



Thirty-third Annual Report 2013-2014



**Annual General Meeting of Members
Sunday 16th November 2014 at 10.30am**

Sunshine Coast Turf Club Inc.

Thirty-third Annual Report 2013-2014

Board of Management Office Bearers



Chairman
Don Jackson



Deputy Chair
Mary Henzell



Treasurer
Harry Reed



Board Member
Travis Schultz



Board Member
Dr Bernie Spilsbury



Board Member
Darcy Tyrrell



Board Member
Bill Wendt



Chief Executive
Mick Sullivan

Notice of 2014 Annual General Meeting

Notice is hereby given that the Thirty-third Annual General Meeting of Members of the Sunshine Coast Turf Club Inc. will be held in the Members Lounge, Corbould Park Racecourse, 170 Pierce Avenue, Caloundra, on Sunday 16th November 2014 at 10.30am.

Business Agenda

- To confirm the Minutes of the previous Annual General Meeting held on Sunday 27th October 2013.
- To receive the Annual Report of the Board of Management, the Profit and Loss Statement for the year ended 30th June 2014, Balance Sheet as at 30th June 2014 and Auditor's Report.
- In accordance with Rule 21.2(d) to (f), discussion will ensue on matters related to the Club's affairs.
- To move the Club's Auditor be appointed. In the event of an election Auditor to act as Returning Officer.
- To elect three (3) members to the Board of Management.

Dated at Caloundra: 13 October 2014

M.F. Sullivan – Chief Executive
By Order of the Board of Management

Chairman's Report



Dear Members,

On behalf of the Board of Management I have pleasure in submitting the Club's Annual Report, Profit and Loss Statement, Balance Sheet and Auditor's Report for the year ended 30th June 2014.

Financial Results

The Club has experienced another strong year and it is with great pleasure that I advise Members that the Club has returned an operating profit of \$721,698 and a net profit of \$322,815 after adjustments, which is an excellent result for the Club.

A number of areas contributing to this profit are as follows:

In analysing this profit it must be noted that during this season 69 meetings were held compared to 67 the previous year.

Bar & Catering Sales – Net profit for 2013-2014 financial year was \$685,646 which is down \$3,136 on the previous year but still an excellent result.

Gate Takings – For the financial year 2013-2014 were \$418,932 up from \$407,069 in 2012-2013.

Oncourse Totalisator – Net profit for 2013-2014 financial year is \$58,499, down \$8,409 on 2012-2013 but this is still a good result as a large percentage of betting is now on fixed odds with a much lower percentage return to the Club.

The financial result for 2013-2014 is extremely pleasing, as the Club continued to upgrade and refurbish facilities.

Race Date Allocation

The 2014-2015 Racing Season will see the Sunshine Coast Turf Club race 68 times:

39 Sundays, 3 Saturdays, 1 Saturday twilight, 1 Saturday night, 4 Fridays (includes Boxing Day), 6 Friday nights, 9 Midweeks and Feature Race Meetings: Melbourne Cup, Caloundra Chamber of Commerce Sunshine Coast Cup, Hot 91.1 Ladies Oaks, Caloundra Cup and the inaugural Racing Minister's 2YO Classic to be held in a Metropolitan timeslot on Saturday 17th January 2015.

Sunshine Coast Turf Club Stable Complex

Since taking over the management role for the On-Course Stabling Complex the complex has been profitable with an averaging occupancy rate of 96% in 2013-2014.

Trainers certainly have the advantage of being able to work their horses during adverse weather conditions on the Cushion Track and Sunshine Coast Turf Club trained horses continue to have a successful impact on racing throughout South East Queensland.

Some of these successes during the 2013-2014 racing season were:

Natalie McCall's history making win with "River Lad" winning the 2014 AAMI Stradbroke Handicap in Brisbane on Saturday 7th June 2014. Natalie was the first woman to train a Stradbroke winner since the prestigious sprint was first contested in 1893.

Stuart Kendrick, since moving his Mackay based operation to the Sunshine Coast where he now has 42 boxes, took out the 2013-2014 Sunshine Coast Turf Club's Premiership Awards with 26 wins.

Gold Members

As Minuted at the 2013 Annual General Meeting it was agreed to include a list of Gold Members in the Annual Report. Gold Membership is offered to Foundation Members (1985/86) who are over the age of 75 years.

The Club's current Gold Members are:

Mary Amos, John Bagley, Aldo Bevacqua, Florence Bush (Ronald), Glen Carsburg, Noel Carter, Patricia Jensen (C.A. Mabb), Jean LeBrocq (Philip), Joy McConechy (Alan), Shirley Nunquam (Donald), Thomas O'Callaghan, Dympna Pitt (Virgil), Jean Piva (Bluey), Betty Power (Virgil), Roy Standfast, Ester Tierney (Cecil), Patricia Traill and Aubrey Woodbridge.

In Memory

It is with sadness we record the passing of:

Gold Members: Judy Henzell (wife of the late Bevan Henzell), Irene Fogg (wife of the late B J Fogg) and Pam Shields (wife of the late Stanley Shields),

Members: Dr Allan Harris, Neville Heiniger, Mark Lakey and Rhana McLean.

To their family and friends and to other Members who have suffered bereavement we extend sincere condolences.

I would also like to acknowledge the passing of Wayne Wilson. Wayne had called the majority of Caloundra Cup's run since the inaugural meeting in 1985 and had been a great supporter of the Sunshine Coast Turf Club.

Board of Management 2014-2015

In accordance with the Constitution and Rules of the Club the following members of the Board of Management retire by rotation and being eligible for re-election have nominated accordingly:

Mary Henzell, Travis Schultz and Dr Bernie Spilsbury.

