm (since 2013) and a holiday rental business (since 2022). Treasurer of an incorporated sports association (since 2020).
Special responsibilities	Member of Citation Committee

### **David Gordon Toyer** (Resigned November 2023)

Qualifications	Bachelor of Architecture (UNSW) 1969.
Experience	Joined the Club in 1968 and elected to the Board in November 2021. Appointed Commodore June 2016. Director of David Toyer & Associates Architects for 27 years now retired. National design and construction manager for multi-national fast food chain for 12 years. National President and Director Australian Powerboat Association for 12 years and State President for 6 years. Vice President (Oceania) Union International Motorboating for 3 years.
Special Responsibilities	

## DIRECTORS' REPORT - 2024 (Continued)

### Meetings of Directors

During the financial year, 12 meetings of directors were held. Attendances by each director were as follows:

	<b>Directors' Meetings</b>	
	<b>Number Attended</b>	<b>Number Eligible to Attend</b>
David Blyth	12	12
David Greig	12	12
Daniel Sydes	11	12
Ian Bown	11	12
Leonard Cave	12	12
Margaret Hinds	11	12
Luke Pallister	11	12
Mark Stanton (Elected January 2024)	5	5
Jonathan Wright	12	12
David Toyer (Resigned November 2023)	5	5

### Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on the next page.

Signed in accordance with the resolution of the board of Directors.

**D. BLYTH – DIRECTOR**

**D. SYDES - DIRECTOR**

Sydney, 30th July 2024

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

**TO THE DIRECTORS OF THE ST. GEORGE MOTOR BOAT CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30th June 2024 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.

**LITTLEWOODS**

**Aubrey Reisen**

A handwritten signature in black ink, appearing to read 'A. Reisen', with a small dot above the 'i'.

30th July, 2024  
Suite 601  
74 Pitt Street  
SYDNEY NSW 2001

**STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30TH JUNE, 2024**

	<b>Note</b>	<b>2024</b> \$	<b>2023</b> \$
Revenue from Ordinary Activities	2	27,977,843	27,998,337
Employee Benefits Expense		9,058,736	9,429,498
Depreciation and Amortisation Expense		1,466,734	1,544,285
Interest and Borrowing Costs		149,639	151,687
Other Expenses from Ordinary Activities		14,543,793	14,613,419
		<hr/>	<hr/>
Current Year Surplus before Income Tax	3	2,758,941	2,259,448
Income Tax Expense/(Benefit)	16	91,999	(8,981)
		<hr/>	<hr/>
Net Current Year Surplus		2,666,942	2,268,429
		<hr/>	<hr/>

The accompanying Notes form part of these Financial Statements

**STATEMENT OF FINANCIAL POSITION  
AS AT 30TH JUNE, 2024**

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	4	4,017,753	2,430,728
Trade and Other Receivables	5	1,017,621	1,044,064
Inventories	6	278,351	284,136
Other Current Assets	7	287,397	354,871
		<b>5,601,122</b>	<b>4,113,799</b>
<b>NON-CURRENT ASSETS</b>			
Property, Plant and Equipment	8	21,803,965	20,532,815
Deferred Tax Asset	17	43,187	21,865
Intangible Assets	9	1,097,282	1,097,282
Right-of Use Asset	10	-	105,277
		<b>22,944,434</b>	<b>21,757,239</b>
		<b>28,545,556</b>	<b>25,871,038</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	11	2,578,962	2,632,473
Financial Liabilities	12	24,973	20,953
Short Term Provisions	14	558,396	435,192
Current Tax Liabilities	16	74,085	-
Lease Liability Right of Use Asset	13	-	100,610
		<b>3,236,416</b>	<b>3,189,228</b>
<b>NON-CURRENT LIABILITIES</b>			
Trade and Other Payables	11	148,863	149,571
Financial Liabilities	12	41,391	55,198
Long Term Provisions	15	106,906	108,841
Lease Liability Right of Use Asset	13	-	23,162
		<b>297,160</b>	<b>336,772</b>
		<b>3,533,576</b>	<b>3,526,000</b>
		<b>25,011,980</b>	<b>22,345,038</b>

