

**FORTY-SECOND**

*Annual Report*







# FORTY-SECOND ANNUAL REPORT 2022-2023

## SUNSHINE COAST TURF CLUB

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## BOARD OF MANAGEMENT



Left to Right: Tony Shadforth, Scott Armstrong, Dr Bernie Spilsbury, Peter Boyce OAM (Chairman), Mary Henzell (Deputy Chair), Travis Schultz, John Miller (CEO), Bill Wendt (Treasurer)

# 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 30 June 2023.

The Club has recorded an EBITDA result of \$1,377,224 on the back of some excellent race meetings with strong hospitality sales.

## SCRUT

In what is a most significant milestone for the Club, we have reached an agreement with Racing Queensland in August 2023 to acquire 100% ownership of SCRUT.

For the first time the Club now has complete ownership of all land and facilities. Together with the fact that the Club is debt free, this is a very exciting time for the Club as we continue with our master planning of the precinct.

## PROJECTS

Following the successful completion of the Track Upgrade Project which included the installation of the Polytrack back in 2022, I am excited to report on the new projects, including the completion of the new Stable Complex and further facility upgrade projects.

The Stable Project has provided an additional four (4) stable barns suitable for 128 horses built adjacent to the existing stables. This \$7.5 million project in conjunction with Racing Queensland, of which the Club contributed \$4 million, increases horse numbers trained on site to approximately 550.

A refurbishment of the current Members Bar & Bistro was completed with a new kitchen being installed, together with new furniture for both inside and outside on the Members Terrace.

Three new Venues - The Glasshouse positioned on the Members Terrace was completed in late June 2023 suitable for 40-50 people, replacing the Marquee structure. The Parade Ring Terrace saw the construction of a new Bar and Food Outlet and new furniture to create a unique outdoor space for enjoying the racing.

The other Venue is the Chairman's Club (which is situated in the old Committee Room). This exclusive area was used for the first time on Caloundra Cup Day by Chairman's Club businesses and has been designed to provide an upmarket corporate facility for these businesses to network and entertain guests.

A significant upgrade modernising all the existing facilities to the Jockeys Room was also completed; providing the female jockeys with more space and modernisation of all the existing amenities.

Construction on the installation of a new lift on the outside of the Members Building to access the Atrium Bar will be completed in early September, which is a much-needed addition to this area.

## 2023-2024 RACE DATE ALLOCATION

The Club has the following race meetings scheduled for the 2023-2024 Season: 43 Sundays, 3 Saturday Metros, 15 Friday Nights, 1 Friday Twilight, 1 Wednesday, 1 Tuesday (Boxing Day Holiday), along with Melbourne Cup Day and Ladies Oaks Twilight. Total of 66 race meetings.

## IN MEMORY

It is with sadness we record the passing of the following Members, whom we have been made aware of during the year:

- Michael (Mick) Mair (Life Member)
- John Bagley (Foundation/Gold Member)
- Shirley Nunquam (Gold Member)
- Gavin Roberts (Foundation/Gold Member)
- Gavin D Smith (Gold Member)
- Anna-Maria Bracco
- Kay Dent
- Laurie Field
- Michael Griffiths
- Michael Mitchell
- Kathy Moffat
- Keith Moffat

To all of the above's families and friends, and to other Members who have suffered bereavement, we extend our sincere condolences.

## BOARD OF MANAGEMENT 2023-2024

In accordance with the Constitution and Rules of the Sunshine Coast Turf Club, the following four Members of the Board of Management retire by rotation and being eligible for re-election, have nominated accordingly: Peter Boyce, William (Bill) Wendt, Scott Armstrong and Antony (Tony) Shadforth.



# SUNSHINE COAST TURF CLUB

## APPRECIATION

Thank you to our Board Members again, in what has been a busy and successful year.

The works completed this year are exceptional and present our facilities as a first-class racing and entertainment facility.

Our racing also goes from strength to strength. Our Caloundra Cup Day saw very good fields and for the first time our three (3) Feature races with prizemoney of \$300,000. Betting turnover was a record for us on this meeting.

Each year I make a point of specifically thanking John Miller for his work and dedication.

This year we have achieved so much. John is responsible for the new ideas which turned into new facilities for Members and patrons. His dedication to our Club can be seen and witnessed each day. We are very fortunate to have a CEO of such high quality and foresight.

We still have much to do.

The Master Plan for the whole of our facility is taking place. It will take some time to complete.

Thank you to Murray Weeding again for all his work and dedication. Murray's work each year enables us to be regarded as the best track in Queensland.

To all other staff who ably support John, thank you.

We have had a great year and I am very much looking forward to the coming year.



Peter Boyce OAM,  
Chairman



# CHIEF EXECUTIVE'S REPORT



Dear Members,

2022/23 was a successful year for the Club with some significant facility developments along with delivering another high quality Racing Season for the Club that conducts the most race meetings on the one turf track anywhere in the world.

One of the major highlights for the year was joining with TAB to secure a new five year sponsorship deal that creates a strong partnership to introduce new initiatives for Members and Guests on course and further leverage our strong racing program. I acknowledge and thank TAB for partnering with us and I look forward to working with them over coming years.

We have continued to invest in and improve the facilities and hospitality outlets on course and now over the past five years we have completely renovated and upgraded all Member facilities. These improvements provide great opportunities for the Club to deliver improved hospitality and raceday experiences as part of our ongoing strategy.

## MEMBERSHIP

The Club had 2,350 Full Voting Members for the Season and, together with other categories of Membership including Sunny Coast passes and Day Pass membership, we had a total of 3,902 ticket holders.

## RACING

A total of 70 race meetings were conducted during the year, providing \$18.6 million in prizemoney and generating approximately \$620 million in wagering turnover.

The Club is committed to growing our Feature Saturday metropolitan meetings and in 2022 the Club invested its own money in partnership with Racing Queensland to increase prizemoney for the Caloundra Cup to \$300,000

The recent 2023 event saw the Double R Group Winx Guineas and the TAB Glasshouse also run for \$300,000 on the back of Club funded prizemoney increases.

Feature race winners for the year:

- 2022 Coastal Vehicle Solutions Caloundra Cup – Le Don De Vie
- 2022 TAB Glasshouse Handicap – Le Gai Soleil
- 2022 Double R Group Winx Guineas – Majestic Colour
- 2022 Travis Schultz & Partners Mooloolaba Cup – Hail Manhattan
- 2023 Coastline BMW Sunshine Coast Cup – Chaillot.

We were fortunate to work with the Gold Coast Turf Club in hosting their Hollindale Stakes meeting in May, due to the ongoing track renovations at the Gold Coast. Feature races won by Zaaki and Yellow Brick were the highlights of a great day's racing.

The Club continues to invest in the racing and training facilities on course and the completion of the new Stable facilities now has 384 stable boxes managed on course with approximately 550 horses in work at the track. With horse numbers increasing, we are currently undertaking a feasibility study with Racing Queensland about an additional horse tunnel for track access.





# SUNSHINE COAST TURF CLUB

## SPONSORS

Our corporate support continues to grow and with new venues coming on board, there are a variety of options for sponsors to entertain guests on raceday.

