Taree Leagues Sports Club Limited

ACN 001 031 894

Annual Financial Report for the year ended 30 June 2025

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Annual financial report for the year ended 30 June 2025

Contents

These financial statements are the financial statements of Taree Leagues Sports Club Limited. The financial statements are presented in the Australian currency.

The financial statements were authorised for issue by the Directors on 29 October 2025. The Directors have the power to amend and reissue the financial statements.

Directors' report

Your Directors' present their report on Taree Leagues Sports Club Limited (the Club) for the year ended 30 June 2025.

Directors details
The following persons were Directors' of Taree Leagues Sports Club Limited during the financial year, and up to the date of this report:

Mr John Connell
President
Director since 2020

Retired

Mrs Gloria Payton
Director
Director since 2006

Domestic Duties

Mrs Lee Dodkin
Director
Director since 2024

Retired Hospitality

Mrs Colleen Devitt
Director
Director since 2024

Aboriginal Hospital Liaison Officer

Mr Rob O'Toole
Director
Director since 2024

Mechanic

Mrs Toni Dalbon
Director
Director since 2022, resigned at AGM

Hairdresser

Mr Greg Campbell
Director
Director since 2022, resigned at AGM

Retired

Mr Gilbert Hicks
Treasurer
Director since 2000

Accountant

Mr Mervyn Emerton
Director
Director since 2007

Airport Manager

Mr Michael Borella
Director
Director since 2024

Retired.

Mrs Jenny Farrell
Director
Director since 2024

Admin officer

Mr Stephen Dallas
Director
Director since 2017, resigned at AGM

Retired Truck Driver

Mr John Mak
Director
Director since 2022, resigned at AGM

Retired

Company secretary
Mr Gilbert Hicks has been Company Secretary of Taree Leagues Sports Club Limited since November 2020, and is the Club's Treasurer.

Directors' report (continued)

Director's meetings

The number of meetings the Directors held during the year and the number of meetings attended by each Director is as follows:

Board members		Board meetings A	B
Mr John Connell		12	12
Mr Gilbert Hicks		12	10
Mrs Gloria Payton		12	11
Mr Mervyn Emerton		12	11
Mrs Lee Dodkin	Appointed at AGM	9	8
Mrs Colleen Devitt	Appointed at AGM	9	9
Mr Michael Borella	Appointed at AGM	9	9
Mr Rob O'Toole	Appointed at AGM	9	7
Mrs Jenny Farrell	Appointed at AGM	9	9
Mrs Toni Dalbon	Resigned at AGM	3	1
Mr John Mak	Resigned at AGM	3	3
Mr Greg Campbell	Resigned at AGM	3	3
Mr Stephen Dallas	Resigned at AGM	3	3

Where:
- column A: the number of meetings the Director was entitled to attend
- column B: the number of meetings the Director attended

The AGM was held on 30 October 2024

Core and non-core property

Pursuant to Section 41E(5) of the *Registered Clubs Act 1976 (NSW)* for the financial year ended 30 June 2025, the following land and buildings are considered to be core and non-core property:

Core - Land and building on which the Club and carpark are located being 43 Cowper Street, Taree NSW 2430.
- The Leagues Ground, 45 Cowper Street, Taree NSW 2430.

Principal activities

During the year, the principal activities of the Club was the running of a licensed Club for the benefit of its members and to meet the Club's objectives under its constitution.

Significant changes in state of affairs

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

Short-term and long-term objectives

The Club's short-term objectives are to:

- To provide the best possible facilities, products, services and sporting opportunities to it's members, exceed their expectations, and to be at the forefront of club development within the Mid North Coast area.
- Conduct all aspects of the operation of the Club in a professional and responsible manner and in keeping with the spirit of the Club's Code of Practice and the high standards expected by the Club's members, the community and the operation of a successful business.