The accompanying Notes form part of these Financial Statements

**STATEMENT OF FINANCIAL POSITION  
AS AT 30TH JUNE, 2024**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>EQUITY</b>		
Retained Earnings	25,011,980	22,345,038
	25,011,980	22,345,038
<b>TOTAL EQUITY</b>	<b>25,011,980</b>	<b>22,345,038</b>

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30TH JUNE, 2024**

	<b>Retained Surplus</b>	<b>Financial Assets Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2022</b>	<b>20,076,609</b>		<b>20,076,609</b>
<b>Comprehensive Income</b>			
Surplus for the year attributable to members of the entity	2,268,429	-	2,268,429
Other comprehensive income for the year	-	-	-
<b>Balance at 30 June 2023</b>	<b>22,345,038</b>	<b>-</b>	<b>22,345,038</b>
	22,345,038	-	22,345,038
<b>Balance at 1 July 2023</b>	<b>22,345,038</b>		<b>22,345,038</b>
<b>Comprehensive Income</b>			
Surplus for the year attributable to members of the entity	2,666,942	-	2,666,942
Other comprehensive income for the year	-	-	-
<b>Balance at 30 June 2024</b>	<b>25,011,980</b>	<b>-</b>	<b>25,011,980</b>
	25,011,980	-	25,011,980

The accompanying Notes form part of these Financial Statements

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30TH JUNE, 2024**

	Note	2024 \$	2023 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from Members and Non-Members		27,986,883	28,002,446
Payments to Suppliers and Employees		(23,632,369)	(24,319,508)
Interest Received		42,499	211
Interest and Other Costs of Finance Paid		(149,639)	(151,687)
Income Tax Paid		(39,236)	-
Interest Right of Use Asset		-	(5,774)
		<hr/>	<hr/>
<b>Net Cash provided by Operating Activities</b>	<b>2</b>	<b>4,208,138</b>	<b>3,525,688</b>
		<hr/>	<hr/>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Property, Plant and Equipment		185,269	99,926
(Payment for Property), Plant and Equipment		(2,778,100)	(2,025,697)
Proceeds from Short Term Deposits		-	-
(Payment for)/Intangibles		-	(250,000)
		<hr/>	<hr/>
<b>Net Cash (used in) Investing Activities</b>		<b>(2,592,831)</b>	<b>(2,175,771)</b>
		<hr/>	<hr/>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from Borrowings		79,471	-
Repayment of Borrowings		(89,258)	(1,893,487)
Lease Repayments Right of Use Asset		(18,495)	(97,827)
		<hr/>	<hr/>
<b>Net Cash (used in) Financing Activities</b>		<b>(28,282)</b>	<b>(1,991,314)</b>
		<hr/>	<hr/>
Net Increase/(Decrease) in Cash Held		1,587,025	(641,397)
Cash at beginning of year	1	2,430,728	3,072,125
		<hr/>	<hr/>
<b>CASH AT END OF YEAR</b>	<b>1</b>	<b>4,017,753</b>	<b>2,430,728</b>
		<hr/>	<hr/>

The accompany Notes form part of these financial statements

**NOTES TO AND FORMING PART OF THE STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30TH JUNE, 2024**

**1. RECONCILIATION OF CASH**

For the purposes of this Statement of Cash Flows, cash includes:-

- (i) Cash on hand and in at call deposits with banks or financial institutions, net of bank overdrafts; and
- (ii) Investments in money market instruments which are readily convertible to cash.

Cash at the end of the year is shown in Balance sheet as:-

	<b>2024</b>	<b>2023</b>
	\$	\$
Cash on Hand	140,000	140,000
Cash at Bank and in At Call Deposits with Financial Institutions	3,877,753	2,290,728
	4,017,753	2,430,728

