

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2025

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

CONTENTS

Director's Report	1
Auditor's Independence Declaration	4
Statement of Profit or Loss and Other Comprehensive Income	5
Statement of Financial Position	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Financial Statements	9
Director's Declaration	23
Independent Auditor's Report	24
Auditor's Disclaimer	27
Profit and Loss Statement	28
Departmental Trading, Profit and Loss Statement	30
Profit & Loss Schedules	34

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DIRECTOR'S REPORT

Your directors present their report on Kurnell Community Sports and Recreation Club Limited (the company) for the financial year ended 30 June 2025.

Directors

The following directors have been in office for the entire financial year unless otherwise stated below and attended the recorded board meetings:

Name of Director	Club Position	Total number of Directors meetings attended	Total number of Directors meetings whilst in office
David Cavdarovski	President	12	12
James Baxter	Treasurer	12	12
Robert Duncan	Director	10	12
Steve Wilson	Director	10	12
Jeffrey Potauaine	Director	7	12
Ross Boyce	Director	11	12
Ron Welfare	Director	12	12

Number of Directors meetings

12

Information on Directors

Name of Director	Qualifications	Experience
David Cavdarovski	Business Owner	- Director 5 years
Gavin Sant	Construction Business Owner	- Director 9 years
James Baxter	Business Owner	- Director 5 years
Robert Duncan	Manager	- Director 8 years
Steve Wilson	Retired	- Director 7 years
Jeffrey Potauaine	Business Owner	- Director 3 years
Ross Boyce	Accountant	- Director 2 years
Ron Welfare	Retired	- Director 2 years

Members' limited liability

In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$10.00 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter. Based on 1,123 members, the total members' liability would be \$11,230.

Operating results

The profit of the company for the financial year after providing for income tax amounted to \$153,390.

Objectives

The objectives for which the club is established are to provide for members and for members' guests a community sports and recreational club with all the usual facilities of a club, to look after its members in every possible way by providing service, comfort, entertainment, good food and a wide range of facilities. To cater for every age group, and to give the community a significant proportion of the clubs profits in support of various charities and community organisations.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DIRECTOR'S REPORT

Short-term

- Increase membership numbers
- Improve the experience of members and efficiency of club operations
- Increase cash reserves of the club
- Maintain level of community support funding

Long-term

- Maintain financial stability of the club
- Ensure facilities continue to cater for members needs

Strategy for achieving the objectives

- Research on members preferences for facilities and services
- Review promotional activity conducted in the club
- Evaluate operational procedures and staff training

Principal activities

The principle activities of the club during the course of the financial year consisted of the conduct and promotion of the licensed club and in house sporting groups and the provision of sporting and recreation facilities to members of the club. There was no significant changes in the nature of the activities of the club during the year.

How these activities assist in achieving the objectives

The principal activities of the club contributed to achieving the objectives by providing a stable base of operations. This ensured the financial position of the club remained stable and generated funds to meet the demands of the club and maintain high levels of service to members and guests.

Performance measurement and key performance indicators

The financial performance of the club is measured against the budget set and benchmark data from the club industry. Some of the criteria reported on are:

- Earnings before Interest Taxation Depreciation and Amortisation (EBITDA)
- Per Capita Spend
- Gross profit margins
- Expense ratios and analysis
- Cash flow

Non-financial performance is assessed by a variety of measures including:

- Members feedback
- Staff turnover
- Comparison with industry wide initiatives
- Market research

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DIRECTOR'S REPORT

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 4.

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

Director: _____
D. Cavdarovski

Dated this 20th day of August 2025

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTOR OF
KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2025 there have been:

- (i) no contraventions of the auditor independence requirements of 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.

