

Moruya Golf Club Limited

Notice is hereby given that the

ANNUAL GENERAL MEETING

Of the Moruya Golf Club Ltd ACN 000 402 424 will be held at the Evans Street Club Rooms on Sunday 11th October 2009 at 6.00pm

BUSINESS

1. To confirm the minutes of the last Annual General Meeting held on the 19th October 2008
2. To receive and consider: -
 - a) Presidents Report
 - b) Trading, Profit and Loss Account for the year ended 30th June 2009 and Balance Sheet as at 30th June 2009, together with the Directors Report and Statement and Auditors Report.
3. Declare the Election of Directors for the Year 2009
Elected unopposed Don Parker, Michael Lynch, Greg Malavey (three year term), Eric Warr (2 year term)
4. To appoint auditors Messrs Gleeson & Partners to continue in office in accordance with Section 280 of the Corporations Law.
5. To discuss business properly brought forward and of which due notice has been given.
6. To consider and if thought fit, pass the following resolutions: -

First Resolution

That approval is given to budget provision of an annual sum (not exceeding \$30,000.00) to meet such of the following expenses of the Club that may be approved by the Board of Directors from time to time:-

- a) Presentations to members (other than in the form of money) or to other persons to acknowledge services, which in the opinion of the directors were of benefit to the club.
- b) Sponsorship by payment of money for provision of such sporting events, sports persons or community organisations which in the opinion of the Directors will be beneficial to the club and the community.
- c) The reasonable cost of meal and beverages for each director either within the club or elsewhere in relation to the duties of a director including the entertainment of special guests of the club in relation to club business and such other promotional activities as may be approved by the Board.
- d) Reasonable expenditure of food and refreshments for Directors and Senior Management Officers in entertaining guests of the club in the club dining rooms where such expenditure is reasonably and promptly incurred in the course of that Director or Senior Management Officers club duties.
- e) That the President and Directors be entitled to a specific parking space in the car park which he/she may (in his / her

absolute discretion) make available to other members when not being used by that director.

The Board of Directors shall, where appropriate, obtain production of proper documentary evidence of expenditure before authorising payment.

Notes to members

Items a & b are inserted to meet the disclosure requirements of the Registered Clubs Act and the Corporations Law. They formalize items of expenditure, which have been traditionally shown for in the clubs annual accounts under various headings approved by members on adoption of accounts. Items c, d & e need not be included in the resolution as the Act allows those resolutions to be approved by the Board but the Directors would prefer to inform members clearly of the type of expenses that may be approved by the Board and adoption of this resolution will confirm and set an upper limit on the amount to be expended.

Dated August 27th 2009

By direction of the Board

C. Clark

General Manager

Second Resolution

That approval is given to budget an annual sum (not exceeding \$10,000) to be used for such professional developments and education of Directors, the Secretary or other employees of the club, as shall be approved by the Board of Directors from time to time:-

- a) The reasonable cost (including the cost of meals, accommodation and travel) of selected Directors attending Clubs NSW meetings, the meetings of other associations of which the club is a member as well as educational industry meetings.
- b) The cost of selected Directors attending formal functions to represent the Club (including but not limited to dinners conducted by Club NSW in conjunction with its Annual General Meeting) and the cost associated with the attendance of Directors spouses at any such function where that attendance is expected or required.
- c) Costs of and incidental to Directors fact finding and information tours including but not limited to seminars, trade displays, lectures, organized study tours and other like events as may be approved by the board of directors from time to time.
- d) Attendance of selected Directors at gaming conferences and other educational or business related activities on behalf of the club.
- e) Such other reasonable out of pocket expenses incurred by the Secretary, an Employee or Director of the club in the course of carrying out their duties in relation to the club.

The Board of Directors shall, where appropriate, obtain production of proper documentary evidence of expenditure before authorising payment.

Notes to Members

The second resolution is also not strictly necessary under that Act as all the specified expenditure can be approved by the Board of

Directors without reference to a general meeting of members, however once more the Directors would like to set out clearly for the benefit of the members the type of expenditure that is being incurred to ensure that directors keep up to date with current club industry developments and that the club is represented by selected Directors and employees at various meetings of associations of which the club is a member.