Strategy for achieving short and long-term objectives

During the year the objectives of the Club consisted of:

(a) Increase membership by 10% per annum effectively increasing membership by 60% over five years - Increase in younger membership;
(b) Provide excellence in dining;
(c) Promote and develop sporting activities existing within the club;
(d) Develop further sporting involvement by implementing strategic alliances with outside sporting clubs and associations;
(e) Providing excellence in service and facilities;
(f) Facilitate staff development and training;
(g) Provide better access for the elderly and disabled;

Subsequent to year end the Club has determined that in order to achieve its objectives an amalgamation is required, as a result the club is pursuing an amalgamation with the Taree Aquatic Club Limited.

These strategies are measured through both financial and non financial key performance indicators that have been developed relevant to the Club industry.

Directors' report (continued)

Performance measurement

The Club measures its performance against industry benchmarks, gross profit percentage and wages to sales percentages to measure the financial performance of trading areas such as bar, bistro and gaming. The Club also uses EBITDA to measure the financial performance of the Club overall.

Contribution in winding up

The Club is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of $5 each towards meeting any outstanding obligations of the Club. At 30 June 2025 the total amount that members of the Club are liable to contribute if the Club was wound up is $9,050 (2024: $11,220).

Rounding of amounts

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the Directors' report. Amounts in the Directors' report have been rounded off in accordance with the instrument to the nearest dollar.

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 6 and forms part of this Directors' report.

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

John Connell - Director

Mervyn Emerton - Director

Taree, NSW
Dated: 29 October 2025

PITCHER PARTNERS

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Newcastle West NSW 2302

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Auditor's independence declaration

To the Directors of Taree Leagues Sports Club Limited

In accordance with section 307C of the *Corporations Act 2001* , I declare to the best of my knowledge and belief in relation to the audit of the financial report of Taree Leagues Sports Club Limited for the year ended 30 June 2025, there have been:

(a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

(b) no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the audit.

Shaun Mahony

Shaun Mahony - Partner

Pitcher Partners NH Partnership

Pitcher Partners NH Partnership
Chartered Accountants

Dated: 29 October 2025
Newcastle West, NSW

Taree Leagues Sports Club Limited

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2025

	Notes	2025 $	2024 $
Revenue from continuing operations	2	**1,730,838**	1,975,074
Other income	3	**80,603**	25,960
Beverage cost of goods sold		**(331,034)**	(330,363)
Bistro cost of goods sold		**-**	(46,217)
Beverage direct expenses		**(291,500)**	(327,489)
Bistro direct expenses		**(12,216)**	(92,188)
Poker machine direct expenses		**(232,864)**	(263,350)
Paper gaming direct expenses		**(52,237)**	(65,519)
Members amenities		**(102,552)**	(123,551)
Greens expenses		**(70,304)**	(72,017)
Clubhouse expenses		**(394,606)**	(399,641)
Administration expenses		**(424,116)**	(395,815)
Promotion expenses		**(144,213)**	(119,537)
Borrowing costs		**(19,381)**	(7,513)
		(2,075,023)	(2,243,200)
Profit / (loss) before income tax		**(263,582)**	(242,166)
Income tax expense	4	**-**	-
Profit / (loss) for the year		**(263,582)**	(242,166)
Other comprehensive income		**-**	-
Other comprehensive income for the year, net of tax		**-**	-
Total comprehensive income / (loss) for the year		**(263,582)**	(242,166)

The above *statement of profit or loss and other comprehensive income* should be read in conjunction with the accompanying notes