**2. RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH OPERATING PROFIT AFTER INCOME TAX**

Operating Profit after Income Tax	2,666,942	2,268,429
Non-Cash Flows in Operating Profit		
Depreciation & Amortisation	1,321,681	1,463,247
Increase/(Decrease) in Provisions	121,269	12,333
Increase/(Decrease) in Income Tax Payable	74,085	-
(Increase)/Decrease in Deferred Tax Asset	(21,322)	(8,981)
Depreciation Right of Use Asset	-	84,221
Changes in Assets and Liabilities		
(Increase)/Decrease in Trade and Other Debtors	26,443	(14,568)
(Increase)/Decrease in Inventories	5,785	(15,354)
(Increase)/Decrease in Prepayments	67,474	22,262
Increase/(Decrease) in Trade Creditors and Accruals	(224,368)	(212,655)
Increase/(Decrease) in Prepaid Marine Rentals	170,149	(73,246)
	<b>4,208,138</b>	<b>3,525,688</b>



## **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The St George Motor Boat Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

The company is a not-for-profit entity and is primarily involved in the provision of facilities for motorboat racing and allied activities together with normal licensed club operations for its members and non-member visitors to the Company's facilities.

### **Basis of Preparation**

#### **(a) Statement of Compliance**

In the opinion of the directors, the Company is not publicly accountable. The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (AASBs) adopted by the Australian Accounting Standards Board (AASB), the Corporations Act 2001, the Registered Clubs Amendment Act 2006 and the Gaming Machines Tax Act 2001.

#### **(b) Basis of Measurement**

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

#### **(c) Functional and Presentation Currency**

These financial statements are presented in Australian dollars which is the Company's functional currency.

#### **(d) Use of Estimates and Judgements**

The preparation of financial statements in conformity with AASBs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

There are no judgements made by management in the application of Australian Accounting Standards that have a significant effect on the financial report or estimates with a significant risk of material adjustment in the next year.

## 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### (e) New Accounting Standards for Application in Future Periods

The AASB has issued a number of new and amended Accounting Standards that have mandatory application dates for future reporting periods, some of which are relevant to the company. The company has decided not to early adopt any of the new and amended pronouncements. None of these are expected to have a significant impact on the financial statements of the company.

### Accounting Policies

### (f) Leases

#### The Company as Lessee

At inception of a contract, the Company assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability are recognised by the Company where the Company is a lessee. However, all contracts that are classified as short-term leases (i.e. a lease with a remaining lease term of 12 months or less) and leases of low-value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at the commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Company uses the incremental borrowing rate.

Lease payment included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;

The right-of-use assets comprise the initial measurement of the corresponding lease liability, any lease payments made at or before the commencement date and any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shortest.

Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

## 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Application of AASB 16: Leases

The Company has recognised a lease liability and right-of-use asset for all leases (with the exception of short-term and low-value leases) recognised as operating leases under AASB 117: *Leases* where the Company is the lessee.

Lease liabilities are measured at the present value of the remaining lease payments. The Company's incremental borrowing rate as at 1 July 2023 was used to discount the lease payments.

### Property, Plant and Equipment

#### (i) Owned Assets

Items of property, plant and equipment are stated at cost or deemed cost less accumulated depreciation/amortisation (see below) and impairment losses (see accounting policy (d)).

Certain items of property, plant and equipment that had been revalued to fair value on or prior to 1 July 2004, the date of transition to Australian Accounting Standards – AIFRSs, are measured on the basis of deemed cost, being the revalued amount at the date of that revaluation.

Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

#### (ii) Subsequent Costs

The Club recognises in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied within the item will flow to the Club and the cost of the item can be measured reliably. All other costs are recognised in the income statement as an expense as incurred.

#### (iii) Depreciation/Amortisation

Depreciation/amortisation is charged to the income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Land is not depreciated. The depreciation rates used in the current and comparative periods are as follows:

#### Depreciation Rate

Marina	5.0%	
Buildings	2.5%	
Plant and Equipment		5 - 33.33%
Poker Machines		14.29 - 33.33%

## **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES(Continued)**

### **Accounting Policies**

#### **Property, Plant and Equipment (Continued)**

##### **(iv) Freehold Property**

Freehold land and buildings are shown at their fair value based on the 1 July 2004 valuation by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

### **Inventories**

Inventories are measured at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

### **Impairment of Assets**

The carrying amounts of the Club's assets, other than inventories (see accounting policy (d) and deferred tax assets (see accounting policy (i)), are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated (see accounting policy (d) (i)).