As there were no nominations received, these members have been elected unopposed for the ensuing term.

Appreciation

It has been a privilege to be Chairman of the Sunshine Coast Turf Club for the past five years.

I am grateful to be supported by a Board of Management who bring to the Club a wealth of knowledge from a diverse range of backgrounds and expertise. I thank all fellow Board members for their continued support. I assure you that we will continue to service and represent our Members and work together to ensure the continued success and viability of the Club.

During the year we have continued to improve the facilities and it is certainly much easier as Chairman to have a supportive team around you.

On behalf of the Board, I would like to express my thanks to Chief Executive Mick Sullivan and his capable team.

We also look forward to the future and opportunity to take on more metropolitan racing during the redevelopment of Eagle Farm and in future years; as well as continuing to promote our facility as an entertainment venue.

I would like to thank the following for their support throughout the year:

- Racing Queensland Board members: Kevin Dixon, Peter Boyce and Michael Kelly; and CEO Darren Condon;
- Premier of Queensland – the Hon. Campbell Newman MP; Treasurer, the Hon. Tim Nicholls MP; the Racing Minister, the Hon. Steve Dickson MP and the Queensland Government for their support of the racing industry;
- Sunshine Coast Council - Mayor Mark Jamieson and Councillors for their continued support and assistance.

I also acknowledge the tremendous support given to the Club by its sponsors and we encourage you to support them where possible.

On behalf of the Board of Management, I also thank all Members for your continued and valued support and we look forward to the continued prosperity of the Club.

Don Jackson
Chairman

Chief Executive's Report



Dear Members,

In the 2013-2014 racing season the Club conducted 69 race meetings. These 69 race meetings included 31 Sundays, 20 Saturday twilight, 1 Saturday meeting, 5 Friday nights, 8 Midweeks (including 1 Friday meeting), Feature meetings: Melbourne Cup, Hot91 Ladies Oaks, Caloundra Chamber of Commerce Sunshine Coast Cup; and Ross Maclean Fellowship Caloundra Cup.

The Sunshine Coast Turf Club has continued to upgrade the facility throughout the year. These improvements have only been made possible through the success of the Club over the years.

The following are financial statistics for the past three years:

	2011-2012	2012-13	2013-14
Operating Profit/Loss	\$414,979	\$627,028	\$721,698
Profit/Loss after Depreciation/SCRUT	\$13,414	\$545,649	\$322,815
Bar Sales	\$1,373,688	\$1,244,280	\$1,234,122
Catering Sales	\$834,916	\$752,071	\$693,751
Membership Numbers	922	887	896
Member Subscriptions	\$123,475	\$117,446	\$120,410
Public Admissions	\$542,447	\$407,069	\$418,932
Attendance Figures	88,575	73,054	66,200
On Course Tote Commissions	\$312,969	\$255,482	\$222,715
Racing Qld Distribution & Incentives	\$465,948	\$1,334,160	\$1,178,532
On-Course Tote Turnover (incl. Fixed Odds)	\$7,135,484	\$5,984,897	\$4,976,794
On-Course Tote Turnover Fixed Odds	\$2,291,168	\$2,345,136	\$1,644,426
Off Course Turnover	\$34,809,018	\$28,257,660	\$24,259,547
Bookmakers Turnover Race Meetings	\$6,349,757	\$2,132,104	\$1,516,829
Number of Races run	571	521	506
Number of Race Meetings	77	67	69

Facility Upgrades

- **Snack Bar**— Has been totally refurbished.
- **Champagne Garden**— Tiling of the whole area was completed prior to Caloundra Cup. This area is extremely well utilised by sponsors and corporates for raceday functions.
- **Can Bar** – wall tiled and new stainless steel counter.
- **Trainers Bar & Kiosk** – new floor tiles.

Social Events

The wonderful facilities of the Sunshine Coast Turf Club create the perfect setting for a variety of social occasions. Companies and private individuals have taken advantage of amenities the Club has to offer throughout the year. Each year we receive many enquiries and bookings for weddings, parties or conferences.

This year we had 13 weddings, 13 non race day functions ie. conferences/parties and 309 race day functions. Unfortunately weddings were down during the year due to the Saturday twilight programme from July to December 2013 whilst Toowoomba track was being rebuilt.

100 Club

Friday 14th March 2014 saw yet again 100 businesses come together at the annual 100 Club Gala Dinner in the Trackside Marquee for the chance to win naming rights to the Sunshine Coast Turf Club's Caloundra Cup held on Saturday 28th June 2014.

During the evening 96 business names were drawn from the barrel, each receiving a sponsorship package with a minimum value of \$2,500.

The last four businesses out of the barrel, winning major prizes were:

97th – Sea Vista Developments, winning a Melbourne Cup Day Champagne Garden package;

98th – Steve Venn (Century 21 Coastal), winning a Melbourne Cup Day Champagne Garden package;

99th – Office National, Caloundra, winning the naming rights to a full race day sponsorship package on Sunday 4th January 2015;

and last out...

Ross Maclean Fellowship, winning the naming rights to the 2014 **\$175,000 Caloundra Cup**.

Ross Maclean passed away in 2005 to motor neuron disease. This fellowship was set up in his honour to raise funds for research into this deadly disease. A very successful fundraising event was conducted as part of the Ross Maclean Fellowship Caloundra Cup day. In addition, the Silks & Sparkles Ladies Luncheon held on Thursday 26th June 2014 raised \$8,938.35 for the Fellowship which was a great effort by Lyn Jackson and the team.

Congratulations to all the winners on the 100 Club night, and in particular the five businesses who this year have been a member of the 100 Club for ten years, namely:

BOSS Building Maintenance (Australia) Pty Ltd - *formerly MINC Services*; Hallco Engineering Pty Ltd; Number One Quality Homes; and Pelican Motors Service Centre.