Statement of financial position

As at 30 June 2025

	Notes	2025 $	2024 $
ASSETS			
Current assets			
Cash and cash equivalents	5	**93,953**	95,154
Inventories	6	**24,947**	23,326
Financial assets at amortised cost	7	**20,864**	100,636
Other assets	8	**32,571**	25,304
Total current assets		**172,335**	244,420
Non-current assets			
Property, plant and equipment	9	**1,291,282**	1,232,032
Intangible assets	10	**278,785**	278,785
Total non-current assets		**1,570,067**	1,510,817
Total assets		**1,742,402**	1,755,237
LIABILITIES			
Current liabilities			
Trade and other payables	11	**255,401**	178,894
Financial liabilities	12	**83,382**	28,580
Provisions	13	**90,892**	85,853
Other liabilities	14	**11,903**	9,428
Total current liabilities		**441,578**	302,755
Non-current liabilities			
Financial liabilities	12	**111,561**	-
Provisions	13	**12,966**	12,603
Total non-current liabilities		**124,527**	12,603
Total liabilities		**566,105**	315,358
Net assets		**1,176,297**	1,439,879
MEMBERS FUNDS			
Retained profits		**1,176,297**	1,439,879
Total members funds		**1,176,297**	1,439,879

The above *statement of financial position* should be read in conjunction with the accompanying notes

Taree Leagues Sports Club Limited

Statement of changes in equity

For the year ended 30 June 2025

	Retained Profits $	Total $
Balance at 1 July 2023	1,682,045	1,682,045
Profit / (Loss) for the year	(242,166)	(242,166)
Total comprehensive income for the year	**(242,166)**	**(242,166)**
Balance at 30 June 2024	**1,439,879**	**1,439,879**
Profit / (Loss) for the year	(263,582)	(263,582)
Total comprehensive income for the year	**(263,582)**	**(263,582)**
Balance at 30 June 2025	**1,176,297**	**1,176,297**

The above *statement of changes in equity* should be read in conjunction with the accompanying notes

Taree Leagues Sports Club Limited

Statement of cash flows

For the year ended 30 June 2025

	Notes	2025 $	2024 $
Cash flows from operating activities			
Receipts from members and customers		**1,966,520**	2,178,918
Payments to suppliers and employees		**(1,962,308)**	(2,265,072)
Interest received		**2,459**	5,177
Interest paid		**(19,381)**	(7,513)
Net cash inflow (outflow) from operating activities		**(12,710)**	(88,490)
Cash flows from investing activities			
Payments for property, plant and equipment		**(243,174)**	(35,788)
Transfer from / (to) interest bearing deposit		**88,322**	(88,322)
Net cash inflow (outflow) from investing activities		**(154,852)**	(124,110)
Cash flows from financing activities			
Proceeds from borrowings		**194,688**	136,560
Repayment of borrowings		**(51,461)**	(160,977)
Net cash inflow (outflow) from financing activities		**143,227**	(24,417)
Net (decrease) increase in cash and cash equivalents		**(24,335)**	(237,017)
Cash and cash equivalents at the beginning of the financial year		**83,923**	320,940
Cash and cash equivalents at the end of the financial year	18	**59,588**	83,923

The above *statement of cash flows* should be read in conjunction with the accompanying notes

Notes to the financial statements

For the year ended 30 June 2025

1 Summary of material accounting policies

(a) Information about the entity

- Taree Leagues Sports Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.
- Taree Leagues Sports Club Limited is a not for profit entity for the purpose of preparing the financial report.
- The registered office of the Club is 43 Cowper Street, Taree, NSW, 2430.
- The principal place of business of the Club is 43 Cowper Street, Taree, NSW, 2430.

(b) Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with *Australian Accounting Standards - Simplified Disclosures* , other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001* .

The Directors have determined that there is no realistic alternative other them to seek an amalgamation and liquidate the Club. After conducting an expression of interest in amalgamation process the Directors have resolved to proceed with a proposed amalgamation with the Taree Aquatic Club Limited. As at reporting date the Club is in negotiations with the Taree Aquatic Club Limited to amalgamate, with the Taree Aquatic Club Limited to be the acquirer. Once the memorandum of understanding is agreed by each party the proposed amalgamation will require approval by the members of each party. In the event where the proposed amalgamation is approved by all parties, the Taree Aquatic Club Limited would assume all assets and liabilities of the Club and be responsible for the operations of the Club. Further, it is expected that once the amalgamation is complete, the Club will be wound up. Accordingly, the financial report has been prepared on a non-going concern basis.
Under a non-going concern basis of accounting, the recognition and measurement requirements specified by all Australian Accounting Standards and Interpretations are applied in the context of the Club ceasing to be a going concern. Where necessary, to comply with the requirements of Australian Accounting Standards and Interpretations, assets have been written down to their recoverable amounts and liabilities for obligations that exist at the reporting date have been recognised and/or remeasured as appropriate.