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the income statement, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through profit or loss.

Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to cash-generating units (group of units) and then, to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

## **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### **Calculation of Recoverable Amount**

The recoverable amount of assets other than held-to-maturity securities and receivables carried at amortised cost is the greater of their net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

#### **(ii) Reversals of Impairment**

In respect of assets other than held-to-maturity securities and receivables carried at amortised cost, an impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

### **Employee Benefits**

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. 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.

### **Provisions**

A provision is recognised in the balance sheet when the Club has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

## **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### **Revenue**

#### **(i) Goods Sold and Services Rendered**

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods and is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer. Revenue from gaming facilities together with other services to members and other patrons of the club is recognised in the income statement when the services are provided. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, the costs incurred or to be incurred cannot be measured reliably, there is a risk of return of goods or there is continuing management involvement with the goods.

### **Expenses**

#### **(i) Operating Lease Payments**

Payments made under operating leases are recognised in the income statement on a straight-line basis over the term of the lease. Lease incentives received are recognised in the income statement as an integral part of the total lease expense and spread over the lease term.

#### **(ii) Finance Lease Payments**

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

#### **(iii) Net Financing Costs**

Net financing costs comprise interest payable on borrowings calculated using the effective interest method, and interest receivable on funds invested.

Interest income is recognised in the income statement as it accrues, using the effective interest method. The interest expense component of finance lease payments is recognised in the income statement using the effective interest rate method.

## **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### **Income Tax**

Income tax on the profit for the year comprises current and deferred tax. Income tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustments to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantially enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

### **Goods and Services Tax**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the taxation authority is included as a current asset or liability in the balance sheet.

### **Intangible Assets**

Poker Machine Entitlements that are acquired by the Company which have infinite useful lives are measured at cost less accumulated impairment losses. Poker Machine Entitlements have indefinite useful lives as they have no expiry date. Accordingly, such intangible assets are not amortised but are systematically tested for impairment at each reporting date.





	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>5. TRADE AND OTHER RECEIVABLES</b>		
Trade Debtors (After Provision for Impairment 2024 - \$NIL, 2023 - \$NIL)	326,421	564,064
Other Amounts Receivable	691,200	480,000
	<hr/>	<hr/>
	<b>1,017,621</b>	<b>1,044,064</b>
	<hr/>	<hr/>
<b>6. INVENTORIES - CURRENT</b>		
Finished Goods – at Cost	<b>278,351</b>	<b>284,136</b>
	<hr/>	<hr/>
<b>7. OTHER - CURRENT</b>		
Prepayments	<b>287,397</b>	<b>354,871</b>
	<hr/>	<hr/>

## 8. PROPERTY, PLANT AND EQUIPMENT

	Land \$	Buildings \$	Marina \$	Plant & Equipment \$	Total \$
<b>COST</b>					
Balance 1 July 2022	9,270,000	6,671,983	7,953,048	11,709,365	35,604,396
Additions	-	467,537	148,750	1,409,410	2,025,697
Disposals	-	-	-	(1,468,691)	(1,468,691)
<b>Balance 30 June 2023</b>	<b>9,270,000</b>	<b>7,139,520</b>	<b>8,101,798</b>	<b>11,650,084</b>	<b>36,161,402</b>
Balance 1 July 2023	9,270,000	7,139,520	8,101,798	11,650,084	36,161,402
Additions	-	968,482	121,091	1,688,527	2,778,100
Disposals	-	-	-	(854,281)	(854,281)
<b>Balance 30 June 2024</b>	<b>9,270,000</b>	<b>8,108,002</b>	<b>8,222,889</b>	<b>12,484,330</b>	<b>38,085,221</b>
Balance 1 July 2022	-	2,004,136	5,845,549	7,684,420	15,534,105
Depreciation for Year	-	237,377	399,725	907,184	1,544,285
Disposals	-	-	-	(1,449,803)	(1,449,803)
<b>Balance 30 June 2023</b>	<b>-</b>	<b>2,241,513</b>	<b>6,245,273</b>	<b>7,141,801</b>	<b>15,628,587</b>
Balance 1 July 2023	-	2,241,513	6,245,273	7,141,801	15,628,587
Depreciation for Year	-	266,407	192,517	1,007,810	1,466,734
Disposals	-	-	-	(814,065)	(814,065)
<b>Balance 30 June 2024</b>	<b>-</b>	<b>2,507,920</b>	<b>6,437,790</b>	<b>7,335,546</b>	<b>16,281,256</b>
<b>Carrying Amount</b>					
30 June 2022	9,270,000	4,667,847	2,107,499	4,024,945	20,070,291
30 June 2023	9,270,000	4,898,007	1,856,525	4,508,283	20,532,815
30 June 2024	9,270,000	5,600,082	1,785,099	5,148,784	21,803,965