This was a terrific night. The Sunshine Coast Turf Club appreciate and thank every member of the "100 Club" for their support and participation.

Appreciation

I would like to thank Chairman Don Jackson and the Board of Management for their continued leadership and support.

I would also like to thank my Management & Administration team: Kylie Perry – Finance Manager; Murray Weeding, Racecourse & Operations Manager and his team; Brett Truloff – Head Chef and his team; Gerry Tierney – Bar Manager and his team; Graham Watterston – Sales & Marketing Manager; Marie Benvenuti – Executive Assistant; Rachel Sanmarco & Nicole Millwood – Functions/Membership/Ticketing Manager; Paul Chilton – Racing Services; Shantel Garry – Receptionist and Sharon Thompson – Tote Operations Manager and her team.

Our appreciation goes to Racing Queensland, Racing Queensland stewards panel and the Club's subcontractors: Secutor Securities, ProLiquor Solutions, TJS Cleaning Services, Radio 4TAB racecallers especially Paul Dolan, Love & Partners, Race Zone, Trackside Photography and Haycroft Workplace Solutions (casual race day staff).

I would like to acknowledge the valuable co-operation and support we receive from our media partners, Sky Racing, Hot 91.1, Radio 4TAB, Sunshine Coast Daily, and other local, state and national media.

Thank you also to the racing fraternity, bookmakers and their staff, trainers, jockeys and owners, racing industry participants, and most important of all, thank you to all Club members for the invaluable support of our great Club.

We are looking forward to another great racing year ahead in 2014-2015 and when you're oncourse having a punt – good luck!

Mick Sullivan
Chief Executive

RACING

2013-2014: SUNSHINE COAST PREMIERSHIP WINNERS

The Caloundra RSL Services Club has sponsored the Trainers and Jockeys Premiership for many years. The Club would like to acknowledge and thank the Caloundra RSL Services Club for their long term sponsorship and support of the Premiership Awards. Their support is very much appreciated by the Club and the racing fraternity.

The Premiership winners were as follows:

	Trainer		Jockey		Apprentice Jockey
1 st	Stuart Kendrick (26)		Damian Browne (36)		Luke Tarrant (20)
2 nd	Liam Birchley (20)		Eddie Wilkinson (29)		Ashley Butler (17)
3 rd	Len Treloar (15)		Timothy Bell (28)		Tegan Harrison (17)

Stuart has been training at the Sunshine Coast Turf Club since early 2013 and has 42 stables on-course at Corbould Park Racecourse.

Stuart transferred his operations from Mackay; where he was extremely successful taking the Premiership there for the past five years.

Damian has won this Premiership for the past five years. He had another fantastic year, not only at the Sunshine Coast, but throughout Australia, winning four Group 1's and finishing third in the Group 1 Australian Jockeys list; and riding well over 20 Stake winners.

Luke is apprentice to local trainer, Frank Phillips who has guided Luke to be an outstanding apprentice with a big future ahead of him.

Congratulations to the top achievers for 2013-2014 season and the Club wishes them all the best in the 2014-2015 season.

FEATURE RACE MEETING RESULTS

Sunday 26th January 2014 – Caloundra Chamber of Commerce Sunshine Coast Cup race meeting

\$100,000 Caloundra Chamber of Commerce Sunshine Coast Cup - listed (1400m)

1st : Fillydelphia (trainer – Robert Heathcote; jockey – Damian Browne)

Saturday 28th June 2014 – Ross Maclean Fellowship Caloundra Cup race meeting

\$175,000 Ross Maclean Fellowship Caloundra Cup - listed (2400m)

1st : Brayroan (NZ) (trainer – Barry Mitchell; jockey – Chris Munce)

\$175,000 Reed Property Group Glasshouse Handicap - listed (1400m)

1st : Alma's Fury (trainer – Tony Gollan; jockey – Jim Byrne)

\$100,000 XXXX Sunshine Coast Guineas – Group 3 (1600m)

1st : Hopfgarten (trainer – Robert Heathcote; jockey – Damian Browne)

Sponsors

Thank you to Club sponsors

The success of the Sunshine Coast Turf Club would not be possible without the support of major and race day sponsors. Sincere appreciation is extended to them for their assistance, generosity and support. We urge members to support the Club's sponsors.

Major Sponsors:

Access Insulation
Bellvista Tavern
BOQ Chancellor Park & Mooloolaba
Butler McDermott Lawyers
Caloundra Chamber of Commerce
Coca Cola Amatil
Diageo
Lionco (XXXX)
RCQ
Reed Property Group
Samuel Smith & Son (Yalumba Wines)
Sky Racing
Wimmers Premium Soft Drinks

Media Sponsors:

Hot 91.1
Radio 4TAB
Sky Racing

Carnival Sponsors:

Ross Maclean Fellowship
BOQ Chancellor Park & Mooloolaba
Lionco (XXXX)
Reed Property Group
Samuel Smith & Son (Yalumba Wines)
Summerveld Racing Stables
Wimmers Premium Soft Drinks

Day 2 - Sky Racing

Fashions on the Field Sponsors:

Ambassador Travel
CHAPS Menswear
Hats by Tracy Mac

Bundilla Dry Cleaners
Centrepont Holiday Apartments
Daisy's Place
Elegant Affair Boutique
Jett's Fitness
Monaco Resort
Purr-dantik
Reborne Beauty & Spa
Shearwater Resort

Race Day Sponsors:

