

GLEN INNES & DISTRICT SERVICES CLUB LIMITED
ABN 91 000 970 516

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

DIRECTORS' REPORT

30 JUNE 2009

Your directors present their report on the company for the financial year ended 30 June 2009.

1. GENERAL INFORMATION

DIRECTORS

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

NAMES	POSITION	APPOINTED/RESIGNED
R Meehan	President	
P E Ross	Vice President	
B J Urquhart	Vice President	
N Russell	Treasurer	
R Lee	Treasurer	Resigned 20/11/08
K Corcoran	Director	Resigned 20/11/08
W Hart	Director	Appointed 20/11/08
P J Hamilton	Director	Appointed 20/11/08
G McGilvray	Director	
J Crowhurst	Director	
J Berridge	Director	

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

COMPANY SECRETARY

The following person held the position of company secretary at the end of the financial year:

Patrick Lonergan, General Manager, appointed 5th July 2004.

PRINCIPAL ACTIVITIES

The principal activities of the Glen Innes & District Services Club Limited during the financial year was the operation of a Licensed Club and the promotion of golf.

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

The principle objective of the club has been, and will continue to be, to provide members with amenities.

2. BUSINESS REVIEW

OPERATING RESULTS

The profit from ordinary activities after providing for income tax amounted to \$26,804 (2008: \$1,863,352).

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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DIRECTORS' REPORT

30 JUNE 2009

2. BUSINESS REVIEW CONTINUED

REVIEW OF OPERATIONS

i. Gross revenue from bar and bottle trading for the year was \$1,156,798 (2008: \$1,134,508) which was an increase of 1.96% on the previous year.

ii. Poker machine revenue for the year was \$2,458,429 (2008: \$2,361,543) an increase of 4.1% on the previous year.

iii. Depreciation and amortisation charged for the year was \$343,449 (2008: \$304,866).

iv. Employee benefits for the year were \$1,356,742 (2008: \$1,382,102)

DIVIDENDS PAID OR DECLARED

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

3. OTHER ITEMS

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

No significant changes in the company's state of affairs occurred during the financial year.

AFTER BALANCE DAY EVENTS

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

AUDITORS INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out at page 6.

FUTURE DEVELOPMENTS

The company expects to maintain the present status and level of operations and hence there are no likely developments in the company's operations.

ENVIRONMENTAL ISSUES

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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DIRECTORS' REPORT

30 JUNE 2009

4. DIRECTOR INFORMATION

MEETINGS OF DIRECTORS

During the financial year, 13 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
R Meehan	13	11
P E Ross	13	12
B J Urquhart	13	12
N Russell	13	11
R Lee	5	3
K Corcoran	5	4
W Hart	8	8
P J Hamilton	8	8
G McGilvray	13	11
J Crowhurst	13	13
J Berridge	13	13

5. OPTIONS

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

6. INDEMNIFICATION OF OFFICER OR AUDITOR

During or since the end of the financial year the company has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

During the year, the company has paid premiums in respect of an insurance contract to indemnify officers against liabilities that may arise from their position as officers of the company. Officers indemnified include the company secretary, all director and all executive officers participating in the management of the company.

Further disclosure required under section 300(9) of the Corporations Act 2001 is prohibited under the terms of the contract.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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DIRECTORS' REPORT

30 JUNE 2009

7. PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

Signed in accordance with a resolution of the Board of Directors:

Director:
R Meehan

Director:
N Russell

Dated this 28 September 2009

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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DIRECTORS' DECLARATION

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 7 to 31, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 30 June 2009 and of the performance for the year ended on that date of the entity.
2. In the directors' opinion, there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

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

Director
R Meehan

Director
N Russell

Dated this 28 September 2009

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

AUDITORS INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2009 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

WHK CAMERONS AUDIT SERVICES

Maxwell C Elphick

Partner

Glen Innes, dated 28 September 2009

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009 \$	2008 \$
Revenue from ordinary activities	3	4,161,512	5,599,475
Cost of goods sold	5	(1,228,018)	(1,175,925)
Occupancy expenses		(392,360)	(385,383)
Employee benefits expense		(1,356,742)	(1,382,102)
Depreciation expense	5	(343,449)	(304,866)
Profit/(loss) on sale of assets	5	2,620	171,704
Advertising and marketing expenses		(420,251)	(473,302)
Administration expenses		(93,186)	(99,663)
Golf club expenses		(284,810)	(65,606)
Other expenses from ordinary activities		(9,765)	(8,185)
Borrowing cost expense		(8,747)	(12,795)
Profit from ordinary activities before income tax expenses		26,804	1,863,352
Income tax revenue relating to ordinary activities		-	-
Profit from ordinary activities after related income tax revenue		26,804	1,863,352
Increase (decrease) in asset revaluation reserve		2,025	2,315,413
Total changes in equity other than those resulting from transactions with owners as owners		28,829	4,178,765