Maher Group Assurance Pty Limited

Trent Atlee

Taren Point

Dated this 20th day of August 2025

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 \$	2024 \$
Revenue	2	2,755,375	2,388,277
Other income	2	(4,524)	18,557
		<u>2,750,851</u>	<u>2,406,834</u>
Cost of sales	3	(565,432)	(519,030)
Depreciation and amortisation expenses	3	(174,696)	(189,676)
Employee benefits expenses		(678,862)	(619,973)
Finance costs		(20,943)	(1,214)
Other expenses		(1,124,020)	(1,034,780)
Profit before income tax	3	186,898	42,161
Income tax expense	4	(33,508)	(32,903)
Profit for the year		153,390	9,258
Other comprehensive income			
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u>153,390</u>	<u>9,258</u>
Total comprehensive income attributable to members of the entity		153,390	9,258

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	942,420	565,805
Trade and other receivables	6	34,387	1,400
Inventories	7	40,654	25,686
Other current assets	8	62,492	79,033
TOTAL CURRENT ASSETS		<u>1,079,953</u>	<u>671,924</u>
NON-CURRENT ASSETS			
Property, plant and equipment	9	470,639	525,121
TOTAL NON-CURRENT ASSETS		<u>470,639</u>	<u>525,121</u>
TOTAL ASSETS		<u>1,550,592</u>	<u>1,197,045</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	237,094	301,799
Borrowings	11	43,680	-
Provisions	12	50,003	66,512
Tax liabilities	13	12,214	1,254
Other current liabilities	14	36,000	48,163
TOTAL CURRENT LIABILITIES		<u>378,991</u>	<u>417,728</u>
NON-CURRENT LIABILITIES			
Borrowings	11	238,894	-
TOTAL NON-CURRENT LIABILITIES		<u>238,894</u>	<u>-</u>
TOTAL LIABILITIES		<u>617,885</u>	<u>417,728</u>
NET ASSETS		<u>932,707</u>	<u>779,317</u>
EQUITY			
Retained earnings	15	932,707	779,317
TOTAL EQUITY		<u>932,707</u>	<u>779,317</u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2025

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2023		770,059	770,059
Profit (Loss) attributable to members		9,258	9,258
Balance at 30 June 2024		<u>779,317</u>	<u>779,317</u>
Profit (Loss) attributable to members		153,390	153,390
Balance at 30 June 2025		<u><u>932,707</u></u>	<u><u>932,707</u></u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and others	2,691,455	2,452,205
Payments to suppliers and employees	(2,470,503)	(2,193,217)
Interest received	18,770	10,596
Finance costs paid	(1,969)	(1,214)
Net cash provided by operating activities	19 <u>237,753</u>	<u>268,370</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	8,000	18,557
Payments for property, plant and equipment	(132,738)	(135,488)
Net cash used in investing activities	<u>(124,738)</u>	<u>(116,931)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	300,000	-
Repayment of borrowings	(36,400)	-
Net cash provided by financing activities	<u>263,600</u>	<u>-</u>
Net increase in cash held	376,615	151,439
Cash at beginning of financial year	565,805	414,366
Cash at end of financial year	5 <u><u>942,420</u></u>	<u><u>565,805</u></u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

1 Summary of Significant Accounting Policies

The financial statements cover Kurnell Community Sports and Recreation Club Limited (the company) as an individual entity. Kurnell Community Sports and Recreation Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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

The financial statements are presented in Australian dollars, which is the company's functional currency, and have been rounded to the nearest dollar.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements were authorised for issue on 20 August 2025 by the director of the company.

Accounting Policies

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Trade and Other Receivables

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for doubtful debts. 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.

At the end of each reporting period, the carrying amount of trade and other receivables is reviewed and an allowance for doubtful debts is recognised when there is objective evidence that individual receivables are not recoverable.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a weighted-average basis.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Property, Plant and Equipment

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

Property

Buildings and leasehold improvements at Kurnell are owned by the company and are erected on land leased from Ampol Refineries (NSW) Pty Ltd and have historically been amortised over the term of the lease. Since 2015, leasehold improvements have been amortised over 10 years with consideration that future leases will be granted.

Make Good Provision on Leased Premises

There are two clauses in the lease agreement which require the company to "make good" the premises on expiration of the lease, including redecoration of the interior and exterior of the premises.

The directors' consider the premises is in good and substantial repair and condition and the costs associated with removing of fixtures and fittings (if required) and redecoration upon termination will not be material. Accordingly provision to "make good" is not considered necessary.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

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 director to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the company 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 company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

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 statement of profit or loss and other comprehensive income. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives 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
Leasehold Improvements	10.0 - 40.0%
Plant & Equipment	10.0 - 25.0%

The estimated useful life for each class of depreciable assets are:

Class of Fixed Asset	Useful Life
Leasehold Improvements	2.5 - 10 Years
Plant & Equipment	4 - 10 Years

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

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

An asset's 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 statement of profit or loss and other comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Trade and Other Payables

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. The carrying values are considered to be a reasonable approximation of the fair values. Trade payables are obligations on the basis of normal credit terms.

Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

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

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 are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting year.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the company and specific criteria relating to the type of revenue as noted below, has been satisfied.

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

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Sale of goods

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods to members and other patrons and is recognised at the point the goods are provided as this corresponds to the transfer of significant risks and rewards of ownership of the goods.

Rendering of services

Revenue from rendering of services comprises revenue from gaming facilities together with other services to members and other patrons and is recognised when the services are provided.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Membership subscriptions

Membership subscriptions paid in advance are initially recognised as a liability. Revenue is recognised on a straight line basis over the membership period, based on the membership category for which subscriptions have been received.

Sale of property, plant and equipment

The gain or loss on disposal of property, plant and equipment is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal (including incidental costs) and is recognised as other income or other expenses at the date control of the asset passes to the buyer.

Other income

Other income is recognised on an accruals basis when the company is entitled to it.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

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 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.

Income Tax

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises of current income tax expense plus deferred tax expense.

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (loss) for the year and is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates and laws that have been enacted or substantively enacted by the end of the reporting year. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting year.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and losses can be utilised.

Current and deferred tax is recognised as income or an expense and included in profit or loss for the period except where the tax arises from a transaction which is recognised in other comprehensive income or equity, in which case the tax is recognised in other comprehensive income or equity respectively.

Comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
2 Revenue		
Operating activities		
Trading revenue	2,553,165	2,180,342
Interest received	23,457	10,596
Other revenue	178,753	197,339
Total revenue	2,755,375	2,388,277
Non-operating activities		
Profit on Sale of Non-current Assets	(4,524)	18,557
Other income	(4,524)	18,557
3 Profit		
Expenses		
Cost of sales	565,432	519,030
Depreciation - Bar	5,293	1,812
Depreciation - Poker Machines	92,583	97,146
Depreciation - Leasehold Improvements	38,900	55,457
Depreciation - Plant & Equipment	37,920	35,261
Depreciation of property, plant and equipment	174,696	189,676
4 Income Tax Expense		
Reconciliation between income tax expense and prima facie tax on accounting profit		
Accounting profit / (loss)	186,898	42,161
Tax at 25%	46,725	10,540
Under provision for income tax	-	6,115
	46,725	16,655
Adjust for tax effect of:		
Net income attributable to members	2,454	404
Mutuality	(10,040)	10,928
Other items	(5,631)	4,916
Income tax expense / (benefit) on taxable income	33,508	32,903

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
5 Cash and Cash Equivalents		
Current		
Cash on Hand	100,065	113,905
Cash at Bank	842,355	451,900
	<u>942,420</u>	<u>565,805</u>
6 Trade and Other Receivables		
Current		
Trade Debtors	29,700	1,400
Accrued Income	4,687	-
	<u>34,387</u>	<u>1,400</u>
7 Inventories		
Current		
At cost:		
Bar Stock on Hand	39,640	24,672
Other Stock on Hand	1,014	1,014
	<u>40,654</u>	<u>25,686</u>
8 Other Assets		
Current		
Prepayments	62,492	79,033

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
<hr/>		
9 Property, Plant and Equipment		
Land and Buildings		
Leasehold Property - at Cost	839,353	839,353
Less: Accumulated Depreciation	(731,082)	(692,182)
Work In Progress	28,725	-
	136,996	147,171
Total Land and Buildings	136,996	147,171
Plant & Equipment - at Cost	755,119	733,096
Less: Accumulated Depreciation	(625,033)	(587,113)
	130,086	145,983
Bar Equipment - at Cost	119,652	119,652
Less: Accumulated Depreciation	(80,088)	(74,795)
	39,564	44,857
Keno Equipment - at Cost	6,691	6,691
Less: Accumulated Depreciation	(6,691)	(6,691)
	-	-
Poker Machines - at Cost	661,976	625,486
Less: Accumulated Depreciation	(497,983)	(438,376)
	163,993	187,110
Total Plant and Equipment	333,643	377,950
Total Property, Plant and Equipment	470,639	525,121