Land, Buildings and Marina are considered Core Property in reference to Section 41 J of the registered Clubs Act.

Core Property includes business premises/clubhouse and any facility provided by the Club for use of members.

Core Property per Registered Clubs Act can only be disposed if approved by a resolution passed by the majority of ordinary members.

	2024 \$	2023 \$
<b>9. INTANGIBLE ASSETS</b>		
<b>Poker Machine Entitlements at Cost</b>		
Balance	1,097,282	1,097,282

Poker Machine Entitlements are stated at cost less accumulated impairment losses.

Poker Machine Entitlements have an indefinite useful life given they have no expiry date and accordingly are not amortised but are to be assessed annually for impairment.

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>10. RIGHT OF USE ASSETS</b>		
Leased Building	-	314,391
Accumulated Depreciation	-	(209,114)
	<hr/>	<hr/>
Total right-of-use asset	-	105,277
	<hr/>	<hr/>
<b>Movement in carrying amounts</b>		
Leased buildings: Carrying amount at Start of Year	105,277	189,498
Termination of Lease	(105,277)	-
Depreciation expense		(84,221)
	<hr/>	<hr/>
Net carrying amount	-	105,277
	<hr/>	<hr/>
Depreciation charge related to right-of-use assets	-	84,221
Interest expense on lease liabilities	-	5,774
Short-term leases expense	-	-
Low-value asset leases expense	-	-
Variable lease payment expense	-	-
	<hr/>	<hr/>
Total cash outflows for leases	<b>18,495</b>	<b>103,650</b>
	<hr/>	<hr/>

	2024 \$	2023 \$
<b>11. TRADE AND OTHER PAYABLES</b>		
<b>CURRENT</b>		
Trade Creditors	892,163	906,859
Accrued Expenses	378,819	615,553
Other Creditors	415,538	387,768
Annual Marina Rentals Prepaid	892,442	722,293
	<hr/>	<hr/>
	<b>2,578,962</b>	<b>2,632,473</b>
	<hr/>	<hr/>
<b>NON CURRENT</b>		
Other Creditors	<b>148,863</b>	<b>149,571</b>
	<hr/>	<hr/>
<b>12. FINANCIAL LIABILITIES</b>		
<b>CURRENT</b>		
Hire Purchase Liability	24,973	20,953
	<hr/>	<hr/>
	<b>24,973</b>	<b>20,953</b>
	<hr/>	<hr/>
<b>NON-CURRENT</b>		
Loan –ANZ Bank Ltd (a)	-	50,000
Hire Purchase Liability	41,391	5,198
	<hr/>	<hr/>
	<b>41,391</b>	<b>55,198</b>
	<hr/>	<hr/>

- (a) Secured by first Registered Mortgage over Club Premises at 2 Wellington Street San Souci. First Ranking Charge over all present and acquired property.

The above security supports a  
Bank Guarantee of \$20,000  
Related to Catering Licence Agreement  
With Kogarah RSL Club Ltd.