The accompanying notes form part of these financial statements.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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BALANCE SHEET

As At 30 June 2009

	Note	2009 \$	2008 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	7	277,824	262,547
Trade and other receivables	8	17,114	26,696
Inventories	9	107,325	81,989
Other assets	13	29,966	29,512
TOTAL CURRENT ASSETS		432,229	400,744
NON-CURRENT ASSETS			
Property, plant and equipment	10	6,244,217	6,569,051
Investment property	11	239,314	-
Intangible assets	12	45,000	-
TOTAL NON-CURRENT ASSETS		6,528,531	6,569,051
TOTAL ASSETS		6,960,760	6,969,795
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	14	174,047	192,807
Short-term provisions	16	176,826	155,648
Other Liabilities	17	24,210	28,250
TOTAL CURRENT LIABILITIES		375,083	376,705
NON-CURRENT LIABILITIES			
Financial liabilities	15	20,000	59,313
Other long-term provisions	16	4,570	1,499
TOTAL NON-CURRENT LIABILITIES		24,570	60,812
TOTAL LIABILITIES		399,653	437,517
NET ASSETS		6,561,107	6,532,278
EQUITY			
Reserves	18	2,611,118	2,609,093
Retained earnings		3,949,989	3,923,185
TOTAL EQUITY		6,561,107	6,532,278

The accompanying notes form part of these financial statements.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2009

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 July 2007	2,059,833	293,680	2,353,513
Profit attributable to the company	1,863,352	2,315,413	4,178,765
BALANCE AT 30 JUNE 2008	3,923,185	2,609,093	6,532,278
Profit attributable to the company	26,804	2,025	28,829
BALANCE AT 30 JUNE 2009	3,949,989	2,611,118	6,561,107

The accompanying notes form part of these financial statements.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009	2008
		\$	\$
CASH FROM OPERATING ACTIVITIES:			
Receipts from customers		4,587,555	4,219,950
Payments to suppliers and employees		(4,244,092)	(3,997,639)
Interest received		9,410	14,032
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	22(b)	352,873	236,343
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		3,864	201,470
Payments for intangible assets		(45,000)	-
Purchase of property, plant and equipment		(257,147)	(358,014)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES		(298,283)	(156,544)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Repayment of borrowings		(39,313)	(72,468)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES		(39,313)	(72,468)
NET INCREASE (DECREASES) IN CASH HELD		15,277	7,331
Cash at beginning of financial year		262,547	255,216
CASH AT END OF FINANCIAL YEAR	22(a)	277,824	262,547

The accompanying notes form part of these financial statements.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) GENERAL INFORMATION

The financial report is for Glen Innes & District Services Club Limited as an individual entity, incorporated and domiciled in Australia. Glen Innes & District Services Club Limited is a company limited by guarantee.

(B) BASIS OF PREPARATION

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and the *Corporations Act 2001*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(C) COMPARATIVES

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

(D) INVENTORIES

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in-first-out basis.

(E) PROPERTY, PLANT AND EQUIPMENT

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

PROPERTY

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

The revaluation of the freehold land and buildings has taken account of the potential tax payable on assets which are subject to capital gains tax.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(E) PROPERTY, PLANT AND EQUIPMENT CONTINUED

PLANT AND EQUIPMENT

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amounts from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining the recoverable amounts.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statements. Each year the difference between depreciation are based on the revalued carrying of the asset charged to the income statement and depreciation based on the assets' original cost is transferred from the revaluation reserve to retained earnings.

DEPRECIATION

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company 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:

CLASS OF FIXED ASSET	DEPRECIATION RATE
Buildings	2.5%
Plant and equipment	5% - 20%
Motor vehicles	15%
Leasehold improvements	2.5% - 10%
Poker machines	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

The assets' carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(F) FINANCIAL INSTRUMENTS

Recognition and Initial Measurement

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

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

Classification and Subsequent Measurement

(i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

(ii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is company's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

(iii) Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

LOANS AND RECEIVABLES

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

HELD-TO-MATURITY INVESTMENTS

These investments have fixed maturities, and it is the company's intention to hold these investments to maturity. Any held-to-maturity investments held by the company are stated at amortised cost using the effective interest rate method.

FINANCIAL LIABILITIES

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(F) FINANCIAL INSTRUMENTS CONTINUED

FAIR VALUE

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

IMPAIRMENT

At each reporting date, the company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the income statement.

