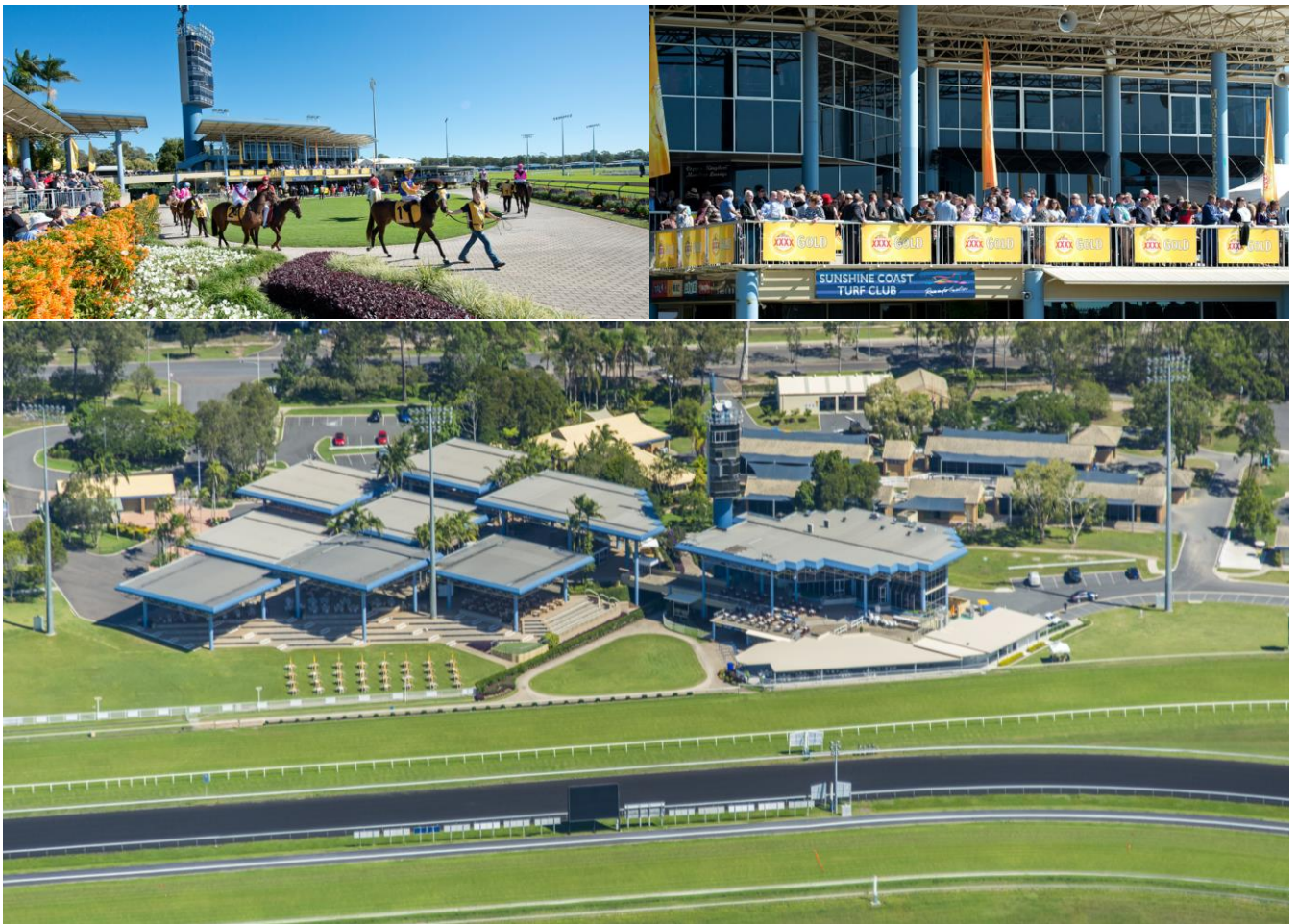




Thirty-fifth Annual Report 2015-2016



Annual General Meeting of Members
Sunday 9th October 2016 at 10.30am

Sunshine Coast Turf Club Inc.

Thirty-fifth Annual Report 2015-2016

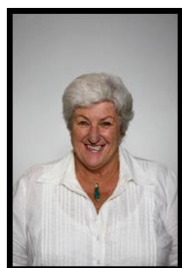
Board of Management Office Bearers



Chairman (*resigned 03.08.15*)
Harry Reed



Chairman (*appointed 18.10.15*)
Peter Boyce OAM (appointed to the Board 03.08.15)



Deputy Chair
Mary Henzell (interim Chair 03.08.15 – 18.10.15)



Treasurer
Bill Wendt

BOARD MEMBERS



Don Jackson



Travis Schultz



Tony Shadforth
(appointed 17.09.15)



Dr Bernie Spilsbury



Chief Executive
Mick Sullivan

Notice of 2016 Annual General Meeting

Notice is hereby given that the Thirty-fifth 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 9th October 2016 at 10.30am.

Business Agenda

- To confirm the Minutes of the previous Annual General Meeting held on Sunday 18th October 2015.
- To receive the Annual Report of the Board of Management, the Profit and Loss Statement for the year ended 30th June 2016, Balance Sheet as at 30th June 2016 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: *11th September 2016*

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 Sunshine Coast Turf Club's Annual Report, Profit and Loss Statement, Balance Sheet and Auditor's Report for the year ended 30th June 2016.

Financial Results

Once again the Club has had a very strong financial year with an operating profit for the 2015/16 year of \$646,493 which incorporates the SCRUT sinking fund contribution of \$53,115. Net profit achieved after depreciation, share of SCRUT losses and plant and equipment write off is \$208,140. These results have been achieved in a financial year where the Club did not hold a Caloundra Cup.

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

An analysis of this profit compared to the previous year, race meetings conducted 69 to 64.

