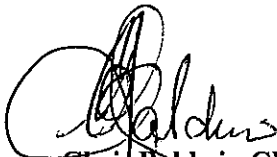


MOORoopNA GOLF CLUB INCORPORATED
INDEPENDENT AUDIT REPORT

To the Office of Gambling Regulation

We have audited the Community Benefit Statement of Mooroopna Golf Club Inc. for the year ended 30th June, 2009 in accordance with Australian Auditing Standards.

In our opinion, the information reported in the Community Benefit Statement is consistent with the annual statutory financial report from which it is derived and upon which we expressed an unqualified audit opinion in our report to the members dated 25th September, 2009. For a better understanding of the scope of our audit, this report should be read in conjunction with our audit report on the annual statutory financial report.


Chris Baldwin CPA
BROWN BALDWIN

Dated 29th September, 2009

MOORoopNA GOLF CLUB INCORPORATED**INDEPENDENT AUDIT REPORT
TO THE MEMBERS****Scope**

We have audited the financial statements being a special purpose financial report comprising the Trading Profit & Loss Account, Balance Sheet, notes to and forming part of the accounts and Statement of Cash Flows of Mooroopna Golf Club Inc., for the year ended 30th June, 2009. The Committee is responsible for the financial report and has determined that the accounting policies used in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements of the Association Incorporation Act (Victoria) and are appropriate to meet the needs of the members. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of Mooroopna Golf Club Inc. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

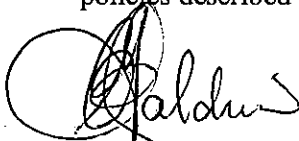
The financial statements have been prepared for the purpose of fulfilling the requirements of the Associations Incorporation Act (Victoria). We disclaim any assumption of responsibility for any reliance on this report or on the financial statements to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on the test basis, of evidence supporting the amounts and other disclosures in the financial statements and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion whether, all material respects, the financial statements are presented fairly in accordance with the accounting policies described in Note 1 so as to present a view which is consistent with our understanding of the Association's financial position, and performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Australian Accounting Standards and other mandatory professional reporting requirements in Australia.

The audit opinion expressed in the report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report of Mooroopna Golf Club Inc. presents a true and fair view of the financial position of Mooroopna Golf Club Inc. as at 30th June 2009 and the results of its operations and its cash flows for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.



**Chris Baldwin CPA
BROWN BALDWIN**

Dated 25th September, 2009

MOORoopNA GOLF CLUB INCORPORATED
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30TH JUNE, 2009