Dated August 27th 2009

By direction of the Board

C. Clark

General Manager

Third Resolution

That articles 75 (c) & (d) be replaced with:-

(c) Subject to Article 75(a), any member entitled to vote at General Meetings may elect to have posted a copy of the Balance Sheet, Profit & Loss Account and Auditor's Report accompanied by a copy of the report of the Board no later than four (4) months after the end of the financial year and provided that such date shall be at least twenty-one (21) clear days before the date of the General Meeting at which the said accounts and reports are to be presented. Such an election must be made on an annual basis. Such notice shall not relieve the Club of the obligation to give notice of general meetings to the member.

(d) The club in subject to article 75 (a) will make available for collection a copy of the Balance Sheet, Profit & Loss Account and Auditor's Report accompanied by a copy of the report of the Board to any eligible member on request from club reception, for viewing on the clubs notice board or for viewing or download from the clubs website.

Notes to Members

The resolution is aimed at reducing the costs associated with printing and distributing annual reports. The increasing prevalence and use of the internet and to a large degree cost made the requirement of full printed circulation of the annual report largely redundant. Members may still elect annually to have a hard copy of the report posted to them or alternately hard copies will be available from reception and on display in the club. All members will still receive the notice of annual general meeting and special resolutions. The current articles read as:-

(c) Subject to Article 75(a), every member entitled to vote at General Meetings shall be served personally or posted a copy of the Balance Sheet, Profit & Loss Account and Auditor's Report accompanied by a copy of the report of the Board no later than four (4) months after the end of the financial year and provided that such date shall be at least twenty-one (21) clear days before the date of the General Meeting at which the said accounts and reports are to be presented.

(d) A member may indicate in writing the intention not to receive the annual accounts and reports as defined in Article 75(a). Such written notification shall be a standing request but

may be revoked at any time. Such notice shall not relieve the Club of the obligation to give notice of general meetings to the member.

Dated August 27th 2009

By direction of the Board

C. Clark

General Manager

Fourth Resolution

That a new article be added as article 15 (j) and shall read:-

15 (j) Gold Members

- (i) Persons who have attained the age of 70 years and have been a fully paid full golfing member of the club for in excess of 25 years.
- (ii) At any given time there shall be no more than 25 person's eligible for the grade of Gold Member. Length of membership shall be the primary guideline for admission to the category with the 25 longest serving members eligible at any one time forming the category.
- (iii) In the event of any Golf Member ceasing membership the next longest serving eligible member shall be transferred to the category and advised in writing by the club.
- (iv) The board may at its absolute discretion amend the clubs data base should it be satisfied that a particular members length of service varies on that recorded on the clubs database. Likewise it is the responsibility of any member who believes they may be eligible for the category to notify the club.
- (v) At any given time members in the category shall be entitled to a discount of 25% of the clubs current full membership rate.

Notes to Members

The Gold Membership category has been developed by the Board as a means of recognising and rewarding long standing membership with the club.

Dated August 27th 2009

By direction of the Board

C. Clark

General Manager

PRESIDENT'S REPORT

Our Club has had a successful year, it has traded solidly with an increase on last year across all areas of the Club House and our Golf Course has traded very well. One thing that seems to be a fact of life is that our gaming income will not get back to previous levels, so prudent financial management will be the key to our ongoing success.

A trading profit of \$54,401 shows an \$110,000 turnaround from last year and has allowed the Board and Management to develop an ongoing refurbishment and capital investment program. This program is flexible and allows for some movement in our financial position and has focused on repair and replacement over the next 12 months. Many Golfers would have seen the new orange tractor and trailer on the course, we have also included projects around the course such as the new fence on the 10th and 11th fairways and other fence repairs, and these projects should make the course safer and improve the general amenity for members.

One imminent project that needs to be mentioned is the work being done by a committee with regard to a change in the course layout. We have been concerned for some time about the inherent risks involved with the 10th fairway and the Council footpath that runs along the length of the fairway, we are looking to make some changes that will solve the safety problem, maintain our golf assets and not interfere negatively with the course. I expect to have this project plan finalized in the later part of 2009. Thanks to Pam Pickett, Barb Kennedy, Jimmy Marsden and the Directors and staff involved.

The Board has been very stable with newer Directors Rod Berry and Eric Warr taking a very active role on the Greens and Match Committees and Ray Chalk has taken on the Marketing Committee and working very hard for members, and thanks to all those members involved in our Committee system you are the heart and soul of the Club.