Bar & Catering Sales – Net profit for the year was \$674,077 up from \$611,789 the previous year, which is a great result without a Cup.

Gate Takings – Public admissions remained on par to the previous year with 2015/16 \$382,859 compared to \$383,403 the previous year.

Oncourse Totalisator – Net profit of \$56,460 was achieved, down \$13,503 on the previous year, due mainly to the impact of fixed odds betting at a 2.9% lesser return to the Club compared with parimutuel betting. This is a disturbing trend which will no doubt continue.

The 2015/16 result is extremely pleasing to report and places the Club in a great position to continue the improvements to our facility for all patrons.

Sunshine Coast Turf Club Stable Complex

The Stable Complex continues to be a great boost to the Club with close to 100% occupancy throughout the year.

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.

2016-2017 Racedate Allocation

The 2016-2017 Racing Season (1st July 2016 – 30th June 2017) will see the Sunshine Coast Turf Club race 68 times:

48 Sundays, 1 Friday, 2 Friday day/nights, 6 Friday nights, 2 Wednesdays, 4 Wednesday day/nights and Feature Race Meetings: Caloundra Cup, Melbourne Cup, Boxing Day, Coastline BMW Sunshine Coast Cup / 2YO Classic and Hot 91.1 Ladies Oaks.

It is great to see the return to a majority of Sunday race meetings. The Club is also looking forward to working with Racing Queensland in the experiment of day/night meetings and hopefully we can soon share in a couple more Metropolitan meetings.

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 those members who have been Members of the Club continually from (and prior to) 1985/86 and 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, Dymrna Pitt (John), Jean Piva (Bluey), Betty Power (Virgil), Roy Standfast, Ester Tierney (Cecil), Patricia Traill and Aubrey Woodbridge.

During the year we welcomed the following to the Gold Members Club: Kevin Asmus, John Dolan, Trevor Hirn, Keith Kemp, Margaret Levy, Gavin Roberts, Robert Robertson and Graham H. Smith.

In Memory

It is with sadness we record the passing of the following Members:

Betty Drysdale, Donald Elks, Ronald Sinnamon and Rick Travers.

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

Board of Management 2015-2016

Changes to the Board of Management during 2015/16 were:

- 3rd August 2015 - Harry Reed resigned from the Board and his position of Chairman due to health reasons;
- 3rd August 2015 – Peter Boyce appointed to the Board;
- 3rd August 2015 – 18th October 2015 - Mary Henzell Interim Chair,
- 17th September 2015 – Antony (Tony) Shadforth appointed to the Board;
- 18th October 2015 – Peter Boyce appointed Chairman.

Board of Management 2016-2017

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.

Life Membership

During the year, Life Membership was presented to former Board member and Chairman Harry Reed. Harry has had a lifetime involvement in racing through training, breeding and a great supporter of the Sunshine Coast Turf Club as a major sponsor for over 20 years.

Appreciation

It is with great pleasure that I would like to thank previous Chairpersons during this financial year, Harry Reed and Mary Henzell, for their input into the success of the Club.

I am grateful for the support of fellow Board members and their commitment to the Club throughout the year. The Club is fortunate to have a Board with such a diverse business acumen to assist with the future prosperity of the Club.

During the year the Club continued with improvements throughout the facility and this is an ongoing work in progress. On behalf of the Board, I would like to express my thanks to Chief Executive Mick Sullivan and his capable team.

The Club looks forward to the future as we continue to upgrade our facility. The Club will continue to promote the facility as an entertainment venue.

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

- Our Governing Body, Racing Queensland in conjunction with the Premier, the Hon. Anastacia Palaszczuk MP and Racing Minister Hon. Grace Grace MP;
- 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 the Club encourages you to support them where possible.

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

Peter Boyce OAM
Chairman

Chief Executive's Report



Dear Members,

In the 2015/16 Financial Year, the Club conducted 64 race meetings. These 64 race meetings included 37 Sundays, 4 Saturday Metro (including Montrose Access Queensland Cup & SCTC 30th Anniversary Cup), 2 Saturday meetings, 9 Friday nights, 8 Midweeks, Feature meetings: Melbourne Cup, Coastline BMW Racing Minister's 2YO Classic, Access Insulation Sunshine Coast Cup and Hot 91.1 Ladies Oaks.

The following are financial statistics for the past three years:

| | 2013/14 | 2014/15 | 2015/16 |
|--|--------------|--------------|--------------|
| Operating Profit/Loss | \$721,698 | \$692,235 | \$646,493 |
| Profit/Loss after Depreciation/SCRUT | \$322,815 | \$2,794 | \$208,140 |
| Bar Sales | \$1,234,122 | \$1,238,950 | \$1,248,368 |
| Catering Sales | \$693,751 | \$701,453 | \$718,859 |
| Membership Numbers | 896 | 855 | 830 |
| Member Subscriptions | \$120,410 | \$116,198 | \$112,026 |
| Public Admissions | \$418,932 | \$383,403 | \$382,859 |
| Attendance Figures | 66,200 | 63,602 | 65,897 |
| On Course Tote Commissions | \$222,715 | \$238,631 | \$223,303 |
| Racing Qld Distribution & Incentives | \$1,178,532 | \$1,254,480 | \$1,207,081 |
| On-Course Tote Turnover (incl. Fixed Odds) | \$4,976,794 | \$6,550,577 | \$6,459,322 |
| On-Course Tote Turnover Fixed Odds | \$1,644,426 | \$3,129,853 | \$3,212,506 |
| Off Course Turnover | \$24,259,547 | \$28,705,091 | \$24,529,457 |
| Bookmakers Turnover Race Meetings | \$1,516,829 | \$2,478,473 | \$1,774,612 |
| Number of Races run | 506 | 547 | 491 |
| Number of Race Meetings | 69 | 69 | 64 |

The Club has continued facility upgrades; these improvements have been made possible through the success of the Club. We are proud of what has been achieved throughout the year.