(c) Material accounting policy information

The material accounting policies applied in the preparation of this financial report are consistent with the previous period unless otherwise stated.

(d) Statement of compliance

This financial report complies with *AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for Profit Tier 2 Entities* as issued by the Australian Accounting Standards Board (AASB).

The financial report has been prepared on an accruals basis and is based on historical costs. The financial report is presented in Australian Dollars.

(e) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the ATO, are presented as operating cash flows.

(f) Rounding of amounts

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with the instrument to the nearest dollar.

(g) Comparative information

Comparative information has been adjusted to reflect current year disclosures where applicable.

2 Revenue

(a) Disaggregation of revenue from contracts with customers

The Club derives revenue from the transfer of goods and services over time and at a point in time for the following services:

2025	Food and beverage revenue $	Gaming revenue $	Membership revenue $	Promotions revenue $	Other revenue $	Total $
Revenue from contracts with customers	**685,055**	**813,105**	**8,345**	**163,850**	**43,303**	**1,713,658**
Other revenue (not covered by AASB15)	**-**	**17,180**	**-**	**-**	**-**	**17,180**
	685,055	**830,285**	**8,345**	**163,850**	**43,303**	**1,730,838**
Timing of revenue recognition						
At a point in time	**685,055**	**813,105**	**-**	**163,850**	**43,303**	**1,705,313**
Over time	**-**	**17,180**	**8,345**	**-**	**-**	**25,525**
	685,055	**830,285**	**8,345**	**163,850**	**43,303**	**1,730,838**

2024	Food and beverage revenue $	Gaming revenue $	Membership revenue $	Promotions revenue $	Other revenue $	Total $
Revenue from contracts with customers	800,456	939,768	7,799	165,669	44,202	1,957,894
Other revenue (not covered by AASB15)	-	17,180	-	-	-	17,180
	800,456	956,948	7,799	165,669	44,202	1,975,074
Timing of revenue recognition						
At a point in time	800,456	939,768	-	165,669	44,202	1,950,095
Over time	-	17,180	7,799	-	-	24,979
	800,456	956,948	7,799	165,669	44,202	1,975,074

(b) Accounting policies and significant judgements

The Club recognises revenue related to the transfer of promised goods or services when a performance obligation is satisfied and when control of the goods or services passes to the customer. The amount of revenue recognised reflects the consideration to which the Club is or expects to be entitled in exchange for those goods or services.

The Club considers whether there are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g. Loyalty Points Program). In determining the transaction price for the sale of goods, the Club considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

(i) Sale of goods - food and beverage

Revenue from the sale of food and beverages is recognised at a point in time when the physical control of the goods passes to the customer.

(ii) Provision of services - gaming revenue

Revenue from rendering services from gaming facilities to members and other patrons of the club is recognised when the services are provided. Gaming revenue is measured at the fair value of the consideration received from the net position of the wagers placed less customer winnings paid out. Commission income where the Club acts as an agent for third parties who provide wagering services to members and guests is recognised at a point in time when the wagering transactions has been completed.

(iii) Provision of services - membership revenue

Membership subscriptions are recognised over the term of membership and any unearned portion is deferred and included in contract liabilities. Membership revenue is measured with reference to the fee received and the period of membership that the member has paid for.

2 Revenue (continued)

(b) Accounting policies and significant judgements (continued)

(iv) Provision of services - promotions revenue

Promotions income comprises income from raffle and bingo and is recognised at a point in time when the customer takes possession of the ticket and the raffle or bingo game has been conducted as at this point the performance obligations have been satisfied.

(v) Provision of services - other revenue

The Club recognises other income at a point in time when the performance obligation has been satisfied.