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024	
	\$	\$	
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.			
	Leasehold Improvements	Poker Machines	Plant & Equipment
	\$	\$	\$
Balance at 1 July 2023	195,943	215,446	167,920
Additions	6,685	68,810	59,993
Depreciation expense	<u>(55,457)</u>	<u>(97,146)</u>	<u>(37,073)</u>
Balance at 30 June 2024	147,171	187,110	190,840
Additions	28,725	81,990	22,023
Disposals	-	(12,524)	-
Depreciation expense	<u>(38,900)</u>	<u>(92,583)</u>	<u>(43,213)</u>
Carrying amount at 30 June 2025	<u>136,996</u>	<u>163,993</u>	<u>169,650</u>
			<u>470,639</u>

10 Trade and Other Payables

Current

Trade Creditors	71,224	204,665
Other Creditors	<u>165,870</u>	<u>97,134</u>
	<u>237,094</u>	<u>301,799</u>

Trade and other payables are unsecured, non interest-bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

11 Borrowings

Current

Loans - Bank	<u>43,680</u>	<u>-</u>
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Non-Current

Loans - Bank	<u>238,894</u>	<u>-</u>
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Total borrowings	<u>282,574</u>	<u>-</u>
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KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
12 Provisions		
Current		
Provision for Annual Leave	24,184	30,552
Provision for Long Service Leave	-	35,960
Provision for Progressive Jackpots	25,819	-
	50,003	66,512
13 Tax		
Liabilities		
Current		
Provision for Income Tax	12,214	1,254
	12,214	1,254
14 Other Liabilities		
Current		
Income Received in Advance	36,000	48,163
	36,000	48,163
15 Retained Earnings		
Retained earnings at the beginning of the financial year	779,317	770,059
Net profit attributable to members of the company	153,390	9,258
Retained earnings at the end of the financial year	932,707	779,317
16 Key Management Personnel		
<p>Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.</p> <p>The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:</p>		
Key management personnel compensation	367,390	368,890

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
17 Related Party Transactions		
Transactions between related parties are on normal commercial terms and conditions. These terms and conditions are no more favourable than those available to other parties unless otherwise stated.		
Transactions with related parties:		
Mr James Baxter (Director) is director of KOR Glass & Aluminium Pty Ltd. This company provided building services to the club.	-	2,145
Mr James Baxter (Director) is the brother of Mr Matt Baxter, business owner of Baxter Plumbing. This business provided plumbing services to the club.	2,470	924
Mr David Cavdarovski (President) is director of Cav Air Services Pty Ltd. This company provided air conditioning and electrical services to the club.	1,408	10,585
Mr Jeffrey Potauaine (Director) is director of Kamay Projects Pty Ltd. This company provided signage and maintenance services to the club.	5,135	-
Mr Peter Cavdarovski (General Manager) is the father of Mr David Cavdarovski (President). Peter operates the sole trader business C.I.S Business Consultants. Peter is contracted through this business in his role as General Manager of the club.	182,000	172,500
18 Auditor's Remuneration		
During the financial year the following fees were paid or payable for services provided by the auditors of the company, Maher Group Assurance Pty Ltd:		
Audit services		
Audit of the financial statements	17,000	17,000
Other services		
Other services	16,484	11,263

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
<hr/>		
19 Cash Flow Information		
a) Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash on Hand	100,065	113,905
Cash at Bank	842,355	451,900
	942,420	565,805
b) Reconciliation of Cashflow from Operations with profit after Income Tax		
Operating profit (loss) after income tax	153,390	9,258
Adjustments:		
Profit on sale of non-current assets	-	(18,557)
Loss on sale of non-current assets	4,524	-
Depreciation	174,696	189,676
Financing flows in operating profits	18,974	-
(Increase) Decrease in inventories	(14,968)	4,698
(Increase) Decrease in trade and other receivables	(28,300)	32,361
(Increase) Decrease in accrued income	(4,687)	-
(Increase) Decrease in prepayments	16,541	(10,823)
Increase (Decrease) in trade and other payables	(64,705)	13,472
Increase (Decrease) in provisions	(16,509)	7,776
Increase (Decrease) in income in advance	(12,163)	42,163
Increase (Decrease) in tax liabilities	10,960	(1,654)
	237,753	268,370

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$

20 Company Details

The registered office of the company is:

Captain Cook Drive, Kurnell NSW 2231

The principal place of business is:

Captain Cook Drive, Kurnell NSW 2231

The principal activities of the company are Licensed Club.