2007	2008		2009
\$	\$	NOTES	\$
<u>BAR TRADING ACCOUNT</u>			
403,919.51	460,945.73	Bar Sales	463,441.33
<u>LESS COST OF GOODS SOLD</u>			
9,978.06	12,897.73	Opening Stock	11,821.58
187,817.39	218,701.54	Purchases	214,028.22
5,115.34	4,356.99	Freight	4,082.93
<u>202,910.79</u>	<u>235,956.26</u>		<u>229,932.73</u>
12,897.73	11,821.58	Closing Stock	12,603.58
<u>190,013.06</u>	<u>224,134.68</u>		<u>217,329.15</u>
<u>213,906.45</u>	<u>236,811.05</u>	Gross Profit From Trading	<u>246,112.18</u>
<u>213,906.45</u>	<u>236,811.05</u>	Bar Surplus	<u>246,112.18</u>
<u>GAMING MACHINES</u>			
Income			
1,016,965.06	1,063,442.40	Gaming Income	1,158,679.12
Expenditure			
85,806.25	71,562.30	Advertising & Promotion	76,071.17
20,936.82	21,047.30	Entertainment	22,103.67
35,835.38	44,815.71	Electricity	45,716.68
3,237.65	3,382.05	Licence Fees	4,203.92
13,790.36	12,002.18	Security	13,283.73
7,133.41	37,414.62	Sundry Expenses	30,987.55
<u>267,886.80</u>	<u>313,921.48</u>	Wages	<u>348,975.98</u>
434,626.67	504,145.64		541,342.70
<u>582,338.39</u>	<u>559,296.76</u>	Gaming Surplus	<u>617,336.42</u>
<u>HOUSE OPERATION ACCOUNT</u>			
27,527.47	30,498.17	Fundraising Income	30,011.63
13,478.98	12,477.48	Fundraising Expenses	16,040.65
<u>14,048.49</u>	<u>18,020.69</u>	House Operation	<u>13,970.98</u>
<u>MATCH OPERATION ACCOUNT</u>			
Income			
48,468.49	48,161.84	Match Entries & Tournaments	45,949.07
11,320.03	5,251.67	Sponsorship	4,998.20
8,818.27	6,909.16	Pro-Am Entries	6,272.77
8,591.91	11,131.01	Pro-Am Sponsorship	2,573.37
424.54	5,473.63	Pro-Am Sundries	5,233.09
1,464.54	793.64	Sundries	1,648.04
<u>79,087.78</u>	<u>77,720.95</u>		<u>66,674.54</u>
Expenditure			
19,993.57	19,086.16	Trophies	18,339.12
2,953.27	4,564.18	Printing & Stationery	4,655.77
11,000.00	10,090.90	Pro-Am Professionals	9,090.91
363.64	0.00	Pro-Am Advertising	-
1,822.73	1,295.46	Pro-Am Trophies	1,636.36
1,309.34	388.22	Pro-Am Other	193.18
<u>22,512.43</u>	<u>23,625.59</u>	Sundry Expenses	<u>14,501.35</u>
59,954.98	59,050.51		48,416.69
<u>19,132.80</u>	<u>18,670.44</u>	Match Operation Surplus	<u>18,257.85</u>
<u>BOWLS SUB COMMITTEE</u>			
Income			
1,484.55	634.55	Tournaments	1,429.27
1,949.99	1,770.87	Sponsorship	1,068.18
<u>17,518.93</u>	<u>16,774.89</u>	Sundry	<u>14,655.48</u>
20,953.47	19,180.31		17,152.93
Expenditure			
2,271.53	1,273.19	Trophies	1,656.24
4,343.65	3,927.35	Food	2,897.76
5,637.14	5,740.67	Contractor	4,433.36
5,301.02	15,606.12	Sundry Expenses	14,647.85
<u>17,553.34</u>	<u>26,547.33</u>		<u>23,635.21</u>
<u>3,400.13</u>	<u>-7,367.02</u>	Bowls Surplus/(Deficit)	<u>(6,482.28)</u>