3 Other income and expense items

		2025	2024
		$	$
(a) Other income			
Rental income		12,688	15,783
Interest income		2,459	5,177
Insurance recoveries		60,456	-
Wage subsidy		5,000	5,000
		80,603	25,960
(b) Other expenses			
Employee benefits expense		639,879	726,431
Loss on disposal of assets		-	16,431
Interest costs		19,381	7,513
Depreciation	9	181,315	187,299

4 Income tax expense

(a) Numerical reconciliation of income tax expense to prima facie tax payable

The *Income Tax Assessment Act 1936* (amended) provides that under the concept of mutuality, Clubs are only liable for income tax on income derived from non-members and from outside entities. The amount set aside for income tax in the statement of profit or loss and other comprehensive income has been provided on a taxable income calculated as follows:

	2025 $	2024 $
Operating profit/(loss) before income tax	(263,582)	(242,166)
Tax at the Australian tax rate at 25% (2024: 25%)	(65,896)	(60,542)
Add/(Less) tax effect of:		
Non deductible expenses	5,168	5,300
Apportionment adjustment members income and expenses	33,511	27,912
Timing differences not brought to account	(300)	1,173
Deferred tax asset for tax losses not brought to account	27,517	26,157
Income tax expense	-	-

(b) The Directors estimate that the potential deferred tax asset as at 30 June 2025 not brought to account is as follows:

Deductible temporary differences	8,347	8,223
Tax losses at 25% (2024: 25%)	441,621	414,104
	449,968	422,327

Accounting policy

Deferred tax assets and liabilities are recognised for deductible and temporary differences where considered material. Deferred tax assets in respect of unused tax losses are only recognised to the extent it is probable that a taxable profit will be available against which deductible temporary differences and carried forward tax losses can be utilised if material.

The carrying amount of deferred income tax assets is reviewed at each balance date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability settled, based on the tax rates (and tax law) that have been enacted or substantively enacted at the balance sheet date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in the statement of profit or loss and other comprehensive income.

5 Cash and cash equivalents

	2025	2024
	$	$
Current		
Cash and cash equivalents	93,953	95,154
	93,953	95,154

Accounting policy

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts (if any).

6 Inventories

Current		
Stock on hand	24,947	23,326
	24,947	23,326

Accounting policy

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

7 Financial assets at amortised cost

Current		
Term deposits	-	88,322
Other receivables	20,864	12,314
	20,864	100,636

Accounting policy

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in interest income using the effective interest rate method.

8 Other assets

Current		
Prepayments	32,571	25,304
	32,571	25,304

9 Property, plant and equipment

Non-current assets	Land and buildings $	Plant and equipment $	Poker machines $	Total $
At 1 July 2024				
Cost	2,276,774	1,037,524	1,091,145	4,405,443
Accumulated depreciation	(1,509,459)	(791,429)	(872,523)	(3,173,411)
Net book amount	767,315	246,095	218,622	1,232,032
Year ended 30 June 2025				
Opening net book amount	767,315	246,095	218,622	1,232,032
Additions	5,364	122,966	112,235	240,565
Depreciation charge	(54,451)	(55,681)	(71,183)	(181,315)
Closing net book amount	718,228	313,380	259,674	1,291,282
At 30 June 2025				
Cost	2,282,138	1,160,490	1,203,380	4,646,008
Accumulated depreciation	(1,563,910)	(847,110)	(943,706)	(3,354,726)
Net book amount	718,228	313,380	259,674	1,291,282

Accounting policy

(a) Land and buildings

Each class of land and buildings is carried at cost less any accumulated depreciation and any impairment in value.

(b) Plant and equipment and poker machines

Each class of plant and equipment and poker machines are carried at cost less any accumulated depreciation and any accumulated impairment losses.