(G) INVESTMENTS (FINANCIAL ASSETS)

FAIR VALUE

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

RECOGNITION

Financial assets are initially measured at cost of trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

(H) CASH AND CASH EQUIVALENTS

For the purposes of the Cash Flow Statement, cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(I) EMPLOYEE BENEFITS

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(J) PROVISIONS

Provisions are recognised when the company 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 reporting date.

(K) REVENUE

Revenue from the sale of goods is recognised upon the delivery of goods to customers. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. Other revenue is recognised when the right to receive the revenue has been established. All revenue is stated net of the amount of goods and services tax (GST).

(L) BORROWING COSTS

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in income in the period in which they are incurred.

(M) GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(N) IMPAIRMENT OF ASSETS

At each reporting date, the company reviews the carrying values 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 to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

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

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

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(O) INCOME TAXES

The charge for current income tax expense is based on the profit for the financial year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the assets is realised or liability is settled. Deferred tax is credited to the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available which deductible temporary differences can be utilised.

The amount of benefits brought into account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(P) MEMBERS SUBSCRIPTIONS

The accrual method of accounting has been adopted whereby subscriptions received in advance are brought to account as a liability of the club.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 3 REVENUE

	Note	2009	2008
		\$	\$
Sales revenue			
- sale of goods		3,660,179	3,541,012
- tab and keno profit		118,476	111,377
- management fees		-	73,251
- rental income		15,643	13,884
- member subscriptions		30,000	32,527
- interest received	2(a)	9,410	14,032
- profit/(loss) on amalgamation with golf club		(1,233)	1,687,623
- golf club income		283,189	67,427
- other revenue		45,848	58,342
Total revenue		4,161,512	5,599,475
(a) Interest revenue from: financial institutions		9,410	14,032

NOTE 4 TAX

- (a) Income tax is not payable on the company's net profit but only on the taxable income derived from sourced other than members, (i.e. visitors, investments etc). The provision for income tax has accordingly been calculated upon a taxable income so determined. At balance date the club had carry forward tax losses of \$370,323.

	2009	2008
	\$	\$
Taxable income from non-members and fully assessable	294,066	63,707
Less: Deductible expenses from non-members and fully deductible	(377,083)	(156,773)
Losses (carried forward)/ losses utilised	(83,017)	(93,066)

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 5 PROFIT FOR THE YEAR

(A) EXPENSES

	2009	2008
	\$	\$
Depreciation of property, plant and equipment	343,449	304,866
Borrowing costs	8,747	12,796
Cost of sales	1,228,018	1,157,060

(B) REVENUE AND NET GAINS

	2009	2008
	\$	\$
Net gain/(loss) on disposal of non-current assets as at 30 June 2009		
Net gain on disposal of property, plant and equipment	2,620	171,704

NOTE 6 AUDITORS' REMUNERATION

	2009	2008
	\$	\$
Remuneration of the auditor of the company for:		
- Auditing or reviewing the financial report	9,320	8,745
- Other services	2,925	3,055

NOTE 7 CASH AND CASH EQUIVALENTS

	2009	2008
	\$	\$
Cash on hand	107,920	111,143
Cash at bank	169,904	151,404
	<u>277,824</u>	<u>262,547</u>

The cash and cash equivalents held by the company are covered under the Australian Government's deposit and wholesale funding guarantee arrangements for a period of at least 3 years as all of the cash assets of the company are deposited with an eligible ADI reducing the overall risks associated with the current global economic crisis.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 8 TRADE AND OTHER RECEIVABLES

	Note	2009	2008
		\$	\$
CURRENT			
Trade receivables	8(a)	3,544	1,970
Other receivables		13,570	24,726
		<u>17,114</u>	<u>26,696</u>

(A) AGED ANALYSIS

The ageing analysis of receivables is as follows:

	2009	2008
	\$	\$
0-30 days	3,146	1,741
31-60 days	398	174
61-90 days (past due not impaired)	-	55
91+ days (past due not impaired)	-	-
	<u>3,544</u>	<u>1,970</u>

NOTE 9 INVENTORIES

	2009	2008
	\$	\$
CURRENT		
At Cost		
Stock on hand	107,325	81,989
	<u>107,325</u>	<u>81,989</u>

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 10 PROPERTY, PLANT AND EQUIPMENT