21 Disclosure Requirements under Section 41E of the Registered Clubs Act

Core and Non-core Property

Section 41E of the Act defines core property as meaning any real property owned or occupied by a registered club that comprises:

- (a) the defined premises of the club; or
- (b) any facility provided by the club for use of its members and their guests; or
- (c) any other property declared, by resolution passed by a majority of the members present at a general meeting of the ordinary members of the club, to be core property of the club.

Non-core property is defined as meaning any real property owned or occupied by the club that is not core property.

The company's defined premises at Captain Cook Drive, Kurnell NSW 2231 is considered to be core property.

The company is not considered to have any non-core property.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DIRECTOR'S DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 22, are 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 2025 and of its performance as represented by the results of its operations and its cash flows for the year ended on that date; and
 - (b) complying with Australian Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001; and
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director: _____
D. Cavdarovski

Dated this 20th day of August 2025

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

Auditor's Opinion

We have audited the accompanying financial report of Kurnell Community Sports and Recreation Club Limited (the company), which comprises the statement of financial position as at 30 June 2025, and 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 comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of the company 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 2025 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001.

Basis for Auditor's Opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement. Our responsibilities under those standards are further described in the Auditor's Responsibility section of our report.

We are independent of the company in accordance with the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (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.

Other Information

The directors of the company are responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial report and our auditor's report thereon.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

Our opinion on the financial report does not cover the other information and 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.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and Australian Accounting Standards - Simplified Disclosures and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. 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 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 Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

We 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.

We 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 company's internal control.

We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors.

We conclude on the appropriateness of the directors' 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 company'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 company to cease to continue as a going concern.

We 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 directors 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.

Maher Group Assurance Pty Limited

Trent Atlee

Taren Point

Dated this 20th day of August 2025

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

**Auditor's Disclaimer to the Members
For the year ended 30 June 2025**

The additional data presented in the Profit & Loss Statement and Trading accounts is in accordance with the books and records of the Kurnell Community Sports and Recreation Club Limited (our client) which have been subjected to the auditing procedures applied in the statutory audit of the company for the year ended 30 June 2025. It will be appreciated that the statutory audit did not cover all details of the financial data and no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than our client) in respect of such data, including any errors or omissions therein however caused.

Name of Firm: Maher Group Assurance Pty Limited
Chartered Accountants

Name of Principal: _____
Trent Atlee

Address: Taren Point

Dated this 20th day of August 2025

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
INCOME		
Bar Trading Account	379,136	385,516
Poker Machine Trading Account	784,917	563,864
Keno Trading Account	(7,798)	39,534
TAB Trading Account	(30,854)	(34,038)
	1,125,401	954,876
OTHER INCOME		
Commissions	23,367	20,255
Interest Received	23,457	10,596
Members' Subscriptions & Joining Fees	11,183	8,035
Rents Received	29,766	30,546
Tennis Court Hire	1,627	109
Function & Event Income	85,761	101,752
Government Subsidies	-	26,593
Sundry Revenue	27,049	10,049
Profit on Sale of Non-current Assets	(4,524)	18,557
	197,686	226,492
	1,323,087	1,181,368

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
EXPENSES		
Accountancy Fees	16,484	11,263
Advertising & Signs	5,756	3,873
Audit Fees	17,000	17,000
Bank Charges	1,928	4,465
Cash Discrepancies(Surpluses)	2,423	3,085
Cleaning & Pest Control	42,802	39,259
Computer Expenses	45,108	38,966
Courtesy Bus	7,158	4,412
Consultancy Fees	165,909	158,052
Depreciation - Leasehold Improvements	38,900	55,457
Depreciation - Plant & Equipment	37,920	35,261
Net Dining Room & Kitchen Costs	14,410	14,502
Directors' Expenses (Note 1)	-	1,012
Donations & Sponsorships (Note 2)	51,524	20,361
Entertainment Expenses	48,921	39,978
Foxtel	29,080	31,330
Function & Event Costs	98,877	90,510
General Expenses	51,803	25,287
Insurance	55,835	54,303
Interest Paid	20,943	1,214
Intra-Club Costs (Note 3)	156	129
Light & Power	23,691	18,563
Meeting Costs - AGM	-	756
Members Amenities	12,177	7,921
Printing, Postage, Stationery & Photocopy Costs	14,545	14,177
Promotions (Note 4)	(2,518)	103,131
Property Maintenance	69,151	50,313
Salaries, Allowances & Leave Provisions	53,346	97,805
Security Costs	95,136	97,949
Staff Costs	30,297	17,327
Subscriptions	-	5,671
Superannuation Contributions	66,654	59,353
Telephone	3,261	3,298
Waste Disposal	17,512	13,224
	1,136,189	1,139,207
Profit from ordinary activities before income tax	186,898	42,161