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>13. LEASE LIABILITIES</b>		
<b>Lease Liability re Right of Use Rentals Building</b>		
Total	-	123,772
	<hr/>	<hr/>
Current	-	100,610
Non-Current	-	23,162
	<hr/>	<hr/>
<b>Lease Commitments – Right of Use Rentals</b>		
Due 1 Year	-	100,610
Due 1-5 Years	-	23,162
Due 5 Years Plus	-	-
	<hr/>	<hr/>
	-	<b>123,772</b>
	<hr/>	<hr/>
<b>14. SHORT TERM PROVISIONS</b>		
Holiday Pay	326,696	266,030
Long Service Leave	231,700	169,162
	<hr/>	<hr/>
	<b>558,396</b>	<b>435,192</b>
	<hr/>	<hr/>
<b>15. LONG TERM PROVISIONS</b>		
Long Service Leave	<b>106,906</b>	<b>108,841</b>
	<hr/>	<hr/>

	2024	2023
	\$	\$
<b>16. INCOME TAX</b>		
<p>The Income Tax Assessment Act, 1997 (amended) provides that under the concept of mutuality, clubs are only liable for income tax on income derived from non members and from outside entities.</p>		
<b>Income Tax Expense</b>		
Income Tax Expense attributable to operating profit is made up of:		
Current Year Income Tax Provision	113,321	-
<b>Deferred Tax Benefit</b>		
Origination and reversal of temporary differences	(21,322)	(8,981)
	<hr/>	<hr/>
<b>Total Income Tax Expense in Income Statement</b>	<b>91,999</b>	<b>(8,981)</b>
	<hr/>	<hr/>

	2024 \$	2023 \$
<b>17. DEFERRED TAX ASSETS</b>		
Provisions and Accruals (Asset)	43,187	23,160
Property Plant & Equipment (Liability)	-	(1,295)
	<u>43,187</u>	<u>21,865</u>

**18. COMMITMENTS FOR EXPENDITURE**

Expenditure contracted for:-

Finance, Lease and Hire Purchase Commitments

	Due 1 Year	Due 2-5 Years	Total Payments	Less Future Finance Charges	Present Value of Payments
	\$	\$	\$	\$	\$
<b>2024</b>					
<b>Chattel Mortgage</b>					
Hiace Bus	22,847	47,599	70,446	9,187	61,259
<b>Chattel Mortgage</b>					
FB200 Food Trailer	5,219	-	6,219	114	5,105
	<u>28,066</u>	<u>47,599</u>	<u>75,665</u>	<u>9,301</u>	<u>66,364</u>
<b>TOTAL</b>					
<b>2023</b>					
<b>Chattel Mortgage</b>					
Solar Panel System	18,672	-	18,672	2,529	16,143
<b>Chattel Mortgage</b>					
FB200 Food Trailer	5,219	5,219	10,438	430	10,008
	<u>23,891</u>	<u>5,219</u>	<u>29,110</u>	<u>2,959</u>	<u>26,151</u>
<b>TOTAL</b>					

	2024 \$	2023 \$
<b>19. CAPITAL COMMITMENTS</b>		
Capital Expenditure Commitments	-	-
	<hr/>	<hr/>

**20. RELATED PARTY DISCLOSURE**

- (a) Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

**- Director - related entities**

The Club purchased promotional supplies from Ray Pallister Pty Ltd, E&C Trading Pty Ltd and Brassil Consulting Pty Ltd T/As BPM Technology (companies related to Luke Pallister) amounting to \$301,515 for the year at normal commercial terms.

- (b) During the year, the following expenditure was incurred relating to directors which were not generally available to Members:-

Board/Committee Meetings/Official Functions and related expenses	23,989
Industry Meetings/Conferences	12,198
Honoraria -	-
	<hr/>
	36,187
	<hr/>

**21. KEY MANAGEMENT PERSONNEL COMPENSATION**

**Key Management Personnel**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the association, directly or indirectly, including its committee members, is considered key management personnel.

	2024 \$	2023 \$
Key management personnel compensation:		
- short term benefits	862,888	797,901
- post-employment benefits	-	-
	<hr/>	<hr/>
	862,888	797,901
	<hr/>	<hr/>



## **22. FINANCIAL REPORTING BY SEGMENTS**

The Club operates predominantly in one industry. The principal activity of the club is that of a Club registered under Part 10 of the New South Wales Liquor Act. The club operates in one geographical area, being N.S.W. Australia.

## **23. MEMBERS' GUARANTEE**

The company is limited by guarantee. If the company is wound up, the articles of association state that each member is required to contribute a maximum of \$2.10 each towards meeting any outstanding obligations of the company. At 30 June, 2024 the number of members was 53,118 (2023 – 46,645).