	2009	2008
	\$	\$
LAND AND BUILDINGS		
BUILDINGS		
At valuation	3,765,590	3,765,590
Less accumulated depreciation	(73,015)	-
	<u>3,692,575</u>	<u>3,765,590</u>
FREEHOLD LAND AND BUILDINGS		
At valuation	-	247,188
Less accumulated depreciation	-	(10,874)
	<u>-</u>	<u>236,314</u>
TOTAL LAND AND BUILDINGS	<u>3,692,575</u>	<u>4,001,904</u>
PLANT AND EQUIPMENT		
Capital works in progress	22,063	-
	<u>22,063</u>	<u>-</u>
PLANT AND EQUIPMENT		
At cost	1,492,945	1,428,613
Less accumulated depreciation	(1,070,531)	(990,324)
	<u>422,414</u>	<u>438,289</u>
At directors valuation	61,181	62,547
Less accumulated depreciation	(11,412)	(2,119)
	<u>49,769</u>	<u>60,428</u>
GOLF CLUB LAND AND IMPROVEMENTS		
At valuation	1,732,730	1,732,730
Less accumulated depreciation	(17,630)	(3,226)
	<u>1,715,100</u>	<u>1,729,504</u>
POKER MACHINES		
At cost	1,324,447	1,292,879
Less accumulated depreciation	(1,104,209)	(978,178)
	<u>220,238</u>	<u>314,701</u>
REPLACEABLES		
At cost	24,225	24,225
	<u>24,225</u>	<u>24,225</u>

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 10 PROPERTY, PLANT AND EQUIPMENT CONTINUED

	2009	2008
	\$	\$
CLUB ADDITIONS		
At cost	5,000	-
Less accumulated depreciation	(102)	-
	<u>4,898</u>	<u>-</u>
GOLF CLUB IMPROVEMENTS		
At cost	48,781	-
Less accumulated depreciation	(6,365)	-
	<u>42,416</u>	<u>-</u>
GOLF CLUB PLANT AND EQUIPMENT		
At cost	61,487	-
Less accumulated depreciation	(10,969)	-
	<u>50,518</u>	<u>-</u>
TOTAL PLANT AND EQUIPMENT	<u>2,551,641</u>	2,567,147
TOTAL PROPERTY, PLANT AND EQUIPMENT	<u>6,244,217</u>	6,569,051

An independent valuation of Land and Buildings was undertaken in May 2008 by Mr M J Williams TAAPI FREAV Registered Number 619. This valuation was undertaken to comply with the Clubs policy to revalue Land and Buildings every three years. The valuation revealed a current market value of the Club's land and buildings including the Golf Club of \$5,728,920 and is based on the current value in use. This valuation has been booked in the financial statements.

(A) MOVEMENTS IN CARRYING AMOUNTS

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

	Capital works in progress	Freehold land and buildings	Buildings	Plant and equipment	Replaceable	Club additions
	\$	\$	\$	\$	\$	\$
Current Year						
Balance at the beginning of year	-	236,314	3,765,590	498,717	24,225	-
Additions	22,063	3,393	-	72,905	-	5,000
Disposals	-	-	-	(1,244)	-	-
Transfers	-	(237,289)	-	-	-	-
Depreciation expense	-	(2,418)	(73,015)	(98,195)	-	(102)
Carrying amount at the end of year	<u>22,063</u>	<u>-</u>	<u>3,692,575</u>	<u>472,183</u>	<u>24,225</u>	<u>4,898</u>

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 10 PROPERTY, PLANT AND EQUIPMENT CONTINUED

	Capital works in progress	Freehold land and buildings	Buildings	Plant and equipment	Replaceable	Club additions
	\$	\$	\$	\$	\$	\$
Prior Year						
Balance at the beginning of year	-	176,382	1,220,084	324,405	24,225	-
Additions	-	4,505	73,565	286,900	-	-
Revaluation adjustment	-	195,000	2,499,812	-	-	-
Disposals	-	(135,000)	-	(11,331)	-	-
Depreciation expense	-	(4,573)	(27,871)	(101,257)	-	-
Carrying amount at the end of year	-	236,314	3,765,590	498,717	24,225	-
	Leasehold and external improvements	Poker machines	Golf club land and improvements	Golf club Improvements	Golf club plant and equipment	Total
	\$	\$	\$	\$	\$	\$
Current Year						
Balance at the beginning of year	-	314,701	1,729,504	-	-	6,569,051
Additions	-	43,518	-	48,781	61,487	257,147
Disposals	-	-	-	-	-	(1,244)
Transfers	-	-	-	-	-	(237,289)
Depreciation expense	-	(137,981)	(14,404)	(6,365)	(10,969)	(343,449)
Carrying amount at the end of year	-	220,238	1,715,100	42,416	50,518	6,244,217
Prior Year						
Balance at the beginning of year	260,613	414,943	-	-	-	2,420,652
Additions	-	66,628	1,732,730	-	-	2,164,328
Revaluation adjustment	-	-	-	-	-	2,694,812
Disposals	(253,004)	(6,540)	-	-	-	(405,875)
Depreciation expense	(7,609)	(160,330)	(3,226)	-	-	(304,866)
Carrying amount at the end of year	-	314,701	1,729,504	-	-	6,569,051

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 11 INVESTMENT PROPERTY

	2009	2008
	\$	\$
80 Oliver Street		
At fair value	239,314	-
	<u>239,314</u>	<u>-</u>

In the 2009 financial year the property at 80 Oliver Street, Glen Innes ceased to be owner occupied, inturn this property has now been classified as an investment property held for commercial gain and capital appreciation. Consequently this is no longer classified as property plant and equipment. The Directors have determined that the fair value of this residence at balance date is \$239,314. This property became an investment as of the 17th of December 2008.