Access Insulation
Bloomhill Cancer Help
Brisbane Brothers Rugby League
Caloundra Chamber of Commerce
Caloundra Priceline Princesses
CMAA
Coca Cola Amatil
Coolum Business & Tourism
Dicky Beach Surf Lifesaving Club
Guide Dogs Queensland
Henzells Pelican Waters Foundation
Hot 91.1
Kawana Chamber of Commerce
Lady Diamond
LNP Kawana
Licencee's Assistance Association
Maroochydore SLSC
Metropolitan Caloundra SLSC
Morayfield Shopping Centre
Ord Minnett Buderim
PFD Food Services
ProLiquor
RAAS Rights & RAAS Real Estate
RACQ – Careflight Rescue
Rotary
Sacred Heart School Sandgate
Schultz Toomey O'Brien Lawyers
Siena Schools
Sunshine Coast Children's Therapy Centre
The Compass Institute Inc.
Variety Queensland
XXXX

100 Club 2014

The success of the Sunshine Coast Turf Club wouldn't be possible without the support of members of the 100 Club. Sincere appreciation is extended to them for their assistance, generosity and support. We urge members to support our 100 Club members.

Thank you.....

AAA Finance	Number One Quality Homes
Access Insulation Sunshine Coast	Nu Trend Quality Homes
Allchin Airconditioning & Refrigeration	Oaks Hotels & Resorts
All Pest QLD	Office National Caloundra
Ambassador Travel	One Zero Communications
Anmel Cherrypicker Hire	OVR Motel & Resort
Bassett Barks Pty Ltd	Pelican Motors Service Centre
Battery Wise Sunshine Coast	Pelican Waters Golf Club
Bellvista Tavern	Perry's Sunshine Coast Event Hire
Blacklaw & Blake Enterprises	PFD Food Services Palmwoods
Blinds Awnings & Security	Pitchers Hospitality Supplies
Bolack Publications	Placemat (Kitchenware)
BOSS Building Maintenance (Australia) Pty Ltd	Programmed Property Services
Bundilla Dry Cleaners	ProLiquor
Butler McDermott Lawyers	QFFS & Prime Foodservice Meats
Caloundra City Realty	Quality Plastic Products
Caloundra Sub Branch RSL & Services Club Inc.	Queensland Advertising
Cellar Maintenance Australia	Race Zone Racing Supplies
Centrepont Apartments Caloundra	Reed Property Group
Chaps Menswear	Rexel & Ideal Electrical Supplies
CNW Electrical & Data Supplies	Rolling Home Sunshine Coast Caravan Sales
Coastal Flooring Xtra	Ross Maclean Fellowship
Coastline BMW	Rumba Beach Resort
Contract Hydraulics Pty Ltd	Samuel Smith & Son / Yalumba Wines
Crave Media	Schultz Toomey O'Brien Lawyers
Curran Group	Scott McMahon Electrical Pty Ltd
David Reid Homes	Searite Container Repairs Pty Ltd
East Coast Shades	Searles Garden Products
Finchcorp Systems	Sea Vista Developments
Fuji Xerox Business Centre Sunshine Coast	Secure Access Pty Ltd
Glover's Concreting	Secutor Securities Pty Ltd
Golden Beach Tavern	Signwave Sunshine Coast
Go Transit Media Group Pty Ltd	Slade Bloodstock Pty Ltd
GT Print & Design	Smith and Geyer Property Valuers
Hallco Engineering Pty Ltd	Sommer's Fuel Supplies
Haycroft Workplace Solutions	Southeast Stainless
Haymans Electrical & Data Supplies Warana	Stanley River Thoroughbreds
Haymans Electrical Caloundra	Steve Venn (Century 21 Coastal)
Hot 91.1	Stripe Pro Signs
Jam Property	Suncoast Cabs
JLP Fabrication	Sunshine Coast Falcons
K Smith & Son Jewellers	Sunshine Coast Newspaper Company Ltd
Love & Partners Chartered Accountants	Sunshine Coast Truck Centre
Maleny Hotel	Tensens Group Pty Ltd
Mansell Bulk Haulage Pty Ltd	The Compass Institute Inc.
McInnes Wilson Lawyers	TJS Services QLD
Meramist Pty Ltd	Troy Trevitt Homes
Monaco Resort	Wealth Directions
Montezumas Caloundra	Wear in Business
National Solutions Group	Whale Bins

SUNSHINE COAST TURF CLUB INC.

ABN: 22 950 178 141

FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30 JUNE 2014**

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SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

BOARD OF MANAGEMENT REPORT FOR THE YEAR ENDED 30 JUNE 2014

Board of management members

The names of the board of management members throughout the year and at the date of this report are:

<u>Name</u>	<u>Position Held</u>
Jackson, D S (Don)	Chairman
Henzell, M J (Mary)	Deputy Chair
Reed, HC (Harry)	Treasurer
Schultz, T (Travis)	Board Member
Spilsbury, Dr B R (Bernie)	Board Member
Tyrrell, D J (Darcy)	Board Member
Wendt, W F C (Bill)	Board Member
Sullivan, M F (Mick)	Secretary/Chief Executive (Non-Voting)

Principal activities

The principal activities of Sunshine Coast Turf Club Inc (*the association*) during the financial year were to promote, conduct and hold race meetings for the recreation and enjoyment of members, for the association of persons interested in or connected with horse racing, and for the improvement in the breed of thoroughbred horses.

