

## Independent Auditor's Report to the Management of Footscray Football Club Limited

### Opinion

We have audited the accompanying Community Benefit Statement (the "Statement") of The Peninsula Club for the year ended 30 June 2017.

In our opinion, the financial information in the Statement for the year ended 30 June 2017 is prepared, in all material respects, in accordance with sections 3.6.9(2)(a) and (b) of the *Gaming Regulation Act 2003*.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Company in accordance with 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 Statement in Australia, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

### Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Reliance

The Statement is prepared to fulfil the requirements of sections 3.6.9(2) (a) and (b) of the *Gaming Regulation Act 2003*. As a result, the Statement may not be suitable for another purpose. Our report is intended solely for the Footscray Football Club Limited and the Victorian Commission of Gaming and Liquor Regulation (collectively the 'Recipients') and should not be distributed to parties other than the Recipients. A party other than the Recipients accessing this report does so at their own risk and Ernst & Young expressly disclaims all liability to a party other than the Recipients for any costs, loss, damage, injury or other consequence which may arise directly or indirectly from their use of, or reliance on the report. Our opinion is not modified in respect of this matter.

### Responsibilities of Management for the Statement

Management is responsible for the preparation of the Statement in accordance with sections 3.6.9(2)(a) and (b) of the *Gaming Regulation Act 2003*, and for such internal control as management determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error. In preparing the Statement, management is responsible for assessing the Club's ability to continue as a going concern and disclosing, as applicable, matters relating to going concern.

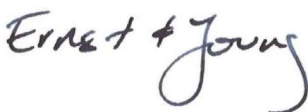
## Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement 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 Statement.

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.
- Conclude on whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club'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 Statement 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 Club to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by management.

We communicate with the directors, 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.



Ernst & Young  
Melbourne  
28 September 2017

# Community Benefit Statement - Worksheet (The Peninsula Club)

Financial Year Ended 1 July 2016 - 30 June 2017

## 1. Revenue Details

	Ref	Account Desc	
Total Club Revenue per 2017 P&L Summary (Excludes WOR Grants)		REV	\$49,624,648
The Peninsula Club Revenue per 2016 P&L Summary	7020-930-	TPC GAMING	\$1,908,587
The Peninsula Club Non-Gaming Revenue			\$47,716,061
Total Consolidated Income (Inc. Gaming Commission)			\$49,624,648
<b>Portion of Venue Gaming Income v Total Club Income</b>			<b>3.8%</b>
<b>Portion of Venue Non-Gaming Income</b>			<b>96.2%</b>
<b>Portion of Club Non-Gaming Income</b>			<b>89.1%</b>
<b>Gaming Venue Allocation per Consolidated Worksheet</b>			<b>35.4%</b>
<b>Revenue Check:</b>			
Gaming Revenue Per Intralot Figures		\$0	\$1,928,954
			\$1,928,954
		Chk Diff -	20,367

Threshold:

\$160,103 8.3%

**Check Progress:**

66.5%

(Calculate percentage of Total Gaming Rev against Total Benefits Paid)

Total Gaming Revenue:

\$0 \$1,928,954 \$1,928,954

Total Benefits Paid (As per the Contributions below):

\$2,479,663 \$1,282,054

## Benefits Statement

Benefits Statement	Ref	Value	Revenue %
<b>CLASS A (a) Donations, Gifts &amp; Sponsorships</b>		<b>Club</b>	<b>Venue</b>
(i) Educational purposes;		\$34,680.00	\$12,269.23
(ii) Provision of health services or care;		\$0.00	\$0.00
(iii) Prevention & treatment of problem gambling, drug & alcohol addictions;		\$7,560.00	\$2,674.61
(iv) Housing assistance for disadvantaged persons;		\$0.00	\$0.00
(v) Relief of poverty;		\$0.00	\$0.00
(vi) Provision of services & assistance for the aged;		\$0.00	\$0.00
(vii) Provision of services & assistance for young people;		\$0.00	\$0.00
(viii) Protection & preservation of the environment;		\$0.00	\$0.00
(ix) Provision of assistance to relieve distress caused by natural disaster;		\$0.00	\$0.00
Provision of advise, support & services to ex-service personnel,			
(x) carers & families;		\$0.00	\$0.00
(xi) Other - Philanthropic or benevolent purpose;		\$4,761.89	\$1,684.68
(xii) Any sporting or recreational purpose, excluding any club that holds a venue operator's licence.		\$643,620.00	\$227,702.49
<b>Sub Total</b>		<b>\$690,621.89</b>	<b>\$244,331.00</b>
<b>CLASS A (b) Sporting Facilities</b>			
Sporting facilities per schedule		\$525,010.73	\$185,740.42
<b>Sub Total</b>		<b>\$525,010.73</b>	<b>\$185,740.42</b>
<b>CLASS A (c) Subsidised Goods &amp; Services</b>			
Subsidised Goods & Services per schedule		\$321,498.96	\$113,741.20
<b>Sub Total</b>		<b>\$321,498.96</b>	<b>\$113,741.20</b>
<b>CLASS A (d) Voluntary Services</b>			
VU Placements		\$27,600.00	\$9,764.44
Player Visits to Community - Sports Clubs & Country		\$19,900.00	\$7,040.30
Player participation Super Clinic & AFL Auskick		\$2,860.00	\$1,011.82
Other Community Presentations - VU, Schools, Council etc		\$6,800.00	\$2,405.73
<b>Sub Total</b>		<b>\$57,160.00</b>	<b>\$20,222.30</b>
<b>CLASS A (e) RSL Welfare Services</b>			
Use of facilities provided to RSL Dromana Branch for Ex-service personnel		\$5,160.00	\$5,160.00
		<b>\$5,160.00</b>	<b>\$5,160.00</b>
<b>CLASS B (a) Capital Expenditure</b>			
Capital aquisitions		\$0.00	\$0.00

	<b>Sub Total</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>CLASS B (b) Financing Costs</b>			
Club Interest Expense		\$24,389.54	\$24,389.54
Repayment of Debt		\$0.00	\$0.00
	<b>Sub Total</b>	<b>\$24,389.54</b>	<b>\$24,389.54</b>
<b>CLASS B (c) Retained Earnings</b>			
Whitten Oval		\$0.00	\$0.00
Club Leads		\$0.00	\$0.00
	<b>Sub Total</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>CLASS B (d) Buildings, Plant and Equipment</b>			
New P&E Purchase for TPC exceeding \$10k		\$0.00	\$0.00
	<b>Sub Total</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>CLASS B (e) Operating Costs including Employment</b>			
Total Venue Wages		\$615,392.97	\$548,492.54
Venue Operating Costs		\$151,143.47	\$134,712.40
	<b>Sub Total</b>	<b>\$766,536.44</b>	<b>\$683,204.95</b>
<b>CLASS C (a) Responsible Gambling Measures &amp; Activities</b>			
		\$0.00	\$0.00
	<b>Sub Total</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>CLASS C (b) Volunteer Expenses</b>			
Cheersquad reimbursment		\$6,400.91	\$2,264.54
	<b>Sub Total</b>	<b>\$6,400.91</b>	<b>\$2,264.54</b>
<b>CLASS C (c) CBS Audit</b>			
EY		\$82,885.00	\$3,000.00
	<b>Sub Total</b>	<b>\$82,885.00</b>	<b>\$3,000.00</b>