NOTE 12 INTANGIBLE ASSETS

	2009	2008
	\$	\$
Poker machine entitlements		
Cost	45,000	-
	<u>45,000</u>	<u>-</u>

NOTE 13 OTHER ASSETS

	2009	2008
	\$	\$
CURRENT		
Prepayments	29,966	28,606
Other current assets	-	906
	<u>29,966</u>	<u>29,512</u>

NOTE 14 TRADE AND OTHER PAYABLES

	2009	2008
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	72,333	*91,874
Sundry payables and accrued expenses	101,714	100,933
	<u>174,047</u>	<u>192,807</u>

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 15 BORROWINGS

	NOTE	2009	2008
		\$	\$
NON CURRENT			
Secured liabilities			
Bank loans		20,000	59,313
		<u>20,000</u>	<u>59,313</u>

The company has provided the following assets as security against its borrowings with Westpac Banking Corporation:

- Registered mortgage over property at 80 Oliver St, Glen Innes
- Registered mortgage over property at 120 Grey St, Glen Innes
- Equitable mortgage over the assets of the company

At the end of the financial year the company had a loan facility of \$500,000. As at 30 June 2009 the amount of the unused facility was \$480,000.

At the date of signing this report the club had redrawn an additional \$80,000 leaving a loan balance of \$100,000 and an unused facility of \$400,000.

NOTE 16 PROVISIONS

	2009	2008
	\$	\$
Current		
Provision for employee benefits	128,832	116,383
Provision for members bonus points	47,994	39,265
	<u>176,826</u>	<u>155,648</u>
Non-current		
Provision for employee benefits	4,570	1,499
	<u>181,396</u>	<u>157,147</u>

NOTE 17 OTHER LIABILITIES

	2009	2008
	\$	\$
CURRENT		
Other current liabilities	2,500	2,000
Subscriptions received in advance	21,710	26,250
	<u>24,210</u>	<u>28,250</u>

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 18 RESERVES

	NOTE	2009	2008
		\$	\$
Asset revaluation reserve	(a)	<u><u>2,611,118</u></u>	<u><u>2,609,093</u></u>
a) Asset revaluation reserve			
Movements during the financial year:			
Opening balance		2,609,093	293,680
Increase in asset revaluation reserve		<u>2,025</u>	<u>2,315,413</u>
Closing balance		<u><u>2,611,118</u></u>	<u><u>2,609,093</u></u>

The asset revaluation reserve records revaluations of non current assets.

NOTE 19 MEMBERS' GUARANTEE

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of \$ 1 each towards meeting any outstanding and obligations of the company. At 30 June 2009 the number of members was 3,628 (2008: 3,729).

NOTE 20 CAPITAL COMMITMENTS

	2009	2008
	\$	\$
Capital expenditure commitments contracted for:		
Plant and equipment purchases	-	59,091
Capital expenditure projects	-	38,740
Poker machine upgrade	60,000	-
Outdoor terrace and kids room	234,950	-
Payable - capital expenditure no later than 12 months	<u><u>294,950</u></u>	<u><u>97,831</u></u>

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 21 RELATED PARTY TRANSACTIONS

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

Transaction with related parties:

REMUNERATION AND RETIREMENT BENEFITS

	2009	2008
	\$	\$
Income paid or payable to all directors of the company by the company and any related parties	4,500	4,250
Number of Directors whose income for the company or any related parties was within the following bands	11	9
	2009	2008
	\$	\$
Amounts were paid to Scott's Paint and Hardware, of which Director P E Ross is related	2,707	5,271
Amounts were paid to Profile Publications, of which Director P J Hamilton is related	1,740	-
Amounts were paid to New England Electrical and Air Conditioning Pty Ltd, of which W Hart is related	13,328	-

REMUNERATION OF RELATED PARTIES

During the financial year remuneration totalling \$24,532 was paid to E Hamilton who is a related party of a director or top executive.

During the financial year remuneration totalling \$16,507 was paid to B Lonergan who is a related party of a director or top executive.