The ever popular 100 Club sold out again and the annual Gala was held on Friday 25 August 2023. Congratulations to Wishlist, winning naming rights to the 2024 Caloundra Cup race.

Thank you to all our sponsors (who are listed over the page) for supporting the Club throughout the year and welcome to all new sponsors.

## APPRECIATION

Firstly, thank you to all of our Members that support the Club and enjoy our racing and events. Significant improvements have been made to the facilities and hospitality offerings on course in recent years and this will continue as we envisage further membership growth in years to come.

Our staff do an amazing job presenting close to seventy (70) race meetings a year and I am lucky to lead a talented team of staff that are passionate about the Club and continually improving the experience for our Members and Guests.

I acknowledge our senior managers Murray Weeding (Racecourse & Facilities), Marcin Niepostyn (Finance), Taryn Delaney (Marketing & Events), Graham Watterston (Sales & Business Development), Andy Smith (Raceday Operations) and Brett Truloff (Executive Chef) along with all our permanent and casual staff that make this such a great Club.

I would like to thank the Board for supporting management and staff in driving business growth and in particular, the significant facility upgrades in recent years.

Thanks to our Media partners, local Council and tourism bodies that support our Club throughout the year.

Thank you to Racing Queensland, QRIC staff and officials for their support during the Season. I also acknowledge the strong working relationship we have with the other Queensland Race Clubs.

We are very lucky to have great support from Trainers, Owners and Jockeys to continue to deliver first class racing in the area. I thank all our participants for racing at the Sunshine Coast during the Season.



John Miller,  
Chief Executive



## STATISTICAL INFORMATION



2023

2022

2021

2020

### Race Meetings

Sunday	42	41	40	30
Friday	18	20	19	21
Saturday	4	7	4	3
Monday to Thursday	6	10	3	14
<b>Total</b>	<b>70</b>	<b>78</b>	<b>66</b>	<b>68</b>

### Racing

Races	544	590	493	498
Starters	5,251	5,371	4,530	4,861
Average starters per race	9.65	9.10	9.19	9.76

### Membership

Full	2,085	2,151	2,052	1,580
Corporate	126	122	108	61
100 Club	100	100	100	100
Gold	25	31	32	25
Life	12	14	14	12
Honorary	2	2	2	2
<b>Total</b>	<b>2,350</b>	<b>2,420</b>	<b>2,308</b>	<b>1,780</b>

### Attendance

Annual racing attendance	77,132	68,542	72,477	48,435
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### Prize Money (\$'000)

Prize money paid	18,602	17,118	13,538	13,172
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### Wagering (\$'000)

Oncourse totalisator	5,604	4,808	4,848	4,421
Total turnover	616,115	668,638	544,301	448,765

### Financial Result (\$'000)

Revenue	14,459	10,362	9,591	8,353
Surplus / (deficit)	2,417	476	1,161	789
Capital expenditure	8,815	632	418	386







## PREMIERSHIP DETAILS

### RACING

#### Dunlop Super Dealer Caloundra 2022-2023 SCTC Premiership Awards

SEASON 1 AUGUST 2022 – 31 JULY 2023

The Club would like to acknowledge the following recipients of the SCTC Trainers & Jockeys Premiership Awards.

#### TRAINERS PREMIERSHIP

1st	Stuart Kendrick	51.5
2nd	Tony Gollan	27
3rd	Robert Heathcote	25

Congratulations to Trainer, Stuart Kendrick. This is Stuart's 10th straight Premiership Season win at Caloundra. Stuart also placed second – 38.5 times and third – 45.

#### JOCKEYS PREMIERSHIP

1st	James Orman	64
2nd	Ben Thompson	48
3rd	Ryan Maloney	39

Congratulations to Jockey, James Orman on winning the 2022/23 SCTC Jockey's Premiership. This is James' third premiership win at Caloundra. James also placed second – 43 times and third – 33 times.

### APPRENTICE JOCKEYS PREMIERSHIP

1st	Jaden Lloyd	17
2nd	Bailey Wheeler	13
3rd	Jasmine Cornish	12

Congratulations to Apprentice, Jaden Lloyd on taking out the Lianne Crook Memorial Shield as the 2022/23 SCTC Apprentice of the Year. Jaden is apprentice to Steven O'Dea & Matthew Hoysted (Brisbane).

Congratulations to the three top achievers for 2022/23 Season.

The Club wishes them all the best in the 2023/24 Season.





# MAJOR SPONSORS

## SPONSORS

Thank you to all Club Sponsors.

### MAJOR SPONSORS

Access Insulation Sunshine Coast  
Barrier Reef Pools  
Butler McDermott Lawyers  
Coastline BMW  
Coca Cola Europacific Partners Australia  
Double R Group  
Higgins Coatings  
Liebke Builders  
Lion Australia (XXXX)  
Maeva Hospitality (Sunshine Coast Hotels)  
Martin Collins Australia  
Samuel Smith & Son / Yalumba Wines  
TAB  
Wimmers Premium Soft Drinks



### RACEDAY / GENERAL SPONSORS

91.1 Hot FM  
92.7 Mix FM  
Ads on Wheels  
Allchin Airconditioning & Refrigeration  
Alex Surf Club & Falcons  
Archers  
Blue Hope Charity (Variety QLD)  
Caloundra Arts Centre Association  
CLO Studios  
CMBM Facility Services  
Coastal Vehicle Solutions  
Contract Hydraulics  
Cosy Pet Beds  
Currimundi Special School  
Darren Roll  
DC Render  
Define Property Agents  
Diageo Australia  
ELITE Lifestyle Properties  
endED  
Fincierge  
Guide Dogs QLD  
Golden Beach State School  
Henzell Property Group  
High Tea by the Sea  
Innovative Planning Solutions  
JD Constructions  
Kawana Park Eagles JAFc  
Kendrick Racing  
Landsborough Hotel  
Maroochydore SLSC  
Noosa Ray White Dolphins  
Past Roos Geoff Drummond Memorial  
PFD Food Services  
Rice Boi  
Reed Racing  
Robilliard Building & Design  
Sky Racing  
Sum Yung Guys  
Sunshine Coast Business Centre  
Travis Schultz & Partners  
The Surf Club Mooloolaba  
The Wharf Mooloolaba  
Walk With Me  
Young Veterans

### PHOTOGRAPHY CREDITS

BSPN Architecture  
GAZi Photography  
Trackside Photography  
Racing QLD

# 100 CLUB 2023

The success of the Sunshine Coast Turf Club would not be possible without the support of Sponsors of the 100 Club. Sincere appreciation is extended to all 100 Club Sponsors for their assistance, generosity and support.