(c) Depreciation

Depreciation is calculated on a straight line basis over the estimated useful life of the asset as follows:

Buildings	5 - 40 years
Plant & Equipment	4 - 20 years
Poker Machines	4 - 8 years

Significant accounting estimates and judgements

The useful life of property, plant and equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

10 Intangible assets

Non-current assets	Poker machine entitlements $	2025 $	2024 $
As at 30 June 2025			
Cost	278,785	278,785	278,785
Accumulated amortisation		-	-
Net book amount	278,785	278,785	278,785

Accounting policy
Poker machine entitlements are intangible assets acquired separately and are capitalised at cost, the useful lives of these intangible assets are assessed to be indefinite as there is no indication that gaming machine entitlements will become obsolete. These are tested for impairment annually or whenever there is an indication that the intangible asset may be impaired. The value shown for the poker machine entitlements, being their cost plus transaction costs, were tested for impairment having regard to the market value of such entitlements and the cash flow generated from holding these assets, with no impairment loss adjustment required.

Significant accounting estimates and judgements

The useful life of intangible assets is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. The useful life of poker machine entitlements classified as an intangible asset has been assessed as indefinite. There is uncertainty in relation to this assumption as it is based on current legislation and conditions attached to the entitlements. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

11 Trade and other payables

Current		
Trade payables	148,261	100,984
Other payables and accruals	53,332	56,399
GST payable	53,808	21,510
	255,401	178,893

Accounting policy

Trade and other payables, including accruals, are non-interest bearing and are generally due for payment within 30 days of the invoice date.

12 Financial liabilities

Current		
Secured		
Business loan (i)	14,897	-
Bank overdrafts (i)	34,366	11,231
Other loans (ii)	31,562	12,895
Total secured financial liabilities	80,825	24,126
Unsecured		
Other loans (ii)	2,557	4,454
Total unsecured financial liabilities	2,557	4,454
	83,382	28,580
Non-current		
Secured		
Business loan (i)	80,658	-
Other loans (ii)	30,903	-
Total secured financial liabilities	111,561	-

Notes to the financial statements

For the year ended 30 June 2025

12 Financial liabilities (continued)

(i) Business Loan and Bank overdraft - Secured

The above Business loan, overdraft and undrawn facilities is secured by first mortgages over the Club's freehold land and buildings situated at 43 Cowper Street, Taree, and by a fixed and floating charge over the Club's assets.
The Club has the following financing facilities with Coastline Credit Union:-

	Total Facility	*Undrawn $*	*Monthly repayments*	*Interest Rate*	*Facility expiry*
Business Loan	95,554	0	1,241	8.54%	Nov-34
Overdraft	50,000	12,479	Payable on demand	11.04%	Jan-28

(ii) Other loans - Secured

The other loans are secured by a fixed charge over the specific assets that are financed.

The Club has the following financing facilities with A.C.N. 603 273 365 (T/A dynamoney):-

	Total Facility	*Undrawn $*	*Monthly repayments*	*Interest Rate*	*Facility expiry*
Facility 1	62,465	0	3,435	15.00%	Aug-27

Accounting policy

Financial liabilities are initially recognised at fair value, net of transaction costs incurred. Borrowing costs are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of profit or loss and other comprehensive income over the period of the borrowings using the effective interest rate method.

Financial liabilities are classified as current liabilities unless the Club has a right to defer settlement of the liability for at least 12 months after the reporting period.

13 Provisions

	2025 $	2024 $
Current		
Employee entitlements (i) & (ii)	81,438	76,361
Poker machine jackpots	9,454	9,492
	90,892	85,853
Non-current		
Employee entitlements (ii)	12,966	12,603
	12,966	12,603

Accounting policy

(i) *Annual leave*

Liabilities for annual leave expected to be settled within 12 months of the reporting date, are recognised in the provision for employee benefits in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Any annual leave expected to be settled beyond 12 months of the reporting date is measured at the present value of expected future payments.

(ii) *Long service leave*

The liabilities for long service leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period. Consideration is given to expected future wage levels and period of service. Discount rates of the Australian bond rates matching the estimated future cash outflows have been used.