During the financial year remuneration totalling \$32,314 was paid to M Roberts who is a related party of a director or top executive.

During the financial year remuneration totalling \$7,334 was paid to M Crowhurst who is a related party of a director or top executive.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 22 CASH FLOW INFORMATION

(A) RECONCILIATION OF CASH

	2009	2008
	\$	\$
Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:		
Cash and cash equivalents	277,824	262,547
	277,824	262,547

(B) RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH PROFIT AFTER INCOME TAX

	2009	2008
	\$	\$
Net income/loss for the period	26,804	1,863,352
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation	343,449	304,866
Net gain on disposal of property, plant and equipment	(2,620)	(171,704)
Gain on assets contributed	8,727	(1,809,604)
Changes in assets and liabilities		
(Increase)/decrease in trade and term receivables	9,582	(7,626)
(Increase)/decrease in inventories	(25,336)	1,030
(Increase)/decrease in other assets	(454)	16,867
(Increase)/decrease in income in advance	(4,540)	20,795
Increase/(decrease) in trade payables and accruals	(18,260)	(49,225)
Increase/(decrease) in provisions	15,521	67,592
	352,873	236,343

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 23 CHANGE IN ACCOUNTING POLICY

The following Australian Accounting Standards issued or amended and are applicable to the association but not yet effective and have not been adopted in preparation of the financial statements at reporting date.

AASB Amendment	Standard Affected	Outline of Amendment	Application Date of Standard	Application Date for the Entity
AASB 2007-6 Amendments to Australian Accounting Standards	AASB 1: First-time Adoption of AIFRS AASB 101: Presentation of Financial Statements AASB 107: Cash Flow Statements AASB 111: Construction Contracts AASB 116: Property, Plant and Equipment AASB 138: Intangible Assets	The revised AASB 123: Borrowing Costs issued in June 2007 has removed the option to expense all borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset. However, there will be no direct impact to the amounts included in the association as it already capitalise borrowing costs related to qualifying assets.	1 January 2009	1 July 2009
AASB 123: Borrowing Costs	AASB 123: Borrowing Costs	As above	1 January 2009	1 July 2009
AASB 2007-8 Amendments to Australian Accounting Standards	AASB 101: Presentation of Financial Statements	The revised AASB 101: Presentation of Financial Statements issued in September 2007 requires the presentation of a statement of comprehensive income and makes changes to the statement of changes in recognised income and expenditure.	1 January 2009	1 July 2009
AASB 101	AASB 101: Presentation of Financial Statements	As above	1 January 2009	1 July 2009

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 24 COMPANY DETAILS

The registered office of the company is:

Glen Innes & District Services Club Limited
120 Grey Street
Glen Innes NSW 2370

NOTE 25 ANCILLARY SPORTING CLUBS

The economic entity which is the Glen Innes and District Services Club Ltd comprises the Club and its ancillary Sporting Clubs. At balance date five Sporting Clubs existed, the Glen Innes Services Darts Club, Glen Innes Services Indoor Bowls Club, Glen Innes Services Snooker Club, Glen Innes District Veteran Golfers and Glen Innes Golf Club Limited Ladies Account. These Clubs have assets totalling \$13,818 (2008: \$15,040). Given the level of the operation of these Clubs, the Directors are of the opinion that it is impracticable to consolidate their operations with those of the main Club and accordingly the financial report only reflects the operations of the Glen Innes and District Services Club Ltd for the year ended 30 June 2009 and the previous year.

NOTE 26 POKER MACHINE ENTITLEMENTS

Legislation under the Gaming Machine Act 2002 and the Gaming Machines Regulations 2003 allows the Clubs Gaming Machine Entitlements to be sold at a market determined value. At the date of these financial statements 60 entitlements were utilised and 58 have not been valued or included in the asset section of the Balance Sheet.

NOTE 27 AMALGAMATION WITH THE GLEN INNES GOLF CLUB LIMITED

During the year the previous financial year the amalgamation was finalised between the Glen Innes & District Services Club Ltd and Glen Innes Golf Club Ltd. All outstanding accounts were paid and balance of the assets of the Glen Innes Golf Club Limited transferred to the Glen Innes and District Services Club Limited. This business combination resulted in a net profit on amalgamation totalling \$1,687,623 during 2008. The current financial year is the first full year of operation for the merged entity.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009