## 91.1 Hot FM

Access Insulation Sunshine Coast

All Aspect Spraying

All Fencing Sunshine Coast

Allchin Airconditioning & Refrigeration

Bathersby Legal

Battery Wise Sunshine Coast

Blake Machinery Group

Bold Design Kitchens

BOSS Building Maintenance

BRJ Accountants & Business Advisors

Butler McDermott Lawyers

Catanach's Jewellers

Cellar Maintenance Australia

Chaps Menswear

Clayton's Towing Service

CMBM Facility Services

Coast 2 Coast Earthmoving

Coastal Style Constructions

Coastal Vehicle Solutions

Coastline BMW

Commercial Asset Maintenance

Contract Hydraulics

Cosy Pet Beds

Creative Stone

Customised Car Finance

Dicky Beach Surf Club

Digital Vision Direct

Double R Thoroughbreds

Fincierge

Fiorente Advisory

Flying Start Syndications

Garrards Horse and Hound

GoTransit Media Group

Grambower Concrete Constructions

## GT Print

Haymans Electrical, Data & Aircon - Caloundra

Headland Glass

Higgins Coatings

IAT Transport

I Love Turf

Integral Construction

Jack Bruce Racing

K Smith & Son Jewellers

Kaboom Concrete Pumping

Kendrick Racing

Kevlacat Power Boats Australia

Kook Digital Marketing

Lakeside Glass & Aluminium

Landsborough Hotel

Liebke Builders

Love & Partners Chartered Accountants

Maeva Hospitality

Maleny Hotel

Martin Collins Australia

McGarry Equine Veterinary Services

Megalec

Mercure Sunshine Coast Kawana Waters

Mornington Investments Queensland

Neil Mansell Concrete

Oceanview Helicopters

Paddy Walsh Painting & Solid Plastering

Pelican Motors Service Centre

Pelican Waters Golf Club

Perry's Sunshine Coast Event Hire

PFD Food Services

Pickering Bookkeeping & Accounting Services

## Pierce Avenue Lodge

Pitchers Hospitality Supplies

ProLiquor

Race Zone Racing Supplies

Resi Homes

Ross Maclean Fellowship

Rumba Beach Resort

Samuel Smith & Son / Yalumba Wines

Scott McMahon Electrical

Secure Access

Sommer's Fuel Supplies

Southeast Stainless

Southern Cross Austereo

Stanley River Thoroughbreds

Suncoast Cabs

Sunny Media

Sunshine Coast Business Solutions

Sunshine Coast Daily

Sunshine Coast Equine Veterinary Clinic

Sunshine Coast Flooring Xtra

Symons Laxon Racing

TAB

Tensens

The Branding Office

The Pump House

Travis Schultz & Partners

Tyzac Vacuum Excavation

Vili's Family Bakery

Wealth Directions

Widewood Transport

Wild Horse Turf

Wishlist

Young Veterans Sunshine Coast



# FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## DIRECTORS' REPORT

Your Board of Management present this report on the Sunshine Coast Turf Club Inc. ("the Club") for the financial year ended 30 June 2023.

## DIRECTORS

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

NAME	POSITION HELD
Peter Gerard Boyce OAM	Chairman
Mary Jane Henzell	Deputy Chair
William (Bill) Frederick Charles Wendt	Treasurer
Scott Donald Armstrong	Director
Travis Schultz	Director
Antony (Tony) James Shadforth	Director
Dr Bernard (Bernie) Renton Spilsbury	Director
John Gerard Miller	Secretary and Chief Executive (Non-Voting)

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

## PRINCIPAL ACTIVITIES

- 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.
- For the furtherance of the last mentioned object, to encourage horse racing by the promotion of race meetings and the giving of prizes, stakes, and rewards for horse races.
- To all such things that are incidental or conducive to the attainment of such objects.
- The Club shall be non-proprietary and the payment of any dividends to the members of the Club prohibited; all takings, receipts, profits or gains shall be used for the above object except with the approval of the Minister responsible for the Racing and Betting Act 1980.

## OPERATING RESULT

During the year, the Club continued to engage in its principal activities, the results of which are disclosed in the attached financial statements.

The net surplus/(deficit) after providing for income tax for the 2023 financial year was: \$2,416,944

## STRATEGIC OBJECTIVES

### CLUB & VENUE

- Investment in the venue to deliver premium racing and hospitality experiences whilst exploring new development opportunities to unlock future revenue streams.

### HOSPITALITY

- Set the standard for premium hospitality facilities and services on the Sunshine Coast with unique customer experiences.

### MEMBERSHIP

- Continue to grow all forms of membership and increase opportunities that engage with the whole community and offer a variety of unique benefits including memorable raceday experiences.

### SPONSORSHIP

- Develop new opportunities that connect the fans with sponsors and create strong partnerships that drive commercial returns for both the Club and sponsor.

### RACING & WAGERING

- Deliver metropolitan standard racing and support local trainers with quality facilities and resources to achieve success.

### MASTER PLANNING

- Embark on a property Master Plan that secures long term diversified non-racing income streams.

## INFORMATION ON DIRECTORS

### Peter Boyce OAM

#### CHAIRMAN

- SCTC Member since 1986.
- Joined SCTC Board in December 2008 (2013-2015 Racing Queensland Advisory Board).
- Solicitor of the Supreme Court of Queensland – admitted in February 1977.
- Partner of Butler McDermott Lawyers from 1 June 1977 to 10 November 2021 and then as a Director until 30 June 2022. Retired April 2023. Currently acting as a Consultant.
- Former Chairman of Wishlist and Board Member of Daniel Morcombe Foundation.
- Peter has been involved in many interesting cases in his profession, none the least of which is the inquest in respect of the disappearance of Daniel Morcombe. The Inquest ultimately led to the arrest of Brett Peter Cowan where he was found guilty of Daniel's murder.
- Peter was the inaugural Chairman of the Nambour Rugby League Club, Chairman of the Sunshine Coast Gympie Rugby League, Treasurer of Wide Bay Rugby League and the inaugural Chairman of Sunshine Coast Sea Eagles who won the Intrust Premiership in its inaugural year.

### Mary Henzell

#### DEPUTY CHAIR

- Life Member SCTC.
- Member since 1997.
- Joined Board in September 1998.
- Mary currently operates a cattle property in Kilcoy and is still involved with her family development of Pelican Waters.
- Mary currently owns a number of horses in work at the Track and a couple in Melbourne.
- Mary is a Foundation Member of the Caloundra Zonta Club and supports the Caloundra Art Gallery and the University of the Sunshine Coast.

# FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## Bill Wendt

### TREASURER

- Life Member SCTC.
- Member since 1994.
- Joined Board in June 2001.
- 40 years company director experience on a variety of company boards.
- Retired Senior Business Executive and Management Consultant.
- Master of Business Administration Degree.
- Fellow Australian Institute of Company Directors.

## Scott Armstrong

### DIRECTOR

- Member since 2012.
- Joined Board in February 2019.
- Managing Director, Sunshine Coast Hotels Pty Ltd
- Board Positions – Vice President Queensland Hotels Association; Board Member Australian Hotels Association & Independent Brands Australia (IBA) Queensland.
- Community – Chamber of Commerce – Caloundra & Kawana.
- Ownership interests in a number of horses trained on the Sunshine Coast.

## Travis Schultz

### DIRECTOR

- Member since 2004.
- Joined Board in June 2013.
- Managing Partner of Travis Schultz and Partners – a Queensland based law firm, with offices from the Gold Coast to Cairns.
- Travis has had a long association with the horse racing industry, having acted for many participants in a professional capacity, as well as having raced dozens of horses over the last 20 years.
- Travis is heavily involved in the community, having served on a number of Boards including, the Queensland Law Society, as Deputy Chair of Matthew Flinders Anglican College, Chair of the Matthew Flinders Foundation, and working with a range of Charity Organisations and committees.
- Travis remains a Member of the Board of LifeFlight Foundation and actively involved in organising community and charity events, across the Sunshine Coast and Brisbane.