Significant changes

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

Operating result

The profit/(loss) after providing for income tax was: \$322,815

Signed in accordance with a resolution of the board of management by:



Signed: Mr Don Jackson

Date: 13 October 2014

Location: Caloundra Queensland 4551

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2014**

	Note	This Year \$	Last Year \$
INCOME			
Bar and catering operations (net)		685,646	688,782
Distribution from Racing Queensland Ltd		1,178,532	1,334,160
Other revenue		394,031	419,657
Public admissions		418,932	407,069
Sponsorship and signage		1,110,304	844,493
Totalisator commission (net)		58,499	66,906
Training facility		1,222,053	986,879
Total income	1(l)	5,067,997	4,747,946
LESS: EXPENSES			
Auditor's remuneration - audit services		13,780	13,400
Auditor's remuneration - other		10,030	10,825
Essential services		693,534	456,287
Interest and other bank charges		5,020	7,541
Other expenses		1,827,663	1,916,842
Payroll related expenditure		368,595	325,476
Salaries and wages		1,427,677	1,390,547
Total expenses		4,346,298	4,120,918
Net profit/(loss) before income tax and non-cash items		721,698	627,028
ADJUST			
Depreciation	1(d)	(232,407)	(252,664)
Donation of plant and equipment from Queensland Racing Ltd		0	554,451
Income tax	1(a)	0	0
Investment in associate - share of losses	1(f), 6	(160,855)	(235,945)
Net profit/(loss) on disposal of property, plant and equipment	1(d)	(5,621)	(147,221)
		(398,883)	(81,379)
Net profit/(loss) after income tax and non-cash items		322,815	545,649
OTHER COMPREHENSIVE INCOME			
Investment in associate - share of revaluation and sinking fund	1(f), 6	106,813	16,823
		106,813	16,823
Total comprehensive income for the year after tax		429,629	562,472

The accompanying notes form part of these financial statements

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014**

	Note	This Year \$	Last Year \$
CURRENT ASSETS			
Cash	2	3,651,226	3,133,911
Receivables	3	618,604	581,861
Inventories	4	103,282	111,448
Other	5	67,249	24,806
Total current assets		<u>4,440,361</u>	<u>3,852,026</u>
NON-CURRENT ASSETS			
Investments in associates	6	3,426,065	3,480,107
Property, plant and equipment	7	1,478,218	1,659,171
Total non-current assets		<u>4,904,283</u>	<u>5,139,278</u>
Total assets		<u>9,344,644</u>	<u>8,991,304</u>
CURRENT LIABILITIES			
Payables	8	1,302,079	1,405,571
Provisions	9	204,240	187,307
Total current liabilities		<u>1,506,319</u>	<u>1,592,878</u>
NON-CURRENT LIABILITIES			
Provisions	9	28,268	17,998
Total non-current liabilities		<u>28,268</u>	<u>17,998</u>
Total liabilities		<u>1,534,587</u>	<u>1,610,876</u>
Net assets surplus/(deficit)		<u>7,810,057</u>	<u>7,380,428</u>
EQUITY			
Reserves		12,926,153	12,819,339
Retained profits/(accumulated losses)		(5,116,096)	(5,438,911)
Total equity		<u>7,810,057</u>	<u>7,380,428</u>

The accompanying notes form part of these financial statements

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014***Summary of Movements:*

Retained profits /(losses)	Accumulated other comprehensive income	Capital grants reserve	Total reserves	Total members' Funds
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THIS YEAR

Opening balance	(5,438,911)	553,222	12,266,117	12,819,339	7,380,428
Current year's profit/(loss)	322,815	0	0	0	322,815
Share of revaluation and sinking fund	0	106,813	0	106,813	106,813
Transfers	0	0	0	0	0
Closing Balance	(5,116,096)	660,036	12,266,117	12,926,153	7,810,057

LAST YEAR

Opening balance	(5,448,161)	0	12,266,117	12,266,117	6,817,956
Current year's profit/(loss)	545,649	0	0	0	545,649
Share of revaluation and sinking fund	0	16,823	0	16,823	16,823
Transfers	(536,399)	536,399	0	536,399	0
Closing Balance	(5,438,911)	553,222	12,266,117	12,819,339	7,380,428

The accompanying notes form part of these financial statements

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2014**

	Note	This Year \$	Last Year \$
SUMMARY OF CASH FLOWS FROM:			
OPERATING ACTIVITIES			
Receipts from customers		7,156,087	6,975,172
Interest received		104,346	99,469
Payments to suppliers and employees		(6,686,044)	(5,505,166)
Net cash surplus/(deficit)		574,389	1,569,475
INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		8,182	0
Payment for property, plant and equipment	7(a)	(65,257)	(883,982)
Net cash surplus/(deficit)		(57,075)	(883,982)
FINANCING ACTIVITIES			
Repayment of borrowings		0	0
Net cash surplus/(deficit)		0	0
Net increase (decrease) in cash held		517,315	685,493
Cash at beginning of year		3,133,911	2,448,420
Cash at end of year	1(j), 2	3,651,226	3,133,911
RECONCILIATION OF OPERATING CASH FLOW WITH NET PROFIT/(LOSS)			
Net profit/(loss) from ordinary activities after income tax		322,815	545,649
<i>Adjust for non-cash items:</i>			
- Depreciation	7	232,407	252,664
- Provision		27,203	41,052
- Share of associate's losses	6	160,855	235,945
- Loss/(profit) on disposal of property, plant and equipment		5,621	147,221
<i>Changes in assets and liabilities:</i>			
- Receivables	(Increase)/decrease	(36,743)	(152,480)
- Prepayments	(Increase)/decrease	(42,443)	(9,633)
- Inventories	(Increase)/decrease	8,166	(27,113)
- Income in advance	Increase/(decrease)	1,831	14,536
- Payables	Increase/(decrease)	(105,323)	521,635
		574,389	1,569,475

The accompanying notes form part of these financial statements

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

The financial report covers Sunshine Coast Turf Club Inc (*the association*) being an individual entity incorporated in Queensland on 16 September 1988 under the *Associations Incorporation Act (Qld) 1981*.