NOTE 28 FINANCIAL INSTRUMENTS

(i) Financial instrument composition and maturity analysis

The company's exposure to interest rate risk, which is the risk that a financial instruments value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Non Interest Bearing	
	2009	2008	2009	2008	2009	2008
	%	%	\$	\$	\$	\$
Financial Assets:						
Cash and cash equivalents	2.28	5.93	169,204	151,404	107,920	111,143
Trade and Other Receivables	-	-	-	-	17,114	26,696
Total Financial Assets			<u>169,204</u>	<u>151,404</u>	<u>125,034</u>	<u>137,839</u>
Financial Liabilities:						
Bank loans and overdrafts	4.82	9.26	20,000	59,313	-	-
Trade and sundry creditors	-	-	-	-	174,047	192,807
Total Financial Liabilities			<u>20,000</u>	<u>59,313</u>	<u>174,047</u>	<u>192,807</u>
			Fixed Interest Rate Maturing			
			Within 1 Year		Total	
			2009	2008	2009	2008
			\$	\$	\$	\$
Financial Assets:						
Cash and cash equivalents			-	-	277,124	262,547
Trade and other receivables			-	-	17,114	26,696
Total Financial Assets			<u>-</u>	<u>-</u>	<u>294,328</u>	<u>289,243</u>
Financial Liabilities:						
Bank loans and overdrafts			-	-	20,000	59,313
Trade and sundry creditors			-	-	174,047	189,603
Total Financial Liabilities			<u>-</u>	<u>-</u>	<u>194,047</u>	<u>248,916</u>

(ii) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amounts of those assets, net of any provisions for doubtful debts, as disclosed in the balance sheet and notes to the financial report.

The company does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the company.

(iii) Net fair values

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying values. No financial assets or financial liabilities are readily traded on organised markets in standardised form other than listed investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the company intends to hold these assets to maturity.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to the financial statements.

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
GLEN INNES & DISTRICT SERVICES CLUB LIMITED**

We have audited the accompanying financial report of Glen Innes & District Services Club Limited, which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's Opinion

In our opinion the financial report of Glen Innes & District Services Club Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2009 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

WHK CAMERONS AUDIT SERVICES

Maxwell C Elphick

Partner

Glen Innes, dated 28 September 2009

**GLEN INNES & DISTRICT SERVICES CLUB LIMITED
ABN 91 000 970 516**

**DISCLAIMER TO THE MEMBERS OF
GLEN INNES & DISTRICT SERVICES CLUB LIMITED**

The additional financial data presented on pages 35 to 40 of the financial report is in accordance with the books and records of Glen Innes & District Services Club Limited for the year ended 30 June 2009.

The additional financial data of the company has been subjected to auditing procedures applied in our statutory audit of the company for the financial year ended 30 June 2009. It will be appreciated that our statutory audit did not cover all details of the additional data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided.

Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Glen Innes & District Services Club Limited) in respect of such data, including any errors or omissions therein however caused.

WHK CAMERONS AUDIT SERVICES

Maxwell C Elphick
Partner

Glen Innes, dated 28 September 2009

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

TRADING STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
BAR TRADING		
Bar sales	575,704	558,406
Less: cost of goods sold	(261,821)	(257,990)
Gross profit	<u>313,883</u>	<u>300,416</u>
<i>Gross profit percentage to sales</i>	<i>54.52%</i>	<i>53.80%</i>
BOTTLE TRADING		
Sales	581,094	576,102
Less: cost of goods sold	(361,996)	(355,597)
	<u>219,098</u>	<u>220,505</u>
<i>Gross profit percentage to sales</i>	<i>37.70%</i>	<i>38.28%</i>
POKER MACHINES		
Poker machine revenue	2,458,429	2,361,543
Poker machine GST assistance	17,180	18,612
Less: poker machine expenses	(583,779)	(526,279)
Net profit	<u>1,891,830</u>	<u>1,853,876</u>
CONFECTIONERY AND SUNDRY SALES		
Sales	27,772	26,349
Less: cost of goods sold	(20,422)	(17,194)
Gross profit/ (loss)	<u>7,350</u>	<u>9,155</u>

To be read in conjunction with the attached disclaimer

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

TRADING STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$
GOLF CLUB BAR SALES		
Sales	101,054	18,735
Less: cost of goods sold	(53,946)	(12,415)
Gross profit	47,108	6,320
Gross profit percentage to sales	46.62%	33.73%
GOLF BALL SALES		
Sales	16,539	2,530
Less: cost of goods sold	(12,163)	(2,361)
Gross profit/ (loss)	4,376	169
GOLF CLUB CONFECTIONERY AND FOOD		
Sales	15,315	4,744
Less: cost of goods sold	(13,311)	(4,088)
Net profit	2,004	656