Facility Upgrades

- **Main Entrance Gates/Turnstiles** – after thirty-one years of operation it was deemed necessary to upgrade our Main Entrance which was completed prior to Melbourne Cup 2015.
- **Public Bar** – was totally gutted then refurbished to a modern operation expected by patrons in this day and age. The addition of making a full wine list available has certainly been well received. This upgrade was achieved without any disruption to racing and completed in a ten day period leading up to the Metropolitan Saturday meeting on 23rd April 2016. A great effort by staff and contractors.

- **Can Bar** – removal of partial garden area adjacent to the Can Bar and replaced by a concrete slab has certainly opened this area up and allows better access to the Can Bar from the Betting Ring.

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, conferences, school formals and Christmas parties.

100 Club

Friday 11th March 2016 saw yet again 100 businesses come together at the annual 100 Club Gala Dinner for the chance to win naming rights to the Sunshine Coast Turf Club's Caloundra Cup held on Saturday 2nd July 2016.

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

The last four businesses out of the barrel were:

- **97th – Contract Hydraulics Pty Ltd**, winning a Melbourne Cup Day Champagne Garden package;
- **98th – JLP Fabrication**, winning a Melbourne Cup Day Champagne Garden package;
- **99th – Troy Trevitt Homes**, winning the naming rights to a full race day sponsorship package on Sunday 8th January 2017; and last out
- **Cellar Maintenance Australia**, winning the naming rights to the 2016 **\$175,000 Caloundra Cup**.

Congratulations to all the winners on the 100 Club night, and special mention to the following three businesses that have now been in the 100 Club for the past ten years:

- All Pest QLD;
- Caloundra City Realty; and
- Ross Maclean Fellowship.

The Sunshine Coast Turf Club appreciate and thank every member of the 2016 100 Club for their support.

RACING

Saturday 4th July 2015, Montrose Access Queensland Cup

This was a historic meeting with the first running of a 3200m race at Corbould Park. This meeting was transferred to the Sunshine Coast due to the closure of Eagle Farm Racecourse.

Saturday 25th July 2015 the Sunshine Coast Turf Club celebrated 30 years of racing with the running of the **\$100,000 SCTC 30th Anniversary Cup**.

Coastline BMW Sunshine Coast Summer Racing Carnival

Now in its second year, Coastline BMW as major sponsor of this Carnival sponsored the following events:

Thursday 14th January – Coastline BMW Sunshine Coast Turf Club Golf Day - conducted at Pelican Waters Golf Club.

Friday 15th January – Coastline BMW Sunshine Coast Summer Racing Carnival Gala Ball was held at the Sunshine Coast Events Centre, Caloundra with \$51,717 being raised for the Compass Institute Inc. which is a Sunshine Coast based Charity dedicated to providing support for young adults with intellectual and/or physical disabilities.

Also on the evening, as part of the Sunshine Coast Turf Club's commitment to Country Racing, the Club conducted its "Service to Country Racing Award". This Award is to recognise the valuable contribution of numerous volunteers throughout the state who help keep the industry going.

Finalists for the Service to Country Racing Award were:

- Ranald Ferrier - Roma Turf Club and the Roma Picnic Races;
- Jim Neill-Ballantine – Calliope Jockey Club;
- Graham Rewald - Dawson Jockey Club ;
- Cameron Riches - Gordonvale Turf Club; and
- David Thompson – Texas Jockey Club.

This year, the Award went to worthy recipient Graham Rewald who gives so much of his time freely to the Industry.

Saturday 16th January - the Carnival continued with the **Coastline BMW 2YO Classic Raceday**.

As part of the sponsorship Coastline BMW principal Tristan Kurz entertained 150 guests in the Champagne Garden.

Access Insulation Sunshine Coast Cup Day held on Australia Day, Tuesday 26th January 2016, featuring the **\$100,000 Access Insulation Sunshine Coast Cup**.

This was a disastrous day weather wise with only three races run on the day. The \$100,000 Access Insulation Sunshine Coast Cup was transferred to the following Sunday.

Montrose Charity Raceday - Saturday 23rd April, 2016 featuring the **\$100,000 IGA Sunshine Coast Ascot Handicap**.

This was a great day's racing with approximately 2,000 patrons attending. Four listed races on the day provided a very competitive day's racing. The day was also very successful for Montrose who raised in excess of \$43,000.

Hot 91.1 Ladies Oaks Day - Friday 27th May 2016

Another very successful Hot 91.1 Ladies Oaks Day. This has been a great partnership between the Club and Hot 91.1 with the first Oaks Day being run shortly after Hot 91.1 arrived on the Sunshine Coast in 2005.

Appreciation

I would like to thank all Board of Management members for their support and leadership throughout the year. In analysing any figures for 2015/16 it must be remembered that the Club conducted four less race meetings and no Caloundra Cup during this period, which makes the result even more pleasing.

The only way that the Club can be successful is to have conscientious and competent staff.

I would like to thank the following for making my job easier:

Kylie Perry - Finance Manager does a great job looking after the Club's finances; Murray Weeding - Racecourse Manager who looks after the most raced grass track in the world and during the year was recognised for his efforts by his peers, being awarded the Australian Racecourse Manager of the Year in August 2015. I would also like to thank the track and stable staff for their efforts in assisting Murray; Brett Truloff – Head Chef and his staff; Gerry Tierney – Bar Manager and his staff; It was a great effort under the circumstances by Gerry and Brett to see Bar and Catering net profit increase by \$62,288 (10.18%); Rob McGeorge – Maintenance Manager and his maintenance team who have had a busy year as we do as much as possible in-house on improvements to our facility to keep costs down; Graham Watterston – Sales & Marketing Manager; Sonya Pillay Chedumbrum – Functions Co-ordinator; Paul Chilton – Racing Services/Raceday Judge; Marie Benvenuti – Executive Assistant/Membership; Shantel Garry – Receptionist/Customer Service/Digital Marketing Assistant; Sharon Thompson – Tote Operations Manager and her staff; and all raceday staff.