The financial statements were authorised for issue on the date of the signed statement by the board of management.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

These general purpose financial statements have been prepared in accordance with the *Associations Incorporation Act 1981* and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

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.

Accounting Policies

a. Income Tax

The association is currently exempt from income tax under section 50 of the *Income Tax Assessment Act 1997* being a sporting club.

b. Inventories on Hand

Inventories held for sale are measured at the lower of cost and net realisable value.

c. Fair Value of Assets and Liabilities

The association measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

Fair value is the price the association would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, information is extracted from the most advantageous market available to the entity at the reporting date (i.e. the market that maximises the receipts from the sale of the asset or minimises the payment made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the entity's own equity instruments (excluding those related to share-based payment arrangements) may be valued, where there is no observable market price in relation to the transfer of an identical or similar financial instrument, by reference to observable market information where identical or similar instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

d. 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.

Plant and Equipment

Plant and equipment is measured on the cost basis and is therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(h) for details of impairment).

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

d. Property, Plant and Equipment...continued

The cost of fixed assets constructed by the association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised in profit or loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

<u>Class of Fixed Asset</u>	<u>Years</u>
- Plant and equipment	10 - 20

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

e. Leases

Leases of property, plant and equipment, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recognising an asset and a liability at the lower of the amount equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the association will obtain ownership of the asset or ownership over the term of the lease.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

f. Investments in Associates

Associates are entities over which the association has significant influence through holding, directly or indirectly, 20% or more of the voting power of the entity. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the association's share of net assets of the associate entity. In addition, the association's share of the profit or loss of the associate entity is included in the association's profit or loss.

g. Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the association commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately.

SUNSHINE COAST TURF CLUB INC

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

g. Financial Instruments...continued

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. *Fair value* represents the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the *effective interest method*.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) over the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of income or expense in profit or loss.

The association does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of Accounting Standards specifically applicable to financial instruments.

(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 taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in fair value (i.e. gains and losses) recognised included in profit or loss.

(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. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iii) *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the association's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iv) *Available-for-sale investments*

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are not expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

(v) *Financial liabilities*

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

g. Financial Instruments...continued

Impairment

A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the association recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised where the contractual right to receipt of cash flows expires or the asset is transferred to another party, whereby the entity 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 discharged, cancelled or have expired. The difference between the carrying amount 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.

h. Impairment of Assets

At the end of each reporting period, the association assesses whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs to sell and its value-in-use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is immediately recognised in profit or loss.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

i. Employee Provisions

Short-term employee benefits

Provision is made for the association's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The association's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position.

SUNSHINE COAST TURF CLUB INC

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

i. Employee Provisions...continued

Other long-term employee benefits

Provision is made for employees' annual leave entitlements not expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to end-of-reporting-period market yields on government bonds that have maturity dates approximating the terms of the obligations. Any remeasurements of other long-term employee benefit obligations due to changes in assumptions are recognised in profit or loss in the periods in which the changes occur.

The association's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the association does not have an unconditional right to defer settlement for at least 12 months after the reporting date, in which case the obligations are presented as current provisions.

j. Cash on Hand

Cash on hand includes cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

k. Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(h) for further discussion on the determination of impairment losses.

l. Revenue and Other Income

Non-reciprocal grant revenue is recognised in the statement of comprehensive income when the association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the association and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

The association receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of comprehensive income.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customer.

All revenue is stated net of the amount of goods and services tax.

m. Goods and Services Tax (GST)

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 (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable, to the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

n. Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

o. Provisions

Provisions are recognised when the association 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. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

p. New and Amended Accounting Policies Adopted by the Association

Fair value measurement

The association has applied AASB 13: Fair Value Measurement, and the relevant consequential amendments arising from the related Amending Standards, prospectively from the mandatory application date of 1 January 2013 in accordance with AASB 108 and the specific transitional requirements in AASB 13.

No material adjustments to the carrying amounts of any of the association's assets or liabilities were required as a consequence of applying AASB 13.

The association doesn't need to apply the AASB 13 disclosure requirements to comparative information provided for periods before initial application of AASB 13 (that is, periods beginning before 1 January 2013). However, as some of the disclosures now required under AASB 13 were previously required under other Australian Accounting Standards, such as AASB 7: Financial Instruments: Disclosures, the association has included this previously provided information as comparatives in the current reporting period.

q. Critical Accounting Estimates and Judgments

The committee evaluates estimates and judgments incorporated into the financial statements 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 association.

Key estimates

Impairment – general

The association assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

r. New Accounting Standards for Application in Future Periods

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the association. The association has decided not to early adopt any of the new and amended pronouncements.

2. Cash

	This Year \$	Last Year \$
Cash on hand	80,350	80,350
Cash at Bank (ANZ)	810,468	653,346
Cash at Bank (BOQ)	10,237	0
Cash at Bank (Ord Minnett)	171	215
Term deposit (ANZ)	1,000,000	1,000,000
Term deposit (BOQ)	1,000,000	900,000
Term deposit (Ord Minnett)	750,000	500,000
Total	3,651,226	3,133,911

Note:

The effective interest rate on short-term bank deposits was 3.18% (2013: 3.72%).

All term deposits mature within three months of year end.

SUNSHINE COAST TURF CLUB INC

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

	This Year \$	Last Year \$
3. <u>Receivables</u>		
Trade debtors	446,481	483,801
Other debtors	172,123	100,018
Less: provision for doubtful debts	0	1,958
Total	618,604	581,861

Credit Risk

The association has no significant concentration of credit risk with respect to any single counterparty or group of counterparties. The main source of credit risk to the association is considered to relate to the class of assets described as subscriptions receivable.