2007	2008		2009
\$	\$	NOTES	\$
GOLF LADIES SUB COMMITTEE			
Income			
16,221.88	17,676.53	Lady Golfers	22,482.27
805.46	1,983.82	Catering	2,004.54
<u>17,027.34</u>	<u>19,660.35</u>		24,486.81
Expenditure			
4,415.00	6,836.65	Lady Golfers	8,613.39
2,184.93	1,493.39	Catering	2,186.69
3,281.48	2,300.14	Trophies	3,979.20
<u>9,881.41</u>	<u>10,630.18</u>		14,779.28
<u>7,145.93</u>	<u>9,030.17</u>	Lady Golfers Surplus	<u>9,707.53</u>
INCOME			
839,972.19	834,462.09	Gross Trading Profit	898,902.68
67,259.54	64,998.63	Green Fees	53,098.55
2,018.72	-	Interest received	-
109,572.53	110,448.93	Subscription Income	104,881.69
11,512.85	44,878.24	Sundry Income	45,049.61
35,418.21	35,927.32	Kitchen Lease	36,581.77
0.00	-	Profit on Sale	14,377.63
<u>1,065,754.04</u>	<u>1,090,715.21</u>		1,152,891.93
LESS EXPENSES			
Course Expenditure			
39,200.46	39,615.68	Fertilisers, Sprays	45,254.13
6,560.61	10,340.29	Course Power	10,871.27
17,230.50	17,166.12	Leasing Charges	1,430.63
163,760.08	175,598.03	Wages - Course	195,195.61
9,100.68	10,870.43	Staff Amenities & Training	8,518.79
16,966.51	23,679.23	Fuel	15,344.59
59,424.13	76,359.17	Repairs & Maintenance - Course	72,506.70
<u>312,242.97</u>	<u>353,628.95</u>		349,121.72
Clubhouse Expenditure			
43,592.02	28,603.89	Repairs & Maintenance	25,082.46
15,869.15	17,093.94	Sundry Expenses	22,198.88
4,563.03	4,414.06	Electricity & Gas	4,806.25
<u>64,024.20</u>	<u>50,111.89</u>		52,087.59
Administration Expenditure			
4,718.40	4,900.00	Accountancy & Audit	4,900.00
23,271.20	1,117.48	Advertising	500.00
33,672.44	25,568.27	Bank Charges & Interest	23,171.65
1,793.49	4,328.25	Computer Training & Software	1,471.77
12,029.51	16,553.25	Consultancy	16,170.52
35,927.23	33,110.50	Insurance & Workcover	37,386.00
16,597.63	20,119.33	Printing, Postage & Stationery	15,228.56
27,004.35	41,372.33	Sundry Expenses	42,539.26
146.76	456.82	Repairs & Maintenance	283.64
12,432.68	12,188.19	Telephone	12,668.17
127,866.67	176,198.47	Wages	177,731.52
21,877.00	17,335.47	Rates	27,650.52
7,803.11	7,107.47	Staff Amenities & Training	6,775.71
51,476.16	49,300.66	Superannuation	67,426.09
3,368.73	2,448.84	Provision for Long Service Leave	1,555.20
2,641.95	14,279.55	Payroll Tax Expense	13,065.07
5,033.00	1,307.00	Loss on Sale of Fixed Assets	-
20,485.12	22,949.99	Professionals Retainer	25,167.27
<u>408,145.43</u>	<u>450,641.87</u>		473,690.95
<u>784,412.60</u>	<u>854,382.71</u>	TOTAL EXPENSES	<u>874,900.26</u>
<u>281,341.44</u>	<u>236,332.50</u>		277,991.67
Operating Profit			
Less Non-operating Expenses			
98,037.00	110,840.00	Depreciation	116,264.00
<u>183,304.44</u>	<u>125,492.50</u>		161,727.67
Accounting Profit /(Loss)			
1,332,357.66	1,515,662.10		1,641,154.60
<u>1,515,662.10</u>	<u>1,641,154.60</u>	Accumulated Funds 1/7/08	<u>1,802,882.27</u>
		Accumulated Funds 30/6/09	

MOORoopNA GOLF CLUB INCORPORATED
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE, 2009

2007	2008		\$	2009
\$	\$	NOTES		\$
<u>1,515,662.10</u>	<u>1,641,154.60</u>	ACCUMULATED PROFIT		<u>1,802,882.27</u>
		FIXED ASSETS		
382,276.13	382,276.13	Freehold Land & Improvements at Cost	1	382,276.13
901,994.00	901,994.00	Buildings at Cost		901,994.00
<u>-154,629.00</u>	<u>--175,665.00</u>	Less Depreciation		<u>196,291.00</u>
747,365.00	726,329.00			705,703.00
164,193.00	237,123.00	Course Development at Cost		286,658.77
<u>-40,206.00</u>	<u>--50,765.00</u>	Less Depreciation		<u>60,808.00</u>
123,987.00	186,358.00			225,850.77
461,415.00	461,415.00	Watering System		461,415.00
<u>-181,669.00</u>	<u>--202,625.00</u>	Less Depreciation		<u>222,915.00</u>
279,746.00	--258,790.00			238,500.00
881,570.00	939,690.00	Plant, Equipment & Fittings		1,002,354.68
<u>-573,599.00</u>	<u>--633,195.00</u>	Less Depreciation		<u>684,122.37</u>
<u>307,971.00</u>	<u>306,495.00</u>			318,232.31
<u>1,841,345.13</u>	<u>1,860,248.13</u>			
		INTANGIBLE ASSETS		
312.00	312.00	Formation Expenses		312.00
		CURRENT ASSETS		
57,636.30	53,234.90	Cash on Hand		48,842.10
9,042.40	59,983.66	Cash at Bank	3	138,182.15
12,317.84	8,412.00	Sundry Debtors		19,598.20
<u>12,897.73</u>	<u>11,821.58</u>	Stock on Hand		<u>12,603.58</u>
<u>91,894.27</u>	<u>133,452.14</u>			<u>219,226.03</u>
<u>1,933,551.40</u>	<u>1,994,012.27</u>	Total Assets		<u>2,090,100.24</u>
		LESS LIABILITIES		
		CURRENT LIABILITIES		
72,487.78	90,863.75	Sundry Creditors	4	87,687.97
42,397.09	48,288.24	Chattel Mortgage Loans		44,554.82
<u>7,559.76</u>	<u>7,559.76</u>	Hire Purchase Loans		<u>3,102.79</u>
122,444.63	146,711.75			135,345.58
		NON CURRENT LIABILITIES		
200,000.00	130,000.00	National Bank Bills	6	69,000.00
66,779.74	60,531.37	Chattel Mortgage Loans		68,408.67
9,474.56	2,706.03	Hire Purchase Loans		-
<u>19,190.37</u>	<u>12,908.52</u>	Provision For Long Service Leave		<u>14,463.72</u>
<u>295,444.67</u>	<u>206,145.92</u>			<u>151,872.39</u>
<u>417,889.30</u>	<u>352,857.67</u>	Total Liabilities		<u>287,217.97</u>
<u>1,515,662.10</u>	<u>1,641,154.60</u>	NET ASSETS		<u>1,802,882.27</u>