Our appreciation goes to Racing Queensland staff and stewards for their assistance throughout the year, to the Club's subcontractors: Secutor Securities, ProLiquor Solutions, CMBM Facility Services, Radio 4TAB racecallers (especially Paul Dolan), Love & Partners, Trackside Photography and Workplace Central (casual raceday 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 Queensland Advertising.

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

The Management team are looking forward to another successful racing year ahead with more challenges and the introduction of Day/Night racing in 2016/17 and we hope to see you on-course in the near future, backing a winner.

Mick Sullivan
Chief Executive

RACING

2015-2016: SUNSHINE COAST TURF CLUB PREMIERSHIP WINNERS Sponsored by Caloundra RSL

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:

| Trainers Premiership | | |
|-----------------------------|------------------|------|
| 1 st | Stuart Kendrick | (49) |
| 2 nd | Robert Heathcote | (20) |
| 3 rd | Mick Mair | (19) |

Congratulations to Stuart Kendrick on winning the 2015/16 SCTC Trainer's Premiership. This is Stuart's third premiership win since relocating his stables to Corbould Park Racecourse in early 2013.

| Jockeys Premiership | | |
|----------------------------|----------------|------|
| 1 st | Damian Browne | (41) |
| 2 nd | Jim Byrne | (33) |
| 3 rd | Michael Cahill | (33) |

Congratulations to Damian Browne on winning the 2015/16 SCTC Jockey's Premiership. Damian has dominated the Jockeys Premiership in recent years taking out his seventh consecutive Award.

| Apprentice Jockeys Premiership | | |
|---------------------------------------|---------------------|--------|
| 1 st | Sarah Eilbeck | (25.5) |
| 2 nd | James Orman | (19) |
| 3 rd | Matthew McGillivray | (13.5) |

Congratulations to Sarah Eilbeck on taking out the Lianne Crook Memorial Shield as the 2015/16 SCTC Apprentice of the Year. This is Sarah's first win. Sarah is apprentice to local trainer, Stewart Mackinnon.

Congratulations to the top achievers for 2015-2016 season and the Club wishes them all the best in the 2016-2017 season.

FEATURE RACE MEETING RESULTS

Saturday 4th July 2015 – Montrose Access Day
\$150,000 Hutchinson Builders Queensland Cup (3200m)

Winner: Mister Impatience (GB)
(Trainer – Michael Moroney; Jockey – Robbie Fradd)

Saturday 25th July 2015 – SCTC 30th Anniversary Day
\$100,000 SCTC 30th Anniversary Cup (1400m)

Winner: Daph 'N' Alf
(Trainer – Jared Wehlow; Jockey – Kelvin Wharton)

Saturday 16th January 2016 – Coastline BMW 2YO Classic Day
\$125,000 Coastline BMW QTIS 2YO Classic Plate (1200m)

Winner: Love Spy
(Trainer – Ben Currie; Jockey – Jim Byrne)

Tuesday 26th January 2016 – Access Insulation Sunshine Coast Cup Day
(Day abandoned after Race 3 due to inclement weather).
Rescheduled to Sunday 31st January 2016
\$100,000 Access Insulation Sunshine Coast Cup - Listed (1400m)

Winner: Timeless Prince
(Trainer – Tony Newing; Jockey – Paul Hammersley)

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
BOQ Mooloolaba
Butler McDermott Lawyers
Coastline BMW
Coca Cola Amatil
Diageo
HMR Projects Pty Ltd
Hot 91.1
Lion (XXXX)
Montrose
Parklands Tavern
Samuel Smith & Son (Yalumba Wines)
Sky Racing
Wimmers Premium Soft Drinks

Media Sponsors:

Hot 91.1
Radio 4TAB
Sunshine Coast Daily

Priority 100 Club Sponsors:

Pryde's Easifeed Pty Ltd
South East Civil Pty Ltd
Sunfreight Pty Ltd

Raceday Sponsors:

Access Insulation Sunshine Coast
Bloomhill Cancer Care
BOQ Mooloolaba
Brisbane Sunshine Coast CMAA
CMBM Facility Services Pty Ltd (formerly
TJS Cleaning Services Pty Ltd)
Coastline BMW
Coca Cola Amatil
Compass Institute Inc.
Coolum Business & Tourism
Dicky Beach SLSC
Guide Dogs Queensland
Henzell's Pelican Waters Foundation
Hot 91.1
James Ackerman Memorial
John Burgess Electrical
Kawana Junior Rugby League
Kendrick Racing
Licensees Assistance Association
Maroochydore SLSC
Mater Chicks in Pink
Montrose Access
Montrose Charity
Past Roos Association
PFD Foodservices
RACQ Careflight Rescue
Rotary
Royal Flying Doctor Service
Sandgate Brighton Parish
SC Falcons
Shine for Thomas Foundation
St John's College
STO Law, part of the Slater & Gordon Group
Sunshine Coast Hotels
TJS Cleaning Services Pty Ltd
Variety Qld
Wishlist Foundation (donated by Higgins Coatings)
XXXX

100 Club 2016

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:

Access Insulation Sunshine Coast
All Pest QLD
Allchin Airconditioning & Refrigeration
Ambassador Travel
Anmel Cherrypicker Hire
Aura Advisory
Bassett Barks Pty Ltd
Battery Wise Sunshine Coast
Blacklaw & Blake Enterprises Pty Ltd
Blinds – Awnings & Security
Bolack Publications Pty Ltd
BOSS Building Maintenance Pty Ltd
Butler McDermott Lawyers
Caloundra City Realty
Cellar Maintenance Australia
Centrepont Holiday Apartments
Chaps Menswear
CMBM Facility Services Pty Ltd (*formerly TJS Facility Services*)
CNW Electrical Wholesale & Energy Solutions
Coast 2 Coast Earthmoving
Coastal Flooring Xtra
Coastal Style Constructions
Coastline BMW
Contract Hydraulics Pty Ltd
Crave Media
Flying Start Syndications
Fuji Xerox Business Centre Sunshine Coast
Garrards Pty Ltd
Glass FX
Glovers Concreting Pty Ltd
Go Transit Media Group Pty Ltd
Golden Beach Tavern
GT Print
Haymans Electrical and Data Caloundra
Higgins Coatings
HMR Projects Pty Ltd
Hot 91.1
Hygain Feeds
JLP Fabrication
John Burgess Electrical
K Smith & Son Jewellers
Kia-Ora Tanawha Developments
Love & Partners Chartered Accountants
Maleny Hotel
Mask Events
McGrath Estate Agents
Meredith Kitchens

Monaco Resort
 Montezumas Caloundra
 Multimeat Australia Pty Ltd
 Neil Mansell Concrete
 Nu Trend Quality Homes
 Number One Quality Homes
 Nurture Financial Group
 Ocean Views Resort
 Office National Caloundra
 One Agency Coastal
 One Zero Communications
 Parklands Tavern
 Pelican Motors Service Centre
 Pelican Waters Golf Club
 Perry's Sunshine Coast Event Hire
 PFD Foodservices
 Pitchers Hospitality Services
 Placemat (Kitchenware)
 Platinum Electricians
 ProLiquor
 Q Advertising
 QffS and Prime Foodservice Meats
 Quality Plastic Products
 Race Zone Racing Supplies
 Ross Maclean Fellowship
 Rumba Beach Resort
 Samuel Smith & Son / Yalumba Wines
 SC Falcons
 Scott McMahon Electrical
 Sea Vista Developments Pty Ltd
 Searite Container Repairs Pty Ltd
 Secure Access Pty Ltd
 Secutor Securities Pty Ltd
 Shannon's Refrigeration & Air Conditioning
 Slade Bloodstock Pty Ltd
 Sommer's Fuel Supplies
 Southeast Stainless
 Stanley River Thoroughbreds
 Steve Venn (Century 21 Coastal)
 STO Law, part of the Slater & Gordon Group
 Stripe Pro Signs
 Suncoast Cabs
 Sunshine Coast Daily
 Sunshine Coast Food Services
 Sunshine Coast Truck Centre
 Supaview Security & Sunscreen
 Tensens Group Pty Ltd
 The Compass Institute Inc.
 The Pump House
 Tracknology.com.au
 Troy Trevitt Homes
 Wear in Business
 Workplace Central

MEMBERS' OFFER



**Nominate a New Member
to receive a
\$50 Food/Beverage Voucher.**

Once Membership Application has been received and processed by the
Administration Office , voucher will be sent out.

(conditions apply)



SUNSHINE COAST TURF CLUB INC.

ABN: 22 950 178 141

FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30th JUNE 2016**

INDEX

| <u>Page</u> | <u>Contents</u> |
|--------------------|---|
| 16. | Board of management report |
| 17. | Statement of profit or loss and other comprehensive income |
| 18. | Statement of financial position |
| 19. | Statement of changes in equity |
| 20. | Statement of cash flows |
| 21-29. | Notes to the financial statements |
| 30. | Statement by the board of management |
| 31. | Independent auditor's report |
| 32&33. | Auditor's disclaimer and supporting schedules |

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

BOARD OF MANAGEMENT REPORT FOR THE YEAR ENDED 30 JUNE 2016

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> |
|---|-----------------------------|--|
| Boyce, Peter Gerard OAM | Appointed 3 August 2015 | Chairman |
| Henzell, Mary Jane | | Deputy Chair |
| Wendt, William Frederick Charles (Bill) | | Treasurer |
| Jackson, Donald Stanley (Don) | | Director |
| Schultz, Travis | | Director |
| Shadforth, Antony James (Tony) | Appointed 17 September 2015 | Director |
| Spilsbury, Dr Bernard Renton (Bernie) | | Director |
| Reed, Harry | Resigned 3 August 2015 | Chairman |
| Sullivan, Michael Francis (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: \$208,140

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


Signed: Peter Boyce

Date: 11/9/16

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 2016**

| | Note | This Year \$ | Last Year \$ |
|---|---------|--------------------|--------------------|
| INCOME | | | |
| Bar and catering operations (net) | | 674,077 | 611,789 |
| Distribution from Racing Queensland Ltd | | 1,207,081 | 1,254,480 |
| Other revenue | | 391,236 | 399,342 |
| Public admissions | | 382,859 | 383,403 |
| Sponsorship and signage | | 1,205,105 | 1,270,571 |
| Totalisator commission (net) | | 56,460 | 69,963 |
| Training facility | | 1,247,460 | 1,248,733 |
| Total income | 1(l) | 5,164,278 | 5,238,280 |
| LESS: EXPENSES | | | |
| Auditor's remuneration - audit services | | 13,000 | 15,200 |
| Auditor's remuneration - other | | 10,780 | 9,310 |
| Essential services | | 734,214 | 646,625 |
| Interest and other bank charges | | 4,273 | 3,882 |
| Other expenses | | 1,893,440 | 1,940,949 |
| Payroll related expenditure | | 337,030 | 339,824 |
| Salaries and wages | | 1,524,599 | 1,590,255 |
| Total expenses | | 4,517,335 | 4,546,045 |
| Net profit/(loss) before income tax and non-cash items | | 646,943 | 692,235 |
| ADJUST | | | |
| Depreciation | 1(d) | (240,610) | (237,680) |
| Income tax | 1(a) | 0 | 0 |
| Investment in associate - share of losses | 1(f), 6 | (189,311) | (410,558) |
| Net profit/(loss) on disposal of property, plant and equipment | 1(d) | (8,882) | (41,203) |
| | | (438,803) | (689,441) |
| Net profit/(loss) after income tax and non-cash items | | 208,140 | 2,794 |
| OTHER COMPREHENSIVE INCOME | | | |
| Investment in associate - share of revaluation and sinking fund | 1(f), 6 | 199,815 | 3,795,257 |
| | | 199,815 | 3,795,257 |
| Total comprehensive income for the year after tax | | 407,955 | 3,798,052 |