The following table details the association's contributions and other debtors receivable exposed to credit risk with ageing analysis and impairment provided for thereon. Amounts are considered as "past due" when the debt has not been settled within the terms and conditions agreed between the association and the member or counterparty to the transaction. Receivables that are past due are assessed for impairment by ascertaining their willingness to pay and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the association.

The balances of receivables that remain within initial terms (as detailed in the table) are considered to be of high credit quality.

Ageing analysis:

		Trade & Term Receivables	Other Receivables	Total
<u>This Year</u>				
Gross amount		446,481	172,123	618,604
Past due and impaired		0	0	0
Past due and not impaired	< 30 days	348,575	0	348,575
	31 - 60 days	75,985	0	75,985
	61 - 90 days	7,073	0	7,073
	> 90 days	14,848	0	14,848
Within initial trade terms		0	172,123	172,123
		446,481	172,123	618,604
<u>Last Year</u>				
Gross amount		483,801	100,018	583,819
Past due and impaired		1,958	0	1,958
Past due and not impaired	< 30 days	391,783	0	391,783
	31 - 60 days	62,266	0	62,266
	61 - 90 days	11,924	0	11,924
	> 90 days	15,870	0	15,870
Within initial trade terms		0	100,018	100,018
		483,801	100,018	583,819

4. Inventories

Bar	90,363	95,820
Kiosk and food	11,386	13,628
Grounds - material	1,533	2,000
Total	103,282	111,448

5. Other Assets

Prepayments	67,249	24,806
Total	67,249	24,806

SUNSHINE COAST TURF CLUB INC

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

6. Investments in Associates

20 Shares - 20% ownership of Sunshine Coast Racing Pty Ltd
15.4% ownership of SCRUT

	This Year \$	Last Year \$
	20	20
	3,426,045	3,480,087
Total	3,426,065	3,480,107

Principal activity - asset ownership

Country of incorporation - Australia

Significant influence:

- Sunshine Coast Racing Pty Ltd acts as trustee for Sunshine Coast Racing Unit Trust (SCRUT). The Sunshine Coast Turf Club Inc owns a 20% stake in the trustee company and as a consequence is considered to have a significant influence over SCRUT.

Movements during the year in equity accounted investments in associated companies:

- Balance at the start	3,480,107	3,699,229
- New investments during the year	0	0
- Share of associated company's profit/(loss) after income tax	(160,855)	(235,945)
- Share of associated company's reserve increments arising during the year	106,813	16,823
- Balance at the end of the year	3,426,065	3,480,107

Summarised presentation of assets, liabilities and performance of associates:

	\$ 000	\$ 000
- Current assets	2,069	1,984
- Non current assets	23,530	24,200
- Total assets	25,599	26,184
- Current liabilities	236	296
- Non current liabilities	3,116	3,290
- Total liabilities	3,352	3,586
- Net assets	22,247	22,598
- Revenues	586	528
- Net profit/(loss) after income tax of associates	(1,044)	(1,532)

7. Property, Plant and Equipment

Plant and equipment at cost

Less: accumulated depreciation

	2,247,021	2,199,635
	768,803	540,464
Total	1,478,218	1,659,171

(a) Summary of movements:

		Plant and equipment	Total
<u>This Year</u>	Opening balance - WDV	1,659,171	1,659,171
	Additions	65,257	65,257
	Disposals	(13,803)	(13,803)
	Depreciation	(232,407)	(232,407)
	Closing balance - WDV	1,478,218	1,478,218
<u>Last Year</u>	Opening balance - WDV	1,175,074	1,175,074
	Additions	883,982	883,982
	Disposals	(147,221)	(147,221)
	Depreciation	(252,664)	(252,664)
	Closing balance - WDV	1,659,171	1,659,171

SUNSHINE COAST TURF CLUB INC

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

	This Year \$	Last Year \$
8. Payables		
Trade creditors	993,950	1,012,517
Accrued charges	158,041	244,797
Income in advance	150,088	148,257
Total	1,302,079	1,405,571
9. Provisions		
<i>Current:</i>		
Annual leave	132,486	127,482
Long service leave	71,754	59,825
	204,240	187,307
<i>Non-Current:</i>		
Long service leave	28,268	17,998
	28,268	17,998
Total	232,508	205,305
10. Related Party Transactions		
(a) 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.		
Key management personnel compensation:		
- short-term benefits	199,705	202,933
- other long-term benefits	73,551	74,033
Total	273,256	276,966
(b) Other Related Parties		
Other related parties include close family members of key management personnel, and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.		
- Butler McDermott Lawyers (legal advice)	0	21,875
- Dr B Spilsbury (medical services)	27,335	21,175
Total	27,335	43,050
(c) Board of Management		
Members of the board of management in their honorary capacity receive no remuneration for their services however, from time to time, they are provided with refreshments and are reimbursed for association related out of pocket expenditure. In addition, the association takes out insurance cover which insures the board against breaches of statutory and other obligations. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.		
11. Rental Commitments		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable - minimum lease and outgoings payments		
- less than one year	1,936	2,581
- greater than one year less than five years	4	1,939
- greater than five years	67	68
Total	2,007	4,588
Leasehold Land:		
The association operates its facilities on leasehold land provided by Sunshine Coast Racing Pty Ltd. The current lease agreement commenced on 1 April 2010 and is due to expire on 31 October 2086. The association does not recognise any value over the leasehold land. No adjustment has been recorded for annual outgoing expenditure.		

SUNSHINE COAST TURF CLUB INC

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

12. Financial Risk Management

The association's financial instruments consist mainly of cash and deposits with banks. The association has various other financial instruments such as trade debtors and trade creditors, which arise directly from its operations. It is, and has been throughout the period, the association's policy that no trading in financial instruments or derivatives shall be undertaken.