Our Directors have all shown great judgment and commitment to the Club, Vice Pres Kevin Setter worked hard to get special recognition for our long term members resulting in a resolution to create the Gold Membership category, Treasurer Alwin has worked with Craig on the finances and helped guide us into positive financial territory, Captain Don Parker worked on the new golf software along with his weekly tasks and Match Committee, Mike Lynch and the Greens committee have worked well with Brent and his team to keep a great focus on our Golf course. Des Rose and his House Committee of Barry and Jan, Janice and other members thanks for your involvement and eagle eyes.

Our Club staff lead by Craig has played a key role maintaining tight control on costs. Jill, Leanne and Renee's diverse roles are a credit to them and their commitment to the Club, Renee is now on Maternity leave, we congratulate her and Brian on the arrival of baby Brooke Emma.

In and around the Bar Daffy, Quentin, Dave, Amy, Nick, Stephanie and Mark thanks for another good year and your involvements in the club generally, even with the loss of the TAB the Bar take increased this year, a great effort.

The Pro Shop team Darren, Amanda, Kylie, Aaron and Ray has continued a great service to the Club, the growth we have seen in Green fees and Cart hire does not happen without this solid partnership not to mention the impact on membership and good will from visitors generated by this team.

The Greens Team, Brent, Tommy, Bob, Matt and Tim continue to give us a fabulous course under all conditions and a tight budget, well done our members and visitors continue to marvel at how well you guys prepare our course week in and week out.

Junior Golf is a great success story in our Club and Ray Carnell's time and effort are reflected in not only very good numbers in the junior ranks but also their golfing success at home and in competitions around the State, well done Ray and the team of dedicated Parents/chauffeurs.

The ladies have had another big year my congratulations to Ros, Judy and their fellow committee members. The fellowship of our lady golfers highlighted by some very successful competitions and hosting the NSW Ladies Vets well done all and special thanks to Ann Harris and committee.

This year Men's Club Champions Brent Hull, Tim Edwards and Tony O'Conner congratulations and respective ladies Melinda Asbury, Marilyn Elder and Shirley Noy.

Our Club has had some sad losses this year and our thoughts go out to Monica and Rod.

Members continue to support our great Club and remember to use your Loyalty Points and do not forget that we have a Bottle Shop and a friendly Restaurant for members and guests to enjoy.

Greg Malavey

President

TREASURERS REPORT

Financial outcomes for 2008/09

Members will recall that the Club suffered an overall loss of \$55540 in 2007/08 largely due to the tough economic climate during that year.

Then this year came the global recession which put further financial strain on all persons in the community. The financial performance of the Club under these imposed difficulties looked bleak and the management team (staff and directors) had to be constantly vigilant in curbing expenditure where possible and active in promoting the Club and the facilities to continue to attract members and guests. The Federal Government's economic stimulus was welcomed which probably contributed to the ability of patrons to continue to financially support the Club.

The end result was therefore quite pleasing with an overall trading profit of \$54401.

A summary of the performance of each of the Club's business activities compared to last year is as follows:

Poker Machine Trading.

Net profit up almost 6%

Bar Trading

Gross profit up by almost 3% after Members Only loyalty discounts.

Keno Trading.

Net profit up by almost 5%.

Golf Course Trading.

Net income up almost 8%.

Green fees up 21%.

Subsidy to course operation reduced by almost 19%.

House Trading.

Income increased by 7.5%. but costs have increased by \$23131 largely due to increased depreciation and courtesy bus engine replacement.

Balance Sheet.

The net worth of the Club has increased to \$2,031,481. (\$1,997,079 in 07/08)

Looking Ahead.

Considering the economic hurdles that the Club has had to face, the Club is in a relatively good financial position.

Below is a list of improvements/purchases that have been planned during this financial year:

1. Course tractor purchase
2. Poker machine upgrades
3. Air conditioning in dining room
4. Greens mower repayment
5. Golf cart renewals
6. Carpet replacement in bar area.

It is anticipated that both internal and external financing methods will be used for these assets over ensuing periods. Total cash outlay for these items over the next 12 months is estimated to be \$70,000.

Capital Improvements and purchases have been identified for the next 5 years and will be similarly funded.

The final loan repayment of \$50,000 on 2001 Club extensions will be retired in February 2010.

Alwin Himan
Treasurer.

CAPTAIN'S REPORT

It is with pleasure that I present my report for the year. Firstly, I would like to acknowledge those who have achieved excellence in our club.