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 2016**

| | Note | This Year \$ | Last Year \$ |
|---------------------------------------|-------------|-----------------------------|-----------------------------|
| CURRENT ASSETS | | | |
| Cash | 2 | 3,658,048 | 3,541,133 |
| Receivables | 3 | 968,796 | 649,720 |
| Inventories | 4 | 92,294 | 85,076 |
| Other | 5 | 130,815 | 33,381 |
| Total current assets | | <u>4,849,953</u> | <u>4,309,311</u> |
| NON-CURRENT ASSETS | | | |
| Investments in associates | 6 | 6,821,269 | 6,810,764 |
| Property, plant and equipment | 7 | 1,342,436 | 1,440,720 |
| Total non-current assets | | <u>8,163,705</u> | <u>8,251,485</u> |
| Total assets | | <u>13,013,658</u> | <u>12,560,796</u> |
| CURRENT LIABILITIES | | | |
| Payables | 8 | 747,633 | 714,436 |
| Provisions | 9 | 239,822 | 216,355 |
| Total current liabilities | | <u>987,455</u> | <u>930,790</u> |
| NON-CURRENT LIABILITIES | | | |
| Provisions | 9 | 10,141 | 21,897 |
| Total non-current liabilities | | <u>10,141</u> | <u>21,897</u> |
| Total liabilities | | <u>997,596</u> | <u>952,688</u> |
| Net assets surplus/(deficit) | | <u>12,016,063</u> | <u>11,608,108</u> |
| EQUITY | | | |
| Reserves | | 4,655,108 | 4,455,292 |
| Retained profits/(accumulated losses) | | 7,360,955 | 7,152,815 |
| Total equity | | <u>12,016,063</u> | <u>11,608,108</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 2016***Summary of Movements:*

| Retained profits/ accumulated (losses) | Accumulated other comprehensive income (a) | Asset revaluation reserve | Total reserves | Total members' Funds |
|---|---|---------------------------------|----------------|-------------------------|
|---|---|---------------------------------|----------------|-------------------------|

THIS YEAR

| | | | | | |
|---------------------------------------|-----------|-----------|---|-----------|------------|
| Opening balance | 7,152,815 | 4,455,292 | 0 | 4,455,292 | 11,608,108 |
| Current year's profit/(loss) | 208,140 | 0 | 0 | 0 | 208,140 |
| Share of revaluation and sinking fund | 0 | 199,815 | 0 | 199,815 | 199,815 |
| Transfers | 0 | 0 | 0 | 0 | 0 |
| Closing Balance | 7,360,955 | 4,655,108 | 0 | 4,655,108 | 12,016,063 |

LAST YEAR

| | | | | | |
|---------------------------------------|-----------|-----------|---|-----------|------------|
| Opening balance | 7,150,021 | 660,035 | 0 | 660,035 | 7,810,056 |
| Current year's profit/(loss) | 2,794 | 0 | 0 | 0 | 2,794 |
| Share of revaluation and sinking fund | 0 | 3,795,257 | 0 | 3,795,257 | 3,795,257 |
| Transfers | 0 | 0 | 0 | 0 | 0 |
| Closing Balance | 7,152,815 | 4,455,292 | 0 | 4,455,292 | 11,608,108 |

(a) Accumulated other comprehensive income

Represents accumulated movements in fair value adjustments to the association's investment in associate.

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 2016**

| | | This Year \$ | Last Year \$ |
|---|---------------------|-----------------------------|-----------------------------|
| SUMMARY OF CASH FLOWS FROM: | | | |
| OPERATING ACTIVITIES | | | |
| Receipts from customers | | 6,987,454 | 7,346,290 |
| Interest received | | 104,400 | 108,038 |
| Payments to suppliers and employees | | (6,823,730) | (7,323,036) |
| Net cash surplus/(deficit) | | 268,123 | 131,293 |
| INVESTING ACTIVITIES | | | |
| Proceeds from sale of property, plant and equipment | | 19,132 | 11,183 |
| Payment for property, plant and equipment | 7(a) | (170,340) | (252,567) |
| Net cash surplus/(deficit) | | (151,208) | (241,384) |
| FINANCING ACTIVITIES | | | |
| Repayment of borrowings | | 0 | 0 |
| Net cash surplus/(deficit) | | 0 | 0 |
| Net increase (decrease) in cash held | | 116,915 | (110,091) |
| Cash at beginning of year | | 3,541,133 | 3,651,226 |
| Cash at end of year | 1(j), 2 | 3,658,048 | 3,541,133 |
| RECONCILIATION OF OPERATING CASH FLOW WITH NET PROFIT/(LOSS) | | | |
| Net profit/(loss) from ordinary activities after income tax | | 208,140 | 2,794 |
| <i>Adjust for non-cash items:</i> | | | |
| - Depreciation | 7(a) | 240,610 | 237,680 |
| - Provision | | 11,711 | 5,744 |
| - Share of associate's losses | 6 | 189,311 | 410,558 |
| - Loss/(profit) on disposal of property, plant and equipment | | 8,882 | 41,203 |
| <i>Changes in assets and liabilities:</i> | | | |
| - Receivables | (Increase)/decrease | (319,076) | (31,117) |
| - Prepayments | (Increase)/decrease | (97,434) | 33,867 |
| - Inventories | (Increase)/decrease | (7,217) | 18,206 |
| - Income in advance | Increase/(decrease) | 69,804 | 2,709 |
| - Payables | Increase/(decrease) | (36,608) | (590,352) |
| | | 268,123 | 131,293 |

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 2016

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 not for profit 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.