14 Other liabilities

	2025	2024
	$	$
Current		
Contract liabilities - membership income	8,303	8,303
Other liabilities	3,600	1,125
	11,903	9,428

15 Commitments

As at 30 June 2025, the Board did not consider there to be any commitments.

15 Contingent liabilities

Bank guarantee substituting for a security deposit for TAB facilities	5,000	5,000

16 Related parties

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

(a) *Key management personnel compensation*

Total key management personnel benefits	-	27,089

(b) *Transactions with other related parties*

Purchases from Hicks Business Services (Director Gilbert Hicks)	27,439	11,669

17 Remuneration of auditors

Auditor of the company		
Audit of the financial statements	24,800	23,700
Other services - taxation compliance services	4,050	3,950
Other services - consulting services	360	350
	29,210	28,000

18 Cashflow information

Cash and cash equivalents

Cash and cash equivalents reported in the statement of cash flows includes the following:

Cash on hand and at bank	93,953	95,154
Bank overdraft	(34,366)	(11,231)
	59,587	83,923

19 Subsequent events

Amalgamation

The Club is in discussions with the Aquatic Club Taree regarding a proposed amalgamate. This amalgamation has not yet been formalised in a memorandum of understanding and is not binding on either party. Further any amalgamation is subject to due diligence by both parties, approval by both Clubs members and regulators including Liquor and Gaming NSW.

Consolidated entity disclosure statement

For the year ended 30 June 2025

Taree Leagues Sports Club Limited is not required by Australian Accounting Standards to prepare consolidated financial statements.

Accordingly, in accordance with subsection 295 (3A) of the *Corporations Act 2001* , no further information is required to be disclosed in this consolidated entity disclosure statement.

Directors' declaration

In the Directors' opinion:

(a) the financial statements, notes and consolidated entity disclosure statement set out on pages 6 to 20 are in accordance with the *Corporations Act 2001* , including:

(i) Complying with Australian Accounting Standards - Simplified Disclosures and the *Corporations Regulations 2001* , and

(ii) giving a true and fair view of the Club's financial position as at 30 June 2025 and of its performance for the year ended on that date, and

(b) there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable, and

(c) The consolidated entity disclosure statement required by subsection 295 (3A) of the *Corporations Act 2001* is true and correct.

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

John Connell - Director

Mervyn Emerton - Director

Taree, NSW
29 October 2025

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Newcastle West NSW 2302

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Maitland NSW 2320

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2310

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Independent auditor's report

to the members of Taree Leagues Sports Club Limited

Opinion

We have audited the financial report of Taree Leagues Sports Club Limited (the Club) which comprises the statement of financial position as at 30 June 2025, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement, and the Directors' declaration.

In our opinion, the accompanying financial report of the Taree Leagues Sports Club Limited is in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the Clubs 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 opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section of our report. We are independent of the Club in accordance with the auditor independence requirements of 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 (Including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code

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

Emphasis of Matter - Non-Going Concern Basis of Preparation

We draw attention to note 1 to the financial report, which describes that the financial report has been prepared on a non-going concern basis due to the Club's intention to amalgamate with the Taree Aquatic Club Limited.

Our opinion is not modified in respect of this matter.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Club's Directors' report for the year ended 30 June 2025, but does not include the financial report and our auditor's report thereon.

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

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

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

Responsibilities of the Directors for the financial report

The directors of the Club are responsible for the preparation of:

a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the *Corporations Act 2001* ; and

b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001* ; and

for such internal control as the Directors' determine is necessary to enable the preparation of:

(i) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

(ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Club'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 Club or to cease operations, or have no realistic alternative but to do so.

Matters relating to the electronic presentation of the audited financial report

The auditor's report relates to the financial report of the Club for the year ended 30 June 2025 included on the Club's web site. The Club's Directors are responsible for the integrity of the Club's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- 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 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 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 Club to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the 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.

Shaun Mahony - Partner

Pitcher Partners NH Partnership

Pitcher Partners NH Partnership
Chartered Accountants

29 October 2025
Newcastle West, NSW