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
BAR TRADING ACCOUNT		
Sales	1,435,236	1,301,335
Members Discounts	(108,128)	(94,707)
Bar Rebates	97,639	83,004
	1,424,747	1,289,632
Less: Cost of Goods Sold		
Opening Inventory	24,672	27,531
Purchases	580,400	516,171
Less Closing Inventory	(39,640)	(24,672)
	565,432	519,030
	859,315	770,602
Gross Profit from Trading		
Less: Direct Costs		
Wages	409,689	329,679
Bar Requisites - Other	28,225	21,445
Depreciation - Bar	5,293	1,812
Stock Reporting	5,400	5,400
Cleaning	11,014	10,281
Repairs & Maintenance	9,649	5,556
Bar Requisites - Glasses	865	2,415
Electricity	5,077	3,646
Telephone	559	565
Insurance	4,408	4,287
	480,179	385,086
Net Profit from Trading	379,136	385,516

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
POKER MACHINE TRADING ACCOUNT		
Clearances	1,055,140	783,602
GST Rebate	17,180	17,180
	1,072,320	800,782
Less: Direct Costs		
Wages	94,265	86,387
Depreciation - Poker Machines	92,583	97,146
Analysis Costs	15,208	13,615
Electricity	1,692	1,215
Repairs, Maintenance & Service	9,887	11,805
Provision for Progressive Jackpots	25,819	-
Poker Machine Duty	30,724	-
Other Costs	9,685	19,563
Telephone	279	283
Cleaning	2,853	2,617
Insurance	4,408	4,287
	287,403	236,918
Net Profit from Trading	784,917	563,864

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
<hr/>		
KENO TRADING ACCOUNT		
Commission Received	<u>31,956</u>	<u>73,634</u>
Less: Direct Costs		
Wages	27,457	23,376
Electricity	1,692	1,215
Other Costs	254	-
Repairs & Maintenance	2,751	2,322
Promotions	60	-
Telephone	279	283
Cleaning	2,853	2,617
Insurance	<u>4,408</u>	<u>4,287</u>
	<u>39,754</u>	<u>34,100</u>
Net Profit (Loss) from Trading	<u><u>(7,798)</u></u>	<u><u>39,534</u></u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
<hr/>		
TAB TRADING ACCOUNT		
Commission Received	<u>24,142</u>	<u>16,294</u>
Less: Direct Costs		
Wages	27,451	23,373
Electricity	1,639	1,215
Repairs & Maintenance	5,307	5,077
Sky Channel	13,059	13,480
Telephone	279	283
Cleaning	2,853	2,617
Insurance	<u>4,408</u>	<u>4,287</u>
	<u>54,996</u>	<u>50,332</u>
Net Loss from Trading	<u><u>(30,854)</u></u>	<u><u>(34,038)</u></u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

PROFIT AND LOSS SCHEDULES
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
<u>Note 1: Directors' Expenses</u>		
Honorariums	-	-
Directors Expenses	-	1,012
	-	1,012
<u>Note 2: Donations & Sponsorships</u>		
Welfare & Sponsorships	41,233	16,573
Kurnell School	10,291	955
Other Donations	-	2,833
	51,524	20,361
<u>Note 3: Intra-Club Costs</u>		
Darts Club	200	105
Golf Club	12	-
Tennis Club	(56)	24
	156	129
<u>Note 4: Promotions Expense / (Revenue)</u>		
Raffles - Wednesday (net)	(19,229)	(13,266)
Raffles - Friday (net)	(33,643)	(22,110)
Raffles - Sunday (net)	(30,055)	(18,963)
Sunday Funday Kids Club	5,998	7,834
Trivia	26,591	27,453
Cronulla Sharks Hospitality Suite	-	91,000
Other	47,820	31,183
	(2,518)	103,131

The accompanying notes form part of these financial statements.