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

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).

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.

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

9. 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.

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.

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

g. Financial Instruments...continued

(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.

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.

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

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.

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.

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

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.

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. 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.

q. 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 | 22,750 | 350 |
| Cash at Bank (ANZ) | 305,022 | 434,470 |
| Cash at Bank (BOQ) | 10,207 | 10,207 |
| Cash at Bank (Ord Minnett) | 1,435 | 860 |
| Term deposit (BOQ) | 1,038,635 | 1,015,247 |
| Term deposit (MEB) | 250,000 | 250,000 |
| Term deposit (ANZ) | 800,000 | 600,000 |
| Term deposit (Bendigo) | 500,000 | 0 |
| Term deposit (WBC) | 480,000 | 0 |
| Term deposit (AMP) | 250,000 | 0 |
| Term deposit (Suncorp) | 0 | 980,000 |
| Term deposit (NAB) | 0 | 250,000 |
| Total | 3,658,048 | 3,541,133 |

Note:

The effective interest rate on short-term bank deposits was 2.9% (2015: 3.1%).

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

| | This Year \$ | Last Year \$ |
|------------------------------------|--------------------|--------------------|
| 3. Receivables | | |
| Trade debtors | 500,264 | 604,616 |
| Other debtors | 468,532 | 45,104 |
| Less: provision for doubtful debts | 0 | 0 |
| Total | 968,796 | 649,720 |

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 | | 500,264 | 468,532 | 968,796 |
| Past due and impaired | | 0 | 0 | 0 |
| Past due and not impaired | < 30 days | 367,468 | | 367,468 |
| | 31 - 60 days | 33,839 | | 33,839 |
| | 61 - 90 days | 12,937 | | 12,937 |
| | > 90 days | 86,020 | | 86,020 |
| Within initial trade terms | | 0 | 468,532 | 468,532 |
| | | 500,264 | 468,532 | 968,796 |
| <u>Last Year</u> | | | | |
| Gross amount | | 604,616 | 45,104 | 649,720 |
| Past due and impaired | | 0 | 0 | 0 |
| Past due and not impaired | < 30 days | 461,082 | 0 | 461,082 |
| | 31 - 60 days | 82,437 | 0 | 82,437 |
| | 61 - 90 days | 50,583 | 0 | 50,583 |
| | > 90 days | 10,514 | 0 | 10,514 |
| Within initial trade terms | | 0 | 45,104 | 45,104 |
| | | 604,616 | 45,104 | 649,720 |

4. Inventories

| | | |
|--------------------|--------|--------|
| Bar | 81,022 | 74,432 |
| Kiosk and food | 9,995 | 9,844 |
| Grounds - material | 1,276 | 800 |
| Total | 92,294 | 85,076 |

5. Other Assets

| | | |
|-------------|---------|--------|
| Prepayments | 130,815 | 33,381 |
| Total | 130,815 | 33,381 |

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

| | This Year \$ | Last Year \$ |
|--|-----------------------------|-----------------------------|
| 6. <u>Investments in Associates</u> | | |
| 20 Shares - 20% ownership of Sunshine Coast Racing Pty Ltd | 20 | 20 |
| 15.4% ownership of SCRUT | 6,821,249 | 6,810,744 |
| Total | 6,821,269 | 6,810,764 |
| Principal activity - asset ownership | | |
| Country of incorporation - Australia | | |
| Significant influence: | | |
| - Sunshine Coast Racing Pty Ltd acts as trustee for Sunshine Coast Racing Unit Trust (<i>SCRUT</i>). 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 | 6,810,764 | 3,426,065 |
| - New investments during the year | 0 | 0 |
| - Share of associated company's profit/(loss) after income tax | (189,311) | (410,558) |
| - Share of associated company's reserve increments arising during the year | 199,815 | 3,795,257 |
| - Balance at the end of the year | 6,821,269 | 6,810,764 |
| Summarised presentation of assets, liabilities and performance of associates: | \$'000 | \$'000 |
| - Current assets | 2,640 | 2,276 |
| - Non current assets | 44,693 | 45,092 |
| - Total assets | 47,333 | 47,368 |
| - Current liabilities | 269 | 200 |
| - Non current liabilities | 2,770 | 2,943 |
| - Total liabilities | 3,039 | 3,143 |
| - Net assets | 44,294 | 44,225 |
| - Revenues | 452 | 389 |
| - Net profit/(loss) after income tax of associates | (1,206) | (2,666) |
| 7. <u>Property, Plant and Equipment</u> | | |
| Plant and equipment at cost | 2,447,153 | 2,352,082 |
| Less: accumulated depreciation | 1,104,717 | 911,362 |
| Total | 1,342,436 | 1,440,720 |
| (a) Summary of movements: | | |
| Opening balance - WDV | 1,440,720 | 1,478,218 |
| Additions | 170,340 | 252,567 |
| Disposals | (28,014) | (52,385) |
| Depreciation | (240,610) | (237,680) |
| Closing balance - WDV | 1,342,436 | 1,440,720 |
| 8. <u>Payables</u> | | |
| Trade creditors | 314,997 | 431,359 |
| Accrued charges | 210,034 | 130,280 |
| Income in advance | 222,602 | 152,797 |
| Total | 747,633 | 714,436 |
| 9. <u>Provisions</u> | | |
| <i>Current:</i> | | |
| Annual leave | 136,331 | 135,419 |
| Long service leave | 103,491 | 80,936 |
| | 239,822 | 216,355 |
| <i>Non-Current:</i> | | |
| Long service leave | 10,141 | 21,897 |
| | 10,141 | 21,897 |
| Total | 249,963 | 238,252 |