## Tony Shadforth

### DIRECTOR

- Member since 2007.
- Joined Board in September 2015.
- President of Shadcon building exceptional homes and commercial buildings on the Sunshine Coast for over 30 years.
- Chairman of the Housing Industry Australia, Sunshine Coast Branch and an active participant in industry forums and 'think tanks'.
- Tony is actively involved in both the Housing Industry Australia (HIA) and the Master Builders Association where he works to help create better systems and competencies across the industry.
- Actively involved in the hospitality sector as the shareholder and director of three successful hotels.

## Dr Bernie Spilsbury

### DIRECTOR

- Life Member SCTC.
- Member since 1996.
- Joined Board on 17 September 2000.
- Graduated from Queensland Medical School in 1978.
- SCTC Racecourse doctor since 1986.
- Chair of the SCTC Trainers Sub-Committee since January 2014.
- Lives in Maleny at his property "Greystone" where he runs beef cattle, and in the past has bred racehorses.
- Interested in horse racing due initially to his father's influence whilst growing up, lived within walking distance of Eagle Farm and Doomben, a journey which he travelled many, many times.

## MEETINGS OF DIRECTORS

During the financial year, ten General Meetings of Directors were held. Attendances by each Director were as follows:

	General Meetings		Sub-Committee Meetings	
	ELIGIBLE	ATTENDED	ELIGIBLE	ATTENDED
Peter Gerard Boyce OAM	10	9	1	1
Mary Jane Henzell	10	8	1	1
William (Bill) Frederick Charles Wendt	10	8	-	-
Scott Donald Armstrong	10	8	1	1
Travis Schultz	10	6	-	-
Antony (Tony) James Shadforth	10	8	2	1
Dr Bernard (Bernie) Renton Spilsbury	10	9	2	2



# STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

	Note	2023 \$	2022 \$
<b>REVENUE</b>			
Bar, catering & merchandise sales	2	3,406,278	2,962,403
Events & entertainment		432,975	95,591
Membership subscriptions		306,604	294,267
Public admissions		445,966	347,367
Racing Queensland distribution		2,499,347	2,420,343
Sponsorship & media rights		3,177,804	2,593,137
Stabling and training fees		1,520,313	1,299,551
Totalisator commission	2	147,534	131,196
Non-operating revenue	2	2,521,728	218,117
<b>Total revenue</b>		<b>14,458,549</b>	<b>10,361,972</b>
<b>EXPENSES</b>			
Administration costs		(194,075)	(153,617)
Essential services	3	(1,131,162)	(976,905)
Hospitality costs		(2,340,411)	(2,090,479)
Labour & oncosts	3	(3,434,750)	(3,327,435)
Maintenance of track & facilities		(1,218,277)	(691,693)
Marketing		(315,791)	(261,899)
Racing expenses	3	(1,614,685)	(932,147)
Stable expenses		(568,413)	(514,815)
Totalisator direct costs		(203,561)	(185,891)
Other expense		(207,589)	(151,212)
<b>Total expenses</b>		<b>(11,228,714)</b>	<b>(9,286,093)</b>
<b>Surplus / (deficit) before income tax and non-cash items</b>		<b>3,229,835</b>	<b>1,075,879</b>
<b>INCOME TAX AND NON-CASH ITEMS</b>			
Depreciation	8	(378,747)	(317,429)
Net profit/(loss) on disposal of property, plant and equipment		52,217	-
Investment in associate – share of surplus / (deficit)	7	(486,361)	(282,058)
Income tax expense	1(k)	-	-
<b>Net current year surplus</b>		<b>2,416,944</b>	<b>476,392</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Investment in associate – share of net assets	7	837,428	1,020,186
Total other comprehensive income/(loss) for the year		837,428	1,020,186
<b>Total comprehensive income for the year</b>		<b>3,254,372</b>	<b>1,496,578</b>

The accompanying notes form part of these financial statements.

# STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
<b><u>CURRENT ASSETS</u></b>			
Cash & cash equivalents	4	3,244,699	10,698,401
Trade & other receivables	5	1,796,164	1,026,174
Inventories	6	249,806	229,991
Prepayments		75,419	89,685
<b>Total current assets</b>		<b>5,366,088</b>	<b>12,044,251</b>
<b><u>NON-CURRENT ASSETS</u></b>			
Investment in associates	7	11,792,704	11,441,637
Property, plant & equipment	8	10,991,442	2,589,773
<b>Total non-current assets</b>		<b>22,784,146</b>	<b>14,031,410</b>
<b>Total assets</b>		<b>28,150,234</b>	<b>26,075,661</b>
<b>LIABILITIES</b>			
<b><u>CURRENT LIABILITIES</u></b>			
Trade & other payables	9	2,004,157	1,366,473
Income in advance	10	1,093,474	663,101
Employee benefits	11	380,650	357,582
Contract liabilities		131,137	2,049,398
<b>Total current liabilities</b>		<b>3,609,418</b>	<b>4,436,554</b>
<b><u>NON-CURRENT LIABILITIES</u></b>			
Income in advance	10	1,562,500	1,875,000
Employee benefits	11	51,983	92,146
<b>Total non-current liabilities</b>		<b>1,614,483</b>	<b>1,967,146</b>
<b>Total liabilities</b>		<b>5,223,901</b>	<b>6,403,700</b>
<b><u>NET ASSETS</u></b>		<b>22,926,333</b>	<b>19,671,961</b>
<b>EQUITY</b>			
Retained surplus		12,671,665	10,254,721
Reserves	20	10,254,668	9,417,240
<b>Total equity</b>		<b>22,926,333</b>	<b>19,671,961</b>

The accompanying notes form part of these financial statements.



# STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

	Note	RETAINED SURPLUS	RESERVES	TOTAL
		\$	\$	\$
Balance at 1 July 2022		10,254,721	9,417,240	19,671,961
Current year's surplus / (deficit)		2,416,944	-	2,416,944
<b>Comprehensive income</b>				
Share of revaluation	20	-	715,838	715,838
<b>Transactions with owners, in their capacity as owners</b>				
Contribution to sinking fund	20	-	121,590	121,590
<b>Balance at 30 June 2023</b>		<b>12,671,665</b>	<b>10,254,668</b>	<b>22,926,333</b>
Balance at 1 July 2021		9,778,329	8,397,054	18,175,383
Current year's surplus / (deficit)		476,392	-	476,392
<b>Comprehensive income</b>				
Share of revaluation	20	-	879,906	879,906
<b>Transactions with owners, in their capacity as owners</b>				
Contribution to sinking fund	20	-	140,280	140,280
<b>Balance at 30 June 2022</b>		<b>10,254,721</b>	<b>9,417,240</b>	<b>19,671,961</b>

The accompanying notes form part of these financial statements.



# STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

	Note	2023 \$	2022 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		13,388,545	16,127,064
Payments to suppliers and employees		(11,282,764)	(10,124,207)
Interest received		50,262	24,884
<b>Net cash generated from operating activities</b>	13	2,156,043	6,027,741
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of property, plant & equipment		87,274	-
Payments for property, plant & equipment		(9,697,019)	(631,676)
Investment in associates		-	(43,027)
<b>Net cash (used in) investing activities</b>		(9,609,745)	(674,703)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings		-	-
<b>Net cash generated by/(used in) financing activities</b>		-	-
<b>Net increase / (decrease) in cash held</b>		(7,453,703)	5,353,038
Cash & cash equivalents at beginning of financial year		10,483,401	5,345,363
Cash & cash equivalents at end of financial year	4	3,244,699	10,698,401

The accompanying notes form part of these financial statements.



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

The financial statements cover Sunshine Coast Turf Club Inc ("the Club") as an individual entity, incorporated in Queensland on 16 September 1988 and operating pursuant to the Associations Incorporation Act (Qld) 1981. The financial statements were authorised for issue on 15 September 2023 by the directors of the Club.

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### BASIS OF PREPARATION

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the Associations Incorporations Act (Qld) 1981. The Club is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. 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 accrual 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 are in Australian Dollars and have been rounded to the nearest dollar.

## ACCOUNTING POLICIES

### a. Revenue and Other Income

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

#### OPERATING GRANTS, DONATIONS AND BEQUESTS

When the Club receives operating grant funding, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15. When both these conditions are satisfied, the Club:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Club:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards;
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Club recognises income in profit or loss when or as it satisfies its obligations under the contract.

### INCOME FROM SALE OF GOODS AND SERVICES

Revenue from the sale of goods (food and beverage) and the sale of services (entertainment, management, betting and sponsorship) is recognised upon the delivery of goods and services to customers. A receivable will be recognised when the goods and services are delivered. The Club's right to consideration is deemed unconditional at this time as only the passage of time is required before payment of that consideration is due. There is no significant financing component because sales are made with credit terms of up to 30 days. Any payment received in advance for the future provision of goods and services is reported as a liability and shown as income in advance on the Club's balance sheet.

### Other Income

#### CONTRIBUTED ASSETS

The Club receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (eg AASB 9, AASB 16, AASB 116 and AASB 138.)

On initial recognition of an asset, the Club recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer).

The Club recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

#### CAPITAL GRANT

When the Club receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The Club recognises income in profit or loss when or as the Club satisfies its obligations under the terms of the grant.

#### INTEREST INCOME

Interest income is recognised using the effective interest method.

### b. Inventories

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



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## c. Property, Plant and Equipment

### PLANT AND EQUIPMENT

Plant and equipment are measured on a cost basis and are 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 the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

### CAPITAL WORK IN PROGRESS

The cost of fixed assets constructed by the Club 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 Club 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 plant and equipment but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Club commencing from the time the asset is held ready 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>DEPRECIATION RATE</u>
Buildings and leasehold improvements	2.5% to 20%
Motor vehicles	12.5% to 25%
Plant and equipment	2.5% to 33.3%

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 or losses are recognised in profit or loss in the period in which they arise. Gains are not classified as revenue. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

## d. Leases

### THE CLUB AS LESSEE

At inception of a contract, the Club assesses if the contract contains or is a lease. If there is a lease

present, a right-of-use asset and a corresponding lease liability is recognised by the Club where the Club is a lessee. However all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an expense on a straight-line basis over the term of the lease.

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

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

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease

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

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

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

### CONCESSIONARY LEASES

For leases that have significantly below-market terms and conditions principally to enable the Club to further its objectives (commonly known as peppercorn/concessionary leases), the Club has adopted the relief under AASB 2019-8 and measures the right of use assets at cost on initial recognition.

### THE CLUB AS LESSOR

The Club leases some rooms in their buildings to external parties.

Upon entering into each contract as a lessor, the Club assesses if the lease is a finance or operating lease. The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

Rental income due under finance leases are recognised as receivables at the amount of the Club's net investment in the leases.

When a contract is determined to include lease and non-lease components, the Club uses the relative stand-alone price to allocate the consideration under the contract to the lease and non-lease components.

## e. Financial Instruments

### INITIAL RECOGNITION AND MEASUREMENT

Financial assets and financial liabilities are recognised when the Club becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the Club commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified as "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain significant financing component or if the practical expedient was applied as specified in AASB 15: Revenue from Contracts with Customers.

### CLASSIFICATION AND SUBSEQUENT MEASUREMENT FINANCIAL LIABILITIES

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit or loss.

A financial liability is measured at fair value through profit or loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3: Business Combinations applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense over in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability is held for trading if it is:

- incurred for the purpose of repurchasing or repaying in the near term;
- part of a portfolio where there is an actual pattern of short-term profit-taking; or
- a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in effective hedging relationships).

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

The change in fair value of the financial liability attributable to changes in the issuer's credit risk is taken to other comprehensive income and is not subsequently reclassified to profit or loss. Instead, it is transferred to retained earnings upon derecognition of the financial liability.

If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses should be taken to profit or loss rather than other comprehensive income.

A financial liability cannot be reclassified.



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## FINANCIAL ASSETS

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss.

Measurement is on the basis of two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset that meets the following conditions is subsequently measured at amortised cost:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset that meets the following conditions is subsequently measured fair value through other comprehensive income:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.

The Club initially designates a financial instrument as measured at fair value through profit or loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as an "accounting mismatch") that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance with the documented risk management or investment strategy and information about the groupings is documented appropriately, so the performance of the financial liability that is part of a group of financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of financial instruments to measure at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

## EQUITY INSTRUMENTS

At initial recognition, as long as the equity instrument is not held for trading or is not a contingent consideration recognised by an acquirer in a business combination to which AASB 3 applies, the Club can make an irrevocable election to measure

any subsequent changes in fair value of the equity instruments in other comprehensive income, while the dividend revenue received on underlying equity instruments investment will still be recognised in profit or loss.

Regular way purchases and sales of financial assets are recognised and derecognised at settlement date in accordance with the Club's accounting policy.

## DERECOGNITION

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

## DERECOGNITION OF FINANCIAL LIABILITIES

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

## DERECOGNITION OF FINANCIAL ASSETS

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred. All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Club no longer controls the asset (i.e. has no practical ability to make unilateral decision to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss. On derecognition of a debt instrument classified as fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investment revaluation reserve is reclassified to profit or loss.

On derecognition of an investment in equity which the Club elected to classify under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investments revaluation reserve is not reclassified to profit or loss, but is transferred to retained earnings.



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## IMPAIRMENT

The Club recognised a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income;
- lease receivables;
- contract assets (eg amount due from customers under construction contracts);
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Club used the following approaches to impairment, as applicable under AASB 9:

- the general approach;
- the simplified approach;
- the purchased or originated credit-impaired approach; and
- low credit risk operational simplification.