13. Economic Dependence

While the association's activities are significantly funded by member activities and commercial operations, the association is greatly assisted in its activities by distributions provided by Racing Queensland. At the date of this report, the members of the committee had no reason to believe that Racing Queensland would not continue to provide financial support to Sunshine Coast Turf Club Inc.

14. Association Details

The registered office and principal place of business are:

Sunshine Coast Turf Club Inc
170 Pierce Ave
CALOUNDRA QLD 4551

SUNSHINE COAST TURF CLUB INC

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**STATEMENT BY THE BOARD OF MANAGEMENT
FOR THE YEAR ENDED 30 JUNE 2014**

In the opinion of the board of management:

1. The foregoing financial statements present a true and fair view of the financial position of Sunshine Coast Turf Club Inc (*the association*) as at 30 June 2014 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of this statement there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.
3. We are not aware of any matters or circumstances that have arisen during the year, involving the association and our auditors, which may have compromised their audit independence and thus affected their professional judgment during their current year's audit.

Signed in accordance with a resolution of the Board of Management by:



Signed: Mr Don Jackson

Date: 13 October 2014

Location: Caloundra Queensland 4551



Love & Partners

REGISTERED COMPANY AUDITORS

SUNSHINE COAST TURF CLUB INC
ABN: 22 950 178 141

**INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED 30 JUNE 2014**

Report on the Financial Report

We have audited the accompanying financial report of Sunshine Coast Turf Club Inc (*the association*), which comprises the statement of financial position as at 30 June 2014, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by the board of management on the annual statements giving a true and fair view of the financial position and performance of the association.

Board's Responsibility for the Financial Report

The board of management of the association is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Associations Incorporation Act (Qld)* 1981 and for such internal control as the board determines is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

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. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 association'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 board, 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.

Opinion

In our opinion, the financial report of the association is in accordance with the requirements of the *Associations Incorporation Act (Qld)* 1981, including:

- i. giving a true and fair view of the association's financial position as at 30 June 2014 and of its performance for the year ended on that date; and
- ii complying with Australian Accounting Standards.

Love & Partners
Love & Partners

Date: 13/10/14


Brett J Buntain
Director – Audit & Assurance

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...Benefit from our experience...

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**Chartered
Accountants**

*Liability limited by a scheme approved under
Professional Standards Legislation*

CORPORATE INFORMATION
Love and Partners Auditors Pty Ltd
ABN: 30 125 237 229
Authorised Audit Company Number: 313440

WEBSITE
www.loveandpartners.com

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

AUDITOR'S DISCLAIMER

The additional financial information presented on the following pages is in accordance with the books and records of Sunshine Coast Turf Club Inc (*the association*) which have been subjected to the auditing procedures applied in our audit of the association for the year ended 30 June 2014. It will be appreciated that our audit did not cover all details of the additional financial information. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

In accordance with our firm policy, we advise that neither the firm nor any other member or employee of the firm undertakes responsibility arising in any way whatsoever to any person in respect of such information, including any errors or omissions therein, arising through negligence or otherwise however caused.

**Love & Partners**

REGISTERED COMPANY AUDITORS

**SUPPORTING SCHEDULES
FOR THE YEAR ENDED 30 JUNE 2014**

	This Year \$	Last Year \$
INCOME:		
BAR AND CATERING TRADING		
Sales	1,980,802	2,062,790
Less: cost of goods sold	678,871	717,363
Gross Profit	1,301,932	1,345,427
<i>GPR %</i>	65.7%	65.2%
Less: direct costs	616,285	656,645
Net Profit	685,646	688,782
<i>NPR %</i>	34.6%	33.4%
OTHER REVENUE		
Bookmaker fielding fees and turnover levies	30,477	49,111
Interest received	104,346	99,469
Membership subscriptions	120,410	117,446
Race book sales and advertising	44,167	47,516
Sundry revenue	18,177	17,002
Various rentals	76,454	89,113
Total	394,031	419,657
TOTALISATOR TRADING		
Gross commission Unitab	222,715	255,482
Outside tote management fees	8,984	11,183
	231,700	266,665
Less: expenses		
Equipment rental	2,122	21,294
Other	1,426	(205)
Repairs and maintenance	2,515	1,182
Stationery	3,375	1,500
Wages	163,763	175,986
	173,200	199,757
Net Profit	58,499	66,908
<i>NPR %</i>	25.2%	25.1%

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**SUPPORTING SCHEDULES
FOR THE YEAR ENDED 30 JUNE 2014**

	This Year \$	Last Year \$
EXPENDITURE:		
ESSENTIAL SERVICES		
Electricity	229,205	149,792
Fire services	8,310	7,502
Insurances	163,525	31,560
Legal fees	60	4,869
Lease outgoings and rates	185,901	154,114
Security services	82,188	85,173
Telephone	24,344	23,277
Total	693,534	456,287
OTHER EXPENSES		
Administration	118,946	93,453
Advertising and promotion	162,541	178,174
Bad and doubtful debts/(recovered)	0	1,780
Committee expenses	26,428	27,507
Donations	13,592	8,517
Minor asset purchases	48,722	81,773
Race day trophies	14,805	15,244
Race book expenditure	73,892	77,933
Race day expenses	447,461	436,759
Racecourse maintenance	537,395	657,929
Stable complex expenses	383,880	337,773
	1,827,663	1,916,842
PAYROLL RELATED EXPENDITURE		
Annual leave, long service leave and sick leave	27,202	41,052
Fringe benefits tax	21,968	8,988
Payroll tax	41,180	32,051
Salary sacrifice expenditure	8,017	8,599
Superannuation	193,924	164,509
Workcover insurance	76,304	70,277
Total	368,595	325,476

Sunshine Coast Turf Club Inc.



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