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

DETAILED INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$
INCOME		
SERVICES CLUB INCOME		
Bar gross profit	313,883	300,416
Poker machine net profit	1,891,830	1,853,876
Bottle gross profit	219,098	220,505
Confectionery and sundry trading gross profit	7,350	9,155
ATM rebate	13,636	14,076
Diesel fuel rebate	17,438	10,874
Interest income	9,410	14,032
Keno profit	69,106	64,359
Management fee income	-	73,251
Members subscriptions	30,000	32,527
Rent received net - Oliver Street	6,000	4,240
Rent received net - restaurant	9,643	9,644
Sundry income	14,774	14,530
TAB profit	49,370	47,018
TOTAL SERVICES CLUB INCOME	2,651,538	2,668,503

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

DETAILED INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
GOLF CLUB INCOME		
Gross profit - bar sales	47,108	6,320
Gross profit - golf balls	4,376	169
Gross profit - confectionery and food	2,004	656
Advertising and sponsorship income	11,280	-
Buggy shed rent	8,750	6,764
Cart hire	10,165	2,438
Competition fees income	85,646	25,250
Diesel rebate	1,436	366
Green fees	35,751	6,245
Club house and course hire	1,782	1,018
Pro pin income	11,702	2,672
Rent received	1,773	2,000
Members subscriptions	55,341	12,935
Sundry income	3,575	594
Wage subsidies	2,500	-
TOTAL GOLF CLUB INCOME	283,189	67,427
Profit on amalgamation with Golf Club	(1,233)	1,687,623
TOTAL INCOME	2,933,494	4,423,553
EXPENDITURE		
<u>Golf Club Expenses</u>		
Advertising	904	-
Affiliation fees	213	-
Amenities and replacements	213	-
Cleaning	1,545	215
Electricity	9,710	2,056
Freight	543	130
Fuel and oil	5,752	2,531
Insurance	2,621	756
Interest expense	5,643	1,368
Legal expense	-	186
Printing and stationery	4,880	814
Rates	3,653	885
Repairs and course maintenance	67,103	15,998

To be read in conjunction with the attached disclaimer

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

DETAILED INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
<u>Golf Club Expenses continued</u>		
Security	740	275
Subscriptions	220	120
Superannuation	11,906	909
Telephone and internet	3,808	1,146
Trophies	4,689	7,194
Wages	153,842	29,895
Sundry expenses	6,825	1,128
	284,810	65,606
<u>Administration Expenses</u>		
Accountancy fees	2,925	3,055
Audit fees	9,320	8,745
Cash shortages	2,019	4,941
Computer software and training	8,032	7,229
Conference and travel expense	3,208	9,978
Directors remuneration	4,500	4,250
Legal expenses	111	-
Postage	3,865	2,950
Printing and stationery	19,853	18,565
Subscriptions	22,522	21,036
Telephone	16,831	18,914
	93,186	99,663
<u>Occupancy Expenses</u>		
Amenities	15,874	13,994
Cleaning and waste disposal	25,235	24,009
Electricity	96,201	94,140
Fuel and lubricants	61,046	50,157
Insurance	78,352	79,555
Pest control	-	353
Plant hire	14,754	19,676
Rates	14,844	15,835
Replacements	16,247	21,260
Repairs and maintenance	53,585	47,825
Security	16,222	18,579
	392,360	385,383

To be read in conjunction with the attached disclaimer

GLEN INNES & DISTRICT SERVICES CLUB LIMITED

ABN 91 000 970 516

DETAILED INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$
<u>Employee Expenses</u>		
Payroll tax	47,982	46,201
Provision expense - employee entitlements	15,519	28,328
Staff training	(4,616)	(7,829)
Superannuation	108,091	103,408
Uniform	4,458	3,484
Wages	1,185,308	1,208,510
	1,356,742	1,382,102
<u>Advertising and Marketing Expenses</u>		
Advertising	39,509	41,594
Donations	47,607	54,437
Entertainment	92,082	111,410
Members promotions	171,831	200,494
Members taxi service	5,919	8,880
Raffles and bingo net	23,909	24,739
Sky channel expenses	25,094	18,574
Sport and recreation expenses	14,300	13,174
	420,251	473,302
<u>Other Expenses</u>		
Freight	270	353
Sundry expense	9,495	7,832
	9,765	8,185
<u>Borrowing Expenses</u>		
Bank charges	8,744	6,955
Bank interest	3	2,089
Leasing	-	3,751
	8,747	12,795
(Profit)/Loss on sale of assets	(2,620)	(171,704)
Depreciation	343,449	304,866
TOTAL EXPENDITURE	2,906,688	2,560,201
NET OPERATING PROFIT/(LOSS) BEFORE INCOME TAX	26,806	1,863,352
NET OPERATING PROFIT/(LOSS) AFTER INCOME TAX	26,806	1,863,352

To be read in conjunction with the attached disclaimer