## **24. EVENTS AFTER THE REPORTING PERIOD**

The directors are not aware of any significant events since the end of the reporting period with the exception of the Club signing a catering supply contract at The Entrance Leagues Club Limited effective August 2024.

## **25. ENTITY DETAILS**

### **The registered office of the entity is:**

2 Wellington Street  
SANS SOUCI NSW 2219

### **The principal place of business is:**

2 Wellington Street  
SANS SOUCI NSW 2219

## 26. FINANCIAL RISK MANAGEMENT

### (a) Financial instruments and derivatives

The company is not exposed to significant financial risks from movements in foreign exchange rates, as there are no financial assets and liabilities denominated in foreign currencies, this is inclusive of both on and off balance sheet financial instruments.

### (b) Accounting policies and methods adopted

The accounting policies and methods adopted in relation to each class of financial asset and liability are disclosed in Note 1.

### (c) Interest rate risk

The Company's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rate on those financial assets and liabilities, is as follows:

	2024			2023		
	Average effective interest rate	Maturity Period 1 Year or less	over 1 year	Average effective interest rate	Maturity Period 1 Year or less	Over 1 year
<b>Financial Assets</b>						
Cash on Hand and at Bank	4%	4,017,753	-		2,430,728	-
Short Term Deposit	-	-	-	-	-	-
Receivables	-	1,017,621	-	-	1,044,064	-
Prepayments	-	287,397	-	-	354,871	-
		<u>5,322,771</u>	<u>-</u>		<u>3,829,663</u>	<u>-</u>
<b>Financial Liabilities</b>						
Trade Creditors and Accruals	-	2,578,962			2,632,473	149,571
Bank Loans	0.0%	-		5.96%	-	50,000
Hire Purchase Liability	6.0%	24,943	41,391	5.9%	20,953	5,198
		<u>2,603,935</u>	<u>41,391</u>		<u>2,653,426</u>	<u>204,769</u>

At 30<sup>th</sup> June 2024, 100% of bank loans are at variable interest rates whereas hire purchase liabilities are at fixed rates.

## 26. FINANCIAL RISK MANAGEMENT (Continued)

### (d) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount as disclosed in the balance sheet and notes to the financial statements.

### (e) Net fair values

For all other financial assets and liabilities, the fair net value approximates their carrying value. The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to and forming part of the accounts.

## **DIRECTORS DECLARATION**

In accordance with a resolution of the Directors of The St. George Motor Boat Club Limited the directors declare that:-

1. The Income Statement, Balance Sheet, Statement of Cash Flows and Notes to and forming part of the Financial Statements are in accordance with the Corporations Act 2001.
  - (a) comply with Accounting Standards; and
  - (b) give a true and fair view of the financial position as at 30th June 2024 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

**D. BLYTH - DIRECTOR**

**D. SYDES - DIRECTOR**

SYDNEY, 30th July, 2024

# INDEPENDENT AUDITOR'S REPORT

## TO THE MEMBERS OF THE ST. GEORGE MOTOR BOAT CLUB LIMITED A.C.N. 000 020 575

### Report on the financial report

We have audited the accompanying financial report of The St George Motor Boat Club Limited (the company), which comprises the balance sheet as at 30th June 2024, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration of the company.

#### *Directors' responsibility for the financial report*

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is 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. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: "Presentation of Financial Statements", that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensures that the financial report, comprising the financial statements and notes, complies with IFRS.

#### *Auditor's responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. The 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.

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

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*, which has been given to the directors of The St George Motor Boat Club Limited, would be the same terms if given to the directors as at the time of this auditor's report

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF**  
**THE ST. GEORGE MOTOR BOAT CLUB LIMITED**  
**A.C.N. 000 020 575**

*Auditor's Opinion*

In our opinion:

the financial report of The St George Motor Boat Club Limited is in accordance with the *Corporations Act 2001*, including

- (i) giving a true and fair view of the company's financial position as at 30th June 2024 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.