MOORoopNA GOLF CLUB INCORPORATED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE, 2009

2008	<u>Cash Flows from Operating activities</u>	\$
	Receipts	
507,040.30	Bar Sales	509,785.46
121,493.82	Subscriptions	115,369.86
71,498.49	Green Fees	58,408.41
1,169,786.64	Gaming Income	1,274,547.03
<u>249,890.81</u>	Other	<u>241,687.02</u>
2,119,710.07		2,199,797.78
	Payments	
703,700.06	Wages & Salaries & Superannuation	789,329.20
1,055,714.17	Suppliers	1,131,316.16
<u>12,955.85</u>	Interest & Borrowing Costs	<u>11,851.01</u>
<u>1,772,370.08</u>		<u>1,932,496.37</u>
347,339.99	Net Cash used in operating activities	267,301.41
	 <u>Cash Flows from Investing Activities</u>	
131,050.00	Payments for Property & Plant	63,382.27
<u>0.00</u>	Proceeds from Sale of Property and Plant	<u>(500.00)</u>
131,050.00	Net Cash used in Investing Activities	62,882.27
	 <u>Cash Flows from Financin^g Activities</u>	
127,654.23	Repayment of Borrowings	130,613.45
<u>42,095.90</u>	New Borrowings	<u>-</u>
<u>169,750.13</u>	Net Cash used in Financing Activities	<u>130,613.45</u>
46,539.86	Net Increase (Decrease) in Cash Held	73,805.69
<u>66,678.70</u>	Cash at the beginning of the year	<u>113,218.56</u>
<u>113,218.56</u>	Cash at the end of the year	<u>187,024.25</u>
	 <u>Reconciliation of cash on hand</u>	
53,234.90	Cash	48,842.10
<u>59,983.66</u>	Deposits at Call	<u>138,182.15</u>
<u>113,218.56</u>		<u>187,024.25</u>

\$

Bar Sales	463,441.33
Inc GST	<u>509,785.46</u>
Subscription	104,881.69
Inc GST	<u>115,369.86</u>
Green Fees	53,098.55
Inc GST	<u>58,408.41</u>
Gaming Fees	1,158,679.12
Inc GST	<u>1,274,547.03</u>
Other	
Fundraising	30,011.63
Match Operation	66,674.54
Bowls	17,152.93
Golf Ladies	24,486.81
Kitchen Lease	36,581.77
Sundry	<u>42,389.61</u>
	<u>217,297.29</u>
Inc GST	239,027.02
GST Refunded from A.T.O.	-
Rebates Received - Workcover & Apprentice Interest	2,660.00
	<u>-</u>
	<u>241,687.02</u>
Suppliers	
Total Expenses	1,737,225.94
HP Charges	11,320.64
Wages	721,903.11
Superannuation	67,426.09
Long Service Leave	1,555.20
Payroll tax	13,065.07
Interest	11,851.01
	<u>910,104.82</u>
Change in Creditors	3,175.78
Change in Stock & others	11,968.20
Change in Prepayments	<u>-</u>
	<u>925,248.80</u>
Inc GST	<u>1,017,773.68</u>
GST Forwarded to ATO	102,476.00
Long Service Leave Provision	-
Bank Charges	-2685.72
Loss on Sale of Fixed Assets	-
Others	303.59
Gaming Income Not Yet Swept	13,448.61
	<u>1,131,316.16</u>
Borrowing Repayment	
Bank Bill	61,000.00
HP 1	14,048.52
Chattel Mortgage 1	7,559.76
Chattel Mortgage 2	14,757.60
Chattel Mortgage 3	8,020.68
Chattel Mortgage 4	11,461.44
Chattel Mortgage 5	12,191.76
Lease payments	<u>1,573.69</u>
	<u>130,613.45</u>
ATO Payments (Less PAYG W/h)	
June	5431
July	11039
August	11422
September	4816
October	6629
November	7377
December	9307
January	8453
February	5031
March	10532
April	11614
May	<u>10825</u>
	<u>102476</u>