## GENERAL APPROACH

Under the general approach, at each reporting period, the Club assesses whether the financial instruments are credit-impaired, and:

- if the credit risk of the financial instrument has increased significantly since initial recognition, the Club measures the loss allowance of the financial instruments at an amount equal to the lifetime expected credit losses; and
- if there is no significant increase in credit risk since initial recognition, the Club measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

## SIMPLIFIED APPROACH

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivables; and
- lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables was used taking into consideration various data to get to an expected credit loss (ie diversity of its customer base, appropriate groupings of its historical loss experience, etc).

## PURCHASED OR ORIGINATED CREDIT-IMPAIRED APPROACH

For financial assets that are considered to be credit-impaired (not on acquisition or originations), the Club measured any change in its lifetime expected credit loss as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss.

Evidence of credit impairment includes:

- significant financial difficulty of the issuer or borrower;
- a breach of contract (eg default or past due event);
- a lender has granted to the borrower a concession, due to the borrower's financial difficulty, that the lender would not otherwise consider;
- the likelihood that the borrower will enter bankruptcy or other financial reorganisation; and
- the disappearance of an active market for the financial asset because of financial difficulties.

## LOW CREDIT RISK OPERATIONAL SIMPLIFICATION APPROACH

If a financial asset is determined to have low credit risk at the initial reporting date, the Club assumed that the credit risk has not increased significantly since initial recognition and, accordingly, can continue to recognise a loss allowance of 12-month expected credit loss.

In order to make such a determination that the financial asset has low credit risk, the Club applied its internal credit risk ratings or other methodologies using a globally comparable definition of low credit risk.

A financial asset is considered to have low credit risk if:

- there is a low risk of default by the borrower;
- the borrower has a strong capacity to meet its contractual cash flow obligations in the near term; and
- adverse changes in economic and business conditions in the longer term, may, but not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

A financial asset is not considered to carry low credit risk merely due to existence of collateral, or because a borrower has a lower risk of default than the risk inherent in the financial assets, or relative to the credit risk of the jurisdiction in which it operates.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## RECOGNITION OF EXPECTED CREDIT LOSSES IN FINANCIAL STATEMENTS

At each reporting date, the Club recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit and loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

For financial assets that are unrecognised (eg loan commitments yet to be drawn, financial guarantees), a provision for loss allowance is created in the statement of financial position to recognise the loss allowance.

## **f. Impairment of Assets**

At the end of each reporting period, the Club reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows – that is, they are specialised assets held for continuing use of their service capacity – the recoverable amounts are expected to be materially the same as fair value.

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

Where an impairment loss on a revalued individual 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.

## **g. Employee Benefits**

### SHORT-TERM EMPLOYEE BENEFITS

Provision is made for the Club's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 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 Club's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position.

### OTHER LONG-TERM EMPLOYEE BENEFITS

The Club classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the Club's obligation for other long-term employee benefits, which 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 market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense. The Club's obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where the Club does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.





# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## RETIREMENT BENEFIT OBLIGATIONS

### *Defined contribution superannuation benefits*

All employees of the Club receive defined contribution superannuation entitlements, for which the Club pays the fixed superannuation guarantee contribution (currently 10.5% of the employee's average ordinary salary) to the employee's superannuation fund of choice. All contributions in respect of employees' defined contribution entitlements are recognised as an expense when they become payable. The Club's obligation with respect to employees' defined contribution entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the Club's statement of financial position.

## **h. Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, cash floats, deposits held at call with banks, and term deposits with original maturities of 12 months or less.

## **i. Trade and Other Debtors**

Trade and other debtors include amounts due from members as well as amounts receivable from customers for goods sold. 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(e) for further discussion on the determination of impairment losses.

## **j. 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.

## **k. Income Tax**

No provision for income tax has been raised as the Club is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

## **l. Investments in Associates**

Associates are entities over which the Club has significant influence through holding, directly or indirectly, 20% or more of the voting power of the Club. 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 Club's share of net assets of the associate entity. In addition, the Club's share of the profit or loss of the associate entity is included in the Club's surplus or deficit.

## **m. Provisions**

Provisions are recognised when the Club 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.

## **n. Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

## **o. Trade 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 Club 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.



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## p. Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements 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 Club.

### KEY ESTIMATES

#### I. Impairment General

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

### KEY JUDGEMENTS

#### I. Performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

#### II. Lease term and Option to Extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgement that the Club will make. The Club determines the likeliness to exercise the options on a lease-by-lease basis looking at various factors such as which assets are strategic and which are key to future strategy of the Club.

#### III. Employee benefits

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. As the Club expects that most employees will not use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows (despite an informal internal policy that requires annual leave to be used within 18 months), the directors believe that obligations for annual leave entitlements satisfy the definition

of other long-term employee benefits and, therefore, are required to be measured at the present value of the expected future payments to be made to employees.

## q. Economic Dependence

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

## r. Fair Value of Assets and Liabilities

The Club 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 Club would receive to sell an asset or would have to pay to transfer a liability in an orderly (ie 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 (ie the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the Club at the end of the reporting period (ie the market that maximises the receipts from the sale of the asset or minimises the payments 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 Club's own equity instruments (if any) may be valued, where there is no observable market price in relation to the transfer of such financial instruments, by reference to observable market information where such 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.



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 2: REVENUE & OTHER INCOME

### HOSPITALITY

Bar, catering & merchandise sales	3,406,278	2,962,301
Cost of goods sold	(1,180,247)	(954,281)
Gross profit	2,226,031	2,008,020
Direct costs	(1,160,164)	(1,135,163)
Profit / (loss)	1,065,867	872,857

### TOTALISATOR

Commission revenue	147,534	131,196
Direct costs	(203,561)	(185,891)
Profit / (loss)	(56,027)	(54,695)

### NON-OPERATING REVENUE

Grants – Sunshine Coast Council	30,000	40,000
Grants – Racing Queensland	2,250,031	-
Interest received	56,798	24,884
Rental income	94,689	89,978
Sundry revenue	90,210	63,255
<b>Total non-operating revenue</b>	<b>2,521,728</b>	<b>218,117</b>

The Club received a capital grant from Racing Queensland to construct the new stabling facilities. As consistent with Note 1, the grant is recognised as income as the Club constructs the facility under AASB 1058. Income is recognised based on the cost incurred to date relative to total expected costs to be incurred as this measure is expected to reflect the Club's progress towards completion.



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 3: EXPENDITURE

### ESSENTIAL SERVICES

Accounting & bookkeeping fees	20,238	32,850
Electricity	394,713	285,949
Fire services	14,514	11,412
Insurances	271,935	241,733
Lease outgoings & rates	281,753	289,164
Security services	106,090	86,285
Telephone & internet	41,919	29,512
<b>Total essential services</b>	<b>1,131,162</b>	<b>976,905</b>

### RACING EXPENSES

Ambulance & practitioner fees	164,921	147,603
Cleaning	139,372	124,230
Entertainment	224,515	62,044
Hire of equipment	228,353	77,742
Race book & form expenses	149,597	137,218
Security expenses	227,112	189,256
Ticketing & online booking costs	16,577	39,796
Sundry	464,238	154,258
<b>Total racing expenses</b>	<b>1,614,685</b>	<b>932,147</b>

### LABOUR & ONCOSTS

Salaries & wages	2,680,277	2,557,885
Superannuation	393,965	349,402
Annual leave expense	14,029	14,783
Long service leave expense / (credit)	(31,124)	31,868
Workers compensation	155,896	181,116
WH&S requirements	10,184	10,648
Payroll tax	189,386	168,082
Fringe benefits tax	22,137	13,651
<b>Total labour &amp; oncosts</b>	<b>3,434,750</b>	<b>3,327,435</b>

## NOTE 4: CASH & CASH EQUIVALENTS

### CURRENT

Cash on hand	50	350
Cash floats	206,500	215,000
Cash at banks	2,288,149	9,183,051
Term deposits	750,000	1,300,000
<b>Total cash &amp; cash equivalents</b>	<b>3,244,699</b>	<b>10,698,401</b>

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The effective interest rate on cash at banks was 0.54% (2022: 1.0%). The effective interest rate on term deposits was 1.86% (2022: 0.22%).