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

| This Year \$ | Last Year \$ |
|-----------------------------|-----------------------------|
|-----------------------------|-----------------------------|

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 | 214,632 | 219,465 |
| - other long-term benefits | 61,655 | 58,406 |
| Total | 276,287 | 277,871 |

(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.

| | | |
|--|--------|--------|
| - Dr B Spilsbury (medical services) | 26,180 | 25,025 |
| - Butler McDermott Lawyers - Peter Boyce | 3,661 | 0 |
| Total | 29,841 | 25,025 |

(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 outgoing payments

| | | |
|--|-------|-------|
| - less than one year | 1,561 | 1,561 |
| - greater than one year less than five years | 219 | 1,779 |
| - greater than five years | 65 | 66 |
| Total | 1,845 | 3,406 |

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.

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 the association.

14. Contact Details

Registered office

Sunshine Coast Turf Club Inc
170 Pierce Ave
CALOUNDRA QLD 4551

Principal place of business

PO Box 302 Caloundra Qld 4551
T: (07) 5491 6788
W: www.sctc.com.au

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**STATEMENT BY THE BOARD OF MANAGEMENT
FOR THE YEAR ENDED 30 JUNE 2016**

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 2016 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: Peter Boyce

Date:


11/9/16



Love & Partners

REGISTERED COMPANY AUDITORS

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 30 JUNE 2016

To: The members of Sunshine Coast Turf Club Inc

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 2016, 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 2016 and of its performance for the year ended on that date; and
- ii complying with Australian Accounting Standards.

Love & Partners
Love & Partners

Date: 11/9/16


Brett J Buntain
Director – Audit & Assurance
RCA No. 213172

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...benefit from our experience...

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Liability limited by a scheme approved under Professional Standards Legislation

CORPORATE INFORMATION
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ABN: 30 125 237 229
Authorised Audit Company Number: 313440
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 2016. 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

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

SUPPORTING SCHEDULES FOR THE YEAR ENDED 30 JUNE 2016

| | This Year \$ | Last Year \$ |
|---|-----------------------------|-----------------------------|
| INCOME: | | |
| BAR AND CATERING TRADING | | |
| Sales | 2,012,846 | 1,986,256 |
| Less: cost of goods sold | 656,053 | 670,117 |
| Gross Profit | 1,356,793 | 1,316,139 |
| GPR % | 67.4% | 66.3% |
| Less: direct costs | 682,717 | 704,350 |
| Net Profit | 674,077 | 611,789 |
| NPR % | 33.5% | 30.8% |
| OTHER REVENUE | | |
| Bookmaker fielding fees and turnover levies | 24,373 | 28,952 |
| Interest received | 104,400 | 108,038 |
| Membership subscriptions | 112,026 | 116,198 |
| Race book sales and advertising | 45,843 | 41,248 |
| Sundry revenue | 16,478 | 18,138 |
| Various rentals | 88,117 | 86,768 |
| Total | 391,236 | 399,342 |
| TOTALISATOR TRADING | | |
| Gross commission Unitab | 223,303 | 238,631 |
| Outside tote management fees | 10,547 | 8,978 |
| | 233,850 | 247,609 |
| Less: expenses | | |
| Equipment rental | 2,369 | 2,209 |
| Other | 435 | 1,029 |
| Repairs and maintenance | 4,664 | 1,511 |
| Stationery | 2,850 | 1,875 |
| Wages | 167,072 | 171,022 |
| | 177,390 | 177,646 |
| Net Profit | 56,460 | 69,963 |
| NPR % | 24.1% | 28.3% |

SUNSHINE COAST TURF CLUB INC

ABN: 22 950 178 141

**SUPPORTING SCHEDULES
FOR THE YEAR ENDED 30 JUNE 2016**

| | This Year \$ | Last Year \$ |
|---|-----------------------------|-----------------------------|
| EXPENDITURE: | | |
| ESSENTIAL SERVICES | | |
| Electricity | 293,292 | 212,961 |
| Fire services | 8,619 | 6,496 |
| Insurances | 138,948 | 154,177 |
| Legal fees | 2,568 | 676 |
| Lease outgoings and rates | 185,268 | 156,394 |
| Security services | 80,821 | 88,611 |
| Telephone | 24,698 | 27,309 |
| Total | <u>734,214</u> | <u>646,625</u> |
| OTHER EXPENSES | | |
| Administration | 128,722 | 125,654 |
| Advertising and promotion | 194,149 | 193,841 |
| Committee expenses | 22,846 | 40,521 |
| Donations | 9,498 | 9,835 |
| Minor asset purchases | 114,510 | 90,028 |
| Race day trophies | 14,846 | 51,860 |
| Race book expenditure | 80,175 | 88,347 |
| Race day expenses | 447,314 | 446,658 |
| Racecourse maintenance | 500,139 | 521,137 |
| Stable complex expenses | <u>381,241</u> | <u>373,069</u> |
| | <u>1,893,440</u> | <u>1,940,949</u> |
| PAYROLL RELATED EXPENDITURE | | |
| Annual leave, long service leave and sick leave | 11,711 | 7,495 |
| Fringe benefits tax | 11,537 | 6,355 |
| Payroll tax | 36,895 | 52,709 |
| Salary sacrifice expenditure | 3,859 | 3,409 |
| Superannuation | 206,159 | 209,996 |
| Workcover insurance | <u>66,870</u> | <u>59,860</u> |
| Total | <u>337,030</u> | <u>339,824</u> |

Sunshine Coast Turf Club Inc.



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Caloundra Qld 4551

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