MOOROOPNA GOLF CLUB INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE, 2009

NOTE 1: **Statement of Significant Accounting Policies**

These financial statements are a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (Vic). The committee has determined that the association is not a reporting entity.

The financial statements have been prepared in accordance with the requirements of the Associations Incorporation Act (Vic) and the following Australian Accounting Standards and other mandatory professional reporting requirements.

The financial statements are prepared on an accrual basis. They are based on historic cost and do not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period, unless otherwise stated, have been adopted in the preparation of these financial statements.

(a) **Property, Plant and Equipment.**

Freehold Land and Improvements are included at cost.

Buildings and Course development are included at cost. Depreciation on Buildings and Course Development has been provided for from 1st July, 1999.

Plant and equipment are included at cost and are depreciated over their useful lives. Depreciation rates as set out by the Commissioner of Taxation have been used for guidance.

Note 2: Sundry Expenses

2009

\$

Gaming

Bar Operating Equipment	1,108.80
Beer Gas	3,786.91
Computer Software & Training	2,820.36
Gift Vouchers	2,465.20
Poker	20,806.28

30,987.55**Match Operation**

Golf Link	1,490.00
Affiliation Fees	8,178.51
Tournaments	2,785.11
Men Golf Packages	612.46
Other	1,435.27

14,501.35**Bowls Sub Committee**

Printing, Post & Stationery	370.05
Affiliation Fees	2,625.34
Raffle	1,079.95
Fuel	-
Irrigation Repairs	-
Plant & Equipment Repairs	2,358.05
Fertilizer, Chemical & Seed	7,068.50
Other	1,145.96

14,647.85**Clubhouse**

Cleaning Supplies & Waste	22,162.11
Other	36.77

22,198.88**Administration**

Honorariums	6,416.36
Permits & Licenses	2,175.74
Motor Vehicle Expenses	2,245.40
Green Fee Commission	10,313.61
Calcutta	929.64
Members' Benefits	2,380.83
Donations	15,800.37
Other	2,277.31

42,539.26

2009

\$

NOTE 3: Cash at Bank

Bank (N.A.B.) — Gaming Account	21,760.23
Bank (N.A.B.) — Trading Account	91,738.31
Gaming Income Not Yet Swept	13,448.61
Payroll Clearing Account	-
EFTPOS Float	10,000.00
Others	1,235.00
	<u>138,182.15</u>

NOTE 4: Sundry Creditors

Trade Creditors	62,512.59
Credit Card — N.A.B.	5,498.38
PAYG Withholding Tax Payable	11,958.00
Net GST (June 2007 quarter) Payable	13,582.00
GST Amendment	(5,863.00)
	<u>87,687.97</u>

NOTE 5: Sundry Income

ATM Machine	6,592.05
Advertising Signs & Syllabus	26,061.05
Workcover Rebate	735.00
Apprentice Rebate	1,925.00
Other	9,736.51
	<u>45,049.61</u>

NOTE 6:

National Bank Bills

The non-current liability for the National Bank Bills has a balance of \$ 69,000 at at 30th June, 2009. The bank has also confirmed the security for this finance as detailed below:

- (a) Registered Mortgage Debenture over the whole of Mooroopna Golf Club Incorporated assets including goodwill and uncalled capital and called up but unpaid capital together with relative insurance policy assigned to the National Australia Bank Limited;
- (b) Registered Mortgage over property situated at 2 Fairway Drive, Mooroopana, VIC 3629 more particularly described in Certificate of Title Volume 10098 Folio 914 and 915, Volume 7690 Folio 042, Volume 8142 Folio 556.