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 5: TRADE & OTHER RECEIVABLES

### CURRENT

Trade receivables	687,083	348,344
Provision for impairment	(8,262)	-
Accrued revenue	808,108	674,278
GST receivable	299,147	-
Other receivable	10,088	3,552
<b>Total current trade &amp; other receivables</b>	<b>1,796,164</b>	<b>1,026,174</b>

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The Club's normal credit term is between 14 and 30 days.

## NOTE 6: INVENTORIES

### CURRENT

At cost:		
Food & beverage	225,968	213,752
Merchandise	18,292	7,245
Other	5,546	8,994
<b>Total inventories</b>	<b>249,806</b>	<b>229,991</b>





# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 7: INVESTMENT IN ASSOCIATES

Sunshine Coast Racing Pty Ltd – 20.0% ownership

Sunshine Coast Racing Unit Trust – 17.8% ownership

### Total investment in associates

	20	20
	11,792,684	11,441,617
18	11,792,704	11,441,637

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 consequently is considered to have a significant influence over SCRUT.

### MOVEMENTS DURING THE YEAR IN EQUITY ACCOUNTED INVESTMENTS IN ASSOCIATES:

Opening balance	11,441,637	10,660,481
Share of associates profit (loss) after income tax	(486,361)	(282,058)
Purchase of additional units in SCRUT & stamp duty	-	43,027
Net share of associated company's reserve movements	837,428	1,020,187
<b>Closing balance</b>	<b>11,792,704</b>	<b>11,441,637</b>

### SUMMARISED PRESENTATION OF ASSETS, LIABILITIES & PERFORMANCE OF ASSOCIATES:

	\$'000	\$'000
Current assets	2,966	2,314
Non-current assets	64,543	63,226
<b>Total assets</b>	<b>67,509</b>	<b>65,540</b>
Current liabilities	1,500	1,503
Non-current liabilities	-	-
<b>Total liabilities</b>	<b>1,500</b>	<b>1,503</b>
<b>Net assets</b>	<b>66,009</b>	<b>64,037</b>
Revenue	156	5,002
<b>Net profit / (loss) after income tax</b>	<b>(2,732)</b>	<b>(1,585)</b>



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note

2023	2022
\$	\$

## NOTE 8: PROPERTY, PLANT & EQUIPMENT

### BUILDINGS & LEASEHOLD IMPROVEMENTS

At cost	299,933	295,133
Accumulated depreciation	(100,547)	(75,881)
<b>Total buildings &amp; leasehold improvements</b>	<b>199,386</b>	<b>219,252</b>

### PLANT & EQUIPMENT

At cost	4,142,499	3,570,029
Accumulated depreciation	(2,096,057)	(1,854,062)
<b>Total plant &amp; equipment</b>	<b>2,046,442</b>	<b>1,715,967</b>

### MOTOR VEHICLES

At cost	331,677	304,743
Accumulated depreciation	(145,169)	(131,702)
<b>Total motor vehicles</b>	<b>186,508</b>	<b>173,041</b>

### CAPITAL WORK IN PROGRESS

Capital work in progress, at cost	8,559,106	481,513
<b>Total property, plant &amp; equipment</b>	<b>10,991,442</b>	<b>2,589,773</b>

### MOVEMENTS IN CARRYING AMOUNTS

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Buildings & leasehold improvements	Plant & Equipment	Motor vehicles	Capital WIP	Total
2023	\$	\$	\$	\$	\$
Opening balance	219,253	1,715,967	173,041	481,512	2,589,773
Additions at cost	4,800	650,989	82,089	8,077,594	8,815,472
Disposals	-	(13,089)	(21,967)	-	(35,056)
Depreciation expense	(24,667)	(307,425)	(46,655)	-	(378,747)
<b>Closing balance</b>	<b>199,386</b>	<b>2,046,442</b>	<b>186,508</b>	<b>8,559,106</b>	<b>10,991,442</b>

### LEASED LAND & BUILDINGS

The Club leases buildings to external parties with rentals payable monthly. These leases are classified as operating leases as they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets.

The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.

2023	Current (< 1 year)	1 to 5 years	5 years and greater	Total
Undiscounted annual lease payments	\$100,509	\$412,478	\$574,078	\$1,087,065

Note

2023	2022
\$	\$

## NOTE 9: TRADE & OTHER PAYABLES

### CURRENT

Trade payables	1,287,134	791,523
Accrued charges	459,152	391,837
Employment costs	257,871	182,567
GST payable	-	546
<b>Total trade &amp; other payables</b>	<b>2,004,157</b>	<b>1,366,473</b>

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# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 10: INCOME IN ADVANCE

### CURRENT

Deferred media rights and unearned sponsorship revenue	820,651	561,980
Hospitality & events	220,842	59,138
Membership fees in advance	51,981	41,983
<b>Total current income in advance</b>	<b>1,093,474</b>	<b>663,101</b>

### NON CURRENT

Deferred media rights and unearned sponsorship revenue	1,562,500	1,875,000
<b>Total income in advance</b>	<b>2,655,974</b>	<b>2,538,101</b>

## NOTE 11: EMPLOYEE BENEFITS

### CURRENT

Annual leave and TOIL	240,648	226,619
Long service leave	140,002	130,963
	<b>380,650</b>	<b>357,582</b>

### NON-CURRENT

Long service leave	51,983	92,146
<b>Total employee benefits</b>	<b>432,633</b>	<b>449,728</b>

## ANALYSIS OF TOTAL PROVISIONS

Opening balance at 1 July	449,728	403,077
Provisions raised during the year	237,982	240,476
Amounts used	(255,077)	(193,825)
<b>Closing balance at 30 June</b>	<b>432,633</b>	<b>449,728</b>

## PROVISION FOR EMPLOYEE BENEFITS

Provision for employee benefits represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the Club does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the Club does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion for this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been discussed in Note 1(g).





# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 12: CAPITAL & LEASING COMMITMENTS

### a. LEASE COMMITMENTS

Non-cancellable operating leases (ie. short term < 12 months or low value < \$5k) contracted for but not capitalised in the financial statements:

No later than 12 months:	1	1
Between 12 months and 5 years	4	4
Later than 5 years	58	59
<b>Total lease commitments</b>	<b>63</b>	<b>64</b>

### CONCESSIONARY LEASES - LEASEHOLD LAND

The Club has elected to apply the temporary option available under AASB 2018-8 Amendments to Australian Accounting Standards - Right-of-Use Assets of Not-for-Profit Entities in relation to any existing concessionary lease arrangements.