SYDNEY, 30th July, 2024

**LITTLEWOODS**  
Chartered Accountants  
by A. Reisen C.A.  
Registered Company Auditor

**THE ST. GEORGE MOTOR BOAT CLUB LIMITED**  
**A.C.N. 000 020 575**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 2024**

	<b>2024</b>	<b>2023</b>
	\$	\$
<b>INCOME was derived from:-</b>		
<b>TRADING SURPLUS</b>		
Clubhouse Activities - Liquor	3,723,222	3,720,576
- Poker Machines	4,362,847	4,179,116
Members' Contributions - Subscriptions & Joining Fees	99,240	110,684
Rent Received - Marina and Slipway	2,457,836	2,315,741
Interest Received - Other Persons	42,499	211
Sundry Income	448,960	402,956
Restaurant, Function & Café Income	10,046,931	10,331,583
Profit on Sale of Fixed Assets	145,053	81,038
	<b>21,326,588</b>	<b>21,141,905</b>

**THE COSTS OF OPERATING THE CLUB were:-**

**CLUBHOUSE OPERATIONS**

Wages - Bar, House and Marina	1,972,195	2,055,571
- Food/Cafe	4,369,888	4,822,241
Artists and Musicians	121,200	65,400
Bad Debt Provision	-	2,057
Club Promotions	3,150,779	3,205,211
Contract Cleaning/Cleaning Wages	269,498	253,235
Counter Snacks	11,138	6,974
Flower and Decorations	4,956	14,852
Laundry and Cleaning	186,204	169,438
Light and Power	349,290	302,684
Repairs, Maintenance and Replacements	557,485	657,582
Sky Channel & Fox	79,590	73,894
Staff Meals and Amenities	72,733	59,420
Club Uniforms	21,378	21,490
Responsible Gambling Fund Contribution	117,515	97,929
Interest, Depreciation & License Fee Right of Use Rental Asset	66,198	149,778
	<b>11,350,047</b>	<b>11,957,756</b>

**THE ST. GEORGE MOTOR BOAT CLUB LIMITED**  
**A.C.N. 000 020 575**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 2024**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>ADMINISTRATION</b>		
Advertising	134,152	97,691
Auditors' Remuneration - Audit	24,299	23,095
- Other Services	1,620	1,590
(The Auditors received no other benefits)		
Donations and Subscriptions	95,021	147,491
Entertainment	48,348	41,075
Insurance	459,094	355,627
Legal Fees	745	3,247
Long Service Leave	60,599	2,195
Motor Vehicle Expenses	4,153	4,227
Printing, Stationery and Postage	80,684	83,189
Repairs and Maintenance - Building and Grounds	123,895	185,374
Salaries	1,362,714	1,285,002
Security	191,884	172,586
Special Functions	67,923	81,842
Staff Training	29,260	17,456
Sundries	87,457	119,296
Superannuation	817,317	822,240
Telephone/Internet	53,545	54,390
	<hr/>	<hr/>
	<b>3,642,710</b>	<b>3,497,613</b>
	<hr/>	<hr/>



**THE ST. GEORGE MOTOR BOAT CLUB LIMITED**  
**A.C.N. 000 020 575**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 2024**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>LICENCES AND TAXES</b>		
Poker Machines	749,651	711,526
Payroll	398,696	423,652
Fringe Benefits Tax	16,661	7,598
Licences and Subscriptions	295,284	192,628
	<hr/>	<hr/>
	<b>1,460,292</b>	<b>1,335,404</b>
	<hr/>	<hr/>
Bank/Credit Card Charges/Borrowing Costs	143,308	134,199
Depreciation of Fixed Assets	1,466,734	1,544,285
Interest Paid - Other Persons	6,331	17,488
Provision for Holiday Pay	60,666	10,999
Rates and Marina Leasehold	437,559	384,713
	<hr/>	<hr/>
<b>TOTAL EXPENSES</b>	<b>18,567,647</b>	<b>18,882,457</b>
	<hr/>	<hr/>
<b>OPERATING PROFIT FOR THE YEAR</b>		
<b>Before Income Tax</b>	<b>2,758,941</b>	<b>2,259,448</b>
	<hr/>	<hr/>