HONOUR BOARD CLUB CHAMPIONS 2008

Club Champion	Brent Hull
B Grade Champion	Tim Edwards
C Grade Champion	Tony O'Conner
Senior Champion	Ralph Rabbidge
Junior Champion	Jayden Monopoli
Junior Masters Champion	Steven Mercer

FOURSOMES CHAMPIONS 2008

A Grade: Aaron Brieley, Aaron Monopoli

B Grade: Warren McPhee, Morry Spriggens

MIXED FOURSOMES CHAMPIONS 2008

Jim Marsden and Barbara Kennedy

OPEN CHAMPION 2008

Brent Hull

DARREN GOLDER SERIES WINNER 2008

Andrew Foran

I would like to thank all members for their support throughout the year. I hope you have enjoyed your golf as much as I and that everybody had at least one win – hopefully not just a ball.

On behalf of the members, I would like to thank my Match Committee members both past and present for all the work they have done through the year.

The members are:

David Wellham (Vice Captain)	David Hendren (Handicapper)
Darren Golder (Club Professional)	Alex Wallensky
Frank Munda	Des Rose
Don Radburn	Judy Frost(Ladies Captain)
Marilyn Elder (Ladies Vice Captain)	Eric Warr

Congratulations to everyone who participated in the 2008 Pennant series, to represent your club is a great honour and all who participated did our Club proud. Our Club had another extremely competitive year as is evident by our strong showing in the semi finals of the FSCDGA. Unfortunately, we didn't reach the finals this year but all participants are to be congratulated.

I would like to extend a special thanks to all our sponsors for this year and would like to recommend our members use them whenever possible.

Thanks to Darren, Mandy and their team for the excellent service provided to members. The Pro-Shop are an integral part of our club and always get behind our events and are very helpful in promoting these to members.

Thanks Ray Carnall and Martin Carlson for the excellent work they and Darren have done with our juniors and Kookaburras over the last year.

Thanks to the office staff, Craig, Jill, Renee and Leanne for their support throughout the year. The three ladies are a tremendous help in most aspects of the running of golf within this club and they always give willingly and cheerfully of their time. Thanks to Daffy and his team for supplying that special liquid that brings wisdom to all, and for putting up with those who mix their capabilities with their ambitions.

As Captain, I am most impressed with the way Brent and his team present the course for important events. Not only do they prepare the course impeccably, they road test it. Visitors to the club always speak highly of the standard of the course and Brent and his staff are to be congratulated for the quality of their work.

I must also congratulate Mike Lynch and the members of his Greens Committee for their continued good work in guiding Brent and the staff in maintaining our excellent facility as we have grown to expect it.

The Greens members are:

Mike Lynch (Chair)	Brent Hull (Superintendent)
Eric Warr	Alex Wallensky
Kevin Setter	Judy Frost (Ladies Captain)
Harry Douglas	Marilyn Elder (Ladies Vice)

In conclusion, I would like to thank Craig and the Board for their support and commend them for the many hours of effort they put in to improve the running of our club.

Don Parker

Captain

WOMEN'S PRESIDENT'S REPORT 2009

It gives me great pleasure to present this report as President of the Moruya Women Golfers.

The past 12 months have passed very quickly, and as usual have been extremely busy but rewarding.

Our Hamper Run in October/November was followed by a most enjoyable Christmas Breakup Party in early December. Our thanks to Santa Melva and her "elves" for the wonderful entertainment. Several Ladies spent a day decorating the Club for Christmas. The results looked great, and ensured that the Club reflected the spirit of the festive season. Perhaps we might be able to do it again this year.

Also in October, Patron Edith Jones was elected President of the Far South Coast & Tablelands Golf Association. Hearty congratulations Edith.

February to September we hosted several tournaments, held our Championships and participated in a very successful Pennant season. Judy will provide details in her report. This year's Women's/Vets' Charity Day raised a grand total of \$2000 for the Hospital Auxiliary. The Veteran Women's Tournament held in July, and so successfully organized by Ann Harris and her team, raised another \$1500. Well done to all concerned.

I would like to again say 'welcome' to all our new members; it's great to see you each week and I look forward to sharing a game with you in the not too distant future. Also it is great to see that Saturday numbers are increasing as more Ladies opt to play that extra game each week.

Sadly, I mention the recent passing of Di Berry, and earlier in the year, that of our previous President and golfing friend, Terry Taylor. Our thoughts are with their families. They will be sorely missed.

And Now the 'Thanks'.

Firstly thanks to all Committee members for their hard work and enthusiasm, both of which contributed to another successful year for our club. I also thank all the other members who have so keenly stepped up when extra hands were needed for working bees, etc. A special thank you to Vice President, Trish who filled in so capably during my sometimes unexpected absences.

Thanks to those members who made donations towards prizes/trophies this year, and to all those who contributed to our raffles. A big thank you to Dawn who once again excelled with her fund raising efforts. To Edith Jones our Patron, and Life Members Barbara Kennedy and Pam Pickett, go our thanks for their continued support and guidance. Publicity Officer Val Nixon and JPO Robyn Kennedy also deserve our thanks for their contribution.

To President Greg and the Board, and to Craig our Sec/Man, many thanks for your efforts to keep the Club running so well in these

difficult financial times. Thanks go to all the staff, to Jill, Leanne and the absent Renee, to Daffy and the bar staff, to Darren and his assistants and to Brent and his team. Your willingness to help is very much appreciated.

On behalf of our Club I wish to thank the following sponsors, whose continued generosity helps to ensure the success of our Women's golfing events and Combined Charity Day:

Bi-Lo, Broulee Lawn & Garden Maintenance, Broulee Pharmacy, Camping & Outdoors, Carol's Retravision, Elders Real Estate, Fraser-Gray Real Estate, Gleeson & Partners Accountants, Golder Golf, Haircraft, Harris Scarfe, Marie McNeil Accountant, Moruya Pharmacy, Murphy & Murphy Sharpeners, Tony O'Connor Painter, and Woolworths.

Finally, thanks to you, our members. Without you there is no Club. Let's hope that next year, we continue to progress and enjoy our golf and the companionship that comes with being a member of such a great Club.

Roz Rose
President

RESULTS OF MAJOR WOMEN'S COMPETITIONS HELD DURING 2009

LADIES CHALLENGE SALVER.

This year we had 93 players taking part. Winners of the Salver were the Team from Tuross Head - A. Cox, M. Barnbrook, P. Nash and L. Snodgrass
The overall scratch winner was Melinda Asbury

Marie McNeil Classic. A two day event run on a Saturday over two rounds.

Div 1 Scratch Winner - S. Wallensky

Div 2 Scratch Winner - S. Wells

It is good to see that the numbers of ladies playing in our Saturday Competitions are increasing.

LADIES FOURSOMES CHAMPIONSHIP WINNERS

Div 1 – B. Kennedy and D. Meek

Div. 2 – J. Frost and S. Hodge

LADIES SINGLES CHAMPIONSHIP WINNERS

Club Champion - M. Asbury

Div. 2 – M Elder

Div. 3 – S. Noy

MORUYA LADIES OPEN

We had 80 entries for the 4BBB and 75 for our stroke round this year, which was an overall increase on the numbers last year.

Open Champion – T. Dunn (Catalina)

Div 1 Scratch Winner – B. Kennedy

Div. 2 Scratch Winner – L. Snodgrass (Tuross Head)

Div. 3 Scratch Winner – W. McClymont (Catalina)

WOMEN'S CAPTAIN'S REPORT 2009

This year the Moruya Golf Club hosted the two day Veteran Women's Golf Association Tournament. Day one had 180 Ladies playing and day two 188, these Ladies were representing 34 Clubs. The feedback we have had from many of the Clubs who attended has been very positive thanking us for a very well run Tournament and a really enjoyable two days. The many weeks of hard work Ann Harris and her Sub-Committee put in and the willing help of the Volunteers, both Ladies and Men, helped to make these two days such a great success.

PENNANT

All 3 Teams entered made it to the Finals this year.

Grade 1 Won the Pennant and the Bertha Gowing Salver. Winning Team – M. Asbury, B. Kennedy, D. Meek, J. Lumsden and S. Wallensky. Reserve S. Knight.

The Grade 2 won the Pennant and the Pam Pickett Salver. Team – R. Muir, A. O'Connor, M. Elder, K. Batt and J. Oliver. Reserves P. Alexander, E. Jones, S. Wells, P. Cooper and C. Edwards.

The Grade 3 missed out on the Pennant but won the Phyl McLean Trophy.

Team – M. McKinnie, J. Young, Judy Frost, B. Roberts and S. Noy. Reserves R. Graham, A. Harris and E. Lowe.

I would like to thank all the ladies who took part in our competitions this year and also to congratulate the success of the winners.

Thank you to Darren and the Pro. Shop staff for all the help they give us. To our Greenkeeper, Brent and all of his workers, our sincere thanks for all the work you put in to prepare the course for us and for the courtesy you show us when we are out playing our lovely golf course.

Finally a heartfelt thank you to our generous sponsors.

Judy Frost
Women's Captain

VETERAN GOLFER PRESIDENT'S REPORT 2009

Another enjoyable and successful golfing year has passed with Monday attendance numbers remaining at about the same level as previous years.

Once again, the Veteran golfers donated funds to the Moruya Golf Club for course improvements, such as fencing and concreting of the 16th bridge, as well as to the Victorian Bush Fire Appeal.

The Lady golfers joined with the Vets to hold a successful 18 hole golfing day to raise funds for the Moruya Hospital Auxiliary.

My congratulations to the Veterans Male and Female Champions for 2009.

A very successful and enjoyable week of golf was held this year where Moruya Veterans joined with Mollymook, Catalina and Tuross Head Veterans. Moruya hosted Tuesdays and Fridays days with attendances in excess of 100 players each day. We must express our thanks and admiration to Brent Hull and his staff, for the way he prepared the course. There were many complimentary remarks from the visiting players and we thank him and his team for maintaining the course in such a wonderful condition.

Our sympathy goes out to those of our members who have been ill or have lost loved ones this year.

Allan "Rusty" Willcocks

MORUYA EAGLES SOCIAL GOLF REPORT

The Moruya Eagles are a Social Club within the Moruya Golf Club. We cater for those members (female, male, junior and the mature aged) who enjoy a social game of golf, giving them the opportunity to play 9 holes of golf early on Sunday mornings in a warm and welcoming atmosphere.

Competition dates are set out in the monthly calendar available in the foyer of the Club.

We held our championships during July-August over 4 X 9 hole comps and the winners were:

Club Champion	Steve Bond
A Grade Champion	Steve Johnston
A Grade Nett Winner	Steve Marbrow
B Grade Champion	Jim Hyndes
B Grade Nett Winner	Dennis McQuillan

The AGM and Presentation was held in the Club restaurant in early September 2009 and the new office bearers are:

President	Steve Johnston
Vice President	Don Franks
Treasurer	Stan Brown
Secretary	Dave Hyndes
Committee	Mike Keany

We would like to thank all the staff, the Board, Craig and his team, Darren and his team, for their support during the past twelve months.

Steve Johnston

President

FISHING CLUB REPORT

Hello Fishing Club members. Another year has come and gone for 2008- 2009.

This year the club has had a little better weather for the comp days, with a few more fishing and some good catches coming in. I would like to welcome 3 new members to our club this year. They are Kevin Harris, Brett Hill and Greg Albrecht.

Our last comp day was a lovely day for fishing, with some nice fish weighed in. Brett won the heaviest fish with a nice; Morwong. The Bruce Cameron Trophy for the best Flathead was won by myself with a nice Flathead of .960kg.

The interclub comps have been a bit of a mixed bag with the August comp being with pick of them. Moruya won the points score, so congratulations to all the winners.

The BBQ's at the ramp are still popular and the Golf Club lunches are enjoyed by all who attend.

Our Christmas Party and Presentation Day will be held at the Race Course again this year, on the 5th December – so come along and have a great time. Last year's proved to be a great day with a good roll up – thanks to all who helped to make it such a good day. Congratulations to all the winners.

I would like to thank the Committee members for their hard work during the year, especially Lloyd and Ellen and Tony Burke and the Friday Night Raffle Crew.

Many thanks to the Golf Club staff for their help during the year.

Until next time, good fishing and good luck.

Col Manning - President

DIRECTOR'S REPORT

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

The names of the directors in office at the date of the report together with their qualifications and any special allocated responsibilities are as follows:-

MALAVEY Greg	Consultant	Board Member 5 years 8 mths President Finance Committee Marketing Committee Strategic Planning Committee
SETTER Kevin	Retired	Board Member 11 years Building Committee Greens Committee Catering Committee
HIMAN Alwin	Retired	Board Member 2 years 10 m Treasurer Finance Committee Marketing Committee Catering Committee
PARKER Donald	Retired	Board Member 2 years 8 m Captain Match Committee Finance Committee
LYNCH Michael	Retired	Board Member 1 year 11 m Greens Committee (chair)
ROSE Des	Retired	Board Member 1 year 8 mths Match Committee House Committee (chair)
CHALK Ray	Retired	Board Member 8 months Marketing Committee (chair)
BERRY Rod	Self	Board Member 8 months Marketing Committee
WARR Eric	Retired	Board Member 