The Club has an existing concessionary lease agreement with Sunshine Coast Racing Pty Ltd in relation to the use of land at Corbould Park, Queensland. The lease is due to expire on 31 October 2086 payable \$1 per annum. The use of the land is restricted to the principal activities of the Club.

The Club is required to obtain approval from Sunshine Coast Racing Pty Ltd prior to construction on the property.

The Club has an economic dependence on the continuance of these arrangements.

### b. CAPITAL EXPENDITURE COMMITMENTS

Capital commitment contracted for, but not capitalised in the financial statements and are expected to be settled within then next 12 months.

Leasehold Improvements	1,720,203	749,821
Motor Vehicles	-	74,470
Plant & equipment	109,620	140,927
<b>Total capital expenditure commitments</b>	<b>1,829,823</b>	<b>965,218</b>

## NOTE 13: RECONCILIATION OF OPERATING CASH FLOWS WITH NET PROFIT

Profit / (loss) from ordinary activities after income tax	2,416,944	476,392
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### ADJUST FOR NON-CASH ITEMS

Depreciation	378,747	317,429
Provision	8,262	46,651
Share of associate's losses	486,361	282,058
Loss / (profit) on disposal of property, plant & equipment	(52,217)	-

### CHANGES IN ASSETS & LIABILITIES

Decrease / (increase) in trade and other receivables	(479,107)	(97,102)
Decrease / (increase) in inventory	(19,815)	(4,309)
Decrease / (increase) in prepayment	14,266	(24,198)
Increase / (decrease) in trade & other payables	321,443	588,954
Increase / (decrease) in income in advance	(1,800,388)	4,226,867
Cash flows from operations	<b>1,274,496</b>	<b>5,812,742</b>

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 14: EVENTS AFTER THE REPORTING PERIOD

On 23 August 2023, the Sunshine Coast Turf Club Inc completed the transaction to purchase 100% of Sunshine Coast Racing Pty Ltd ATF Sunshine Coast Racing Unit Trust (SCRUT).

SCRUT is the legal entity which owns the land and buildings located at Corbould Park, Queensland.

## NOTE 15: KEY MANAGEMENT PERSONNEL COMPENSATION

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Club, directly or indirectly, including any Director (whether executive or otherwise) of that Club, is considered key management personnel (KMP).

The totals of remuneration paid to KMP of the Club during the year are as follows:

Short-term employee benefits	363,926	345,288
Other long-term benefits	4,570	4,337
<b>Total key management personnel compensation</b>	<b>368,496</b>	<b>349,625</b>

## NOTE 16: OTHER RELATED PARTY TRANSACTIONS

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.

Nil	-	-
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## NOTE 17: 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 hospitality and are reimbursed for Club related out-of-pocket expenditure. In addition, the Club 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 parties unless otherwise stated.

## NOTE 18: FINANCIAL RISK MANAGEMENT

The Club's financial instruments consist mainly of cash and term deposits with banks. The Club 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 Club's policy that no trading in financial instruments or derivatives shall be undertaken.

The totals for each category of financial instruments, measured in accordance with AASB 9: Financial Instruments as detailed in the accounting policies to these financial statements, are as follows:

### FINANCIAL ASSETS

Financial assets at amortised cost:

- cash and cash equivalents	4	3,244,699	10,698,401
- trade and other receivables	5	1,796,163	1,026,174

Investments in equity instruments designated as at fair value through other comprehensive income

- share in associate	7	11,792,704	11,441,637
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<b>Total financial assets</b>		<b>16,833,567</b>	<b>23,166,212</b>
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Financial liabilities

Financial liabilities at amortised cost:

- trade and other payables	9	2,004,157	1,366,473
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<b>Total financial liabilities</b>		<b>2,004,157</b>	<b>1,366,473</b>
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# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

Note	2023	2022
	\$	\$

## NOTE 19: ECONOMIC DEPENDENCE

Whilst the Club is significantly funded by member activities and commercial operations, the Club is greatly assisted in its activities by distributions provided by Racing Queensland. At the date of this report, the Members of the Board of Management had no reason to believe that Racing Queensland would not continue to provide financial support to the Club.

## NOTE 20: RESERVES

Revaluation surplus	9,316,848	8,601,010
Sinking fund reserve	937,820	816,230
<b>Total reserves</b>	<b>10,254,668</b>	<b>9,417,240</b>

### i. Accumulated reserves

Represents accumulated movements in fair value adjustments and member transactions relating to the Club's investment in associate.

## NOTE 21: ENTITY DETAILS

Sunshine Coast Turf Club Inc. is domiciled and incorporated in Australia. The registered office of the Club principal place of business is:

170 Pierce Avenue, Corbould Park, Queensland, 4551

## NOTE 22: AUDITOR'S REMUNERATION

Remuneration of the auditor:

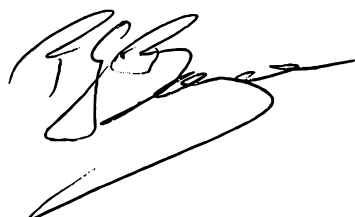
- auditing or reviewing the financial statements	16,500	20,500
- accounting and taxation services	2,700	8,900
<b>Total auditor's remuneration</b>	<b>19,200</b>	<b>29,400</b>

## DIRECTORS' DECLARATION

In accordance with a resolution of the Board of Management of Sunshine Coast Turf Club Inc (the Club), the Members of the Board of Management declare that:

- The financial statements and notes are in accordance with the Associations Incorporation Act (Qld) 1981 and:
  - comply with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board (AASB); and
  - give a true and fair view of the financial position of the entity as at 30 June 2023 and of its performance for the year ended on that date.
- In the Directors' opinion there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.

On behalf of the Directors



Peter Boyce OAM,  
Chairman  
15 September 2023



# 2023 INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNSHINE COAST TURF CLUB INC

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141



## Opinion

We have audited the financial report of Sunshine Coast Turf Club Inc (the association), which comprises the statement of financial position as at 30 June 2023, 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, and notes to the financial statements, including a summary of significant accounting policies, and the certification by members of the board.

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

- i. giving a true and fair view of the association's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- ii. prepared in accordance with Australian Accounting Standards – AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities.

## Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

In preparing the financial report, the board is responsible for assessing the ability of the association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

## Information Other than the Financial Report and Auditor's Report Thereon

The board of the association is responsible for the other information. The other information comprises the information included in the association's annual report for the year ended 30 June 2023, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## Responsibilities of the Board for the Financial Report

The board of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the Associations Incorporations Act (Qld) 1981 and for such internal control as the board determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the board is responsible for assessing the ability of the association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

# 2023 INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNSHINE COAST TURF CLUB INC

Sunshine Coast Turf Club Inc. ABN: 22 950 178 141

## Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board.
- Conclude on the appropriateness of the board's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or,

if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Love + Partners*



**Brett J Buntain**  
Managing Director  
RCA No. 213172

**Date: 15 September 2023**





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BUTLER McDERMOTT  
LAWYERS





TAB

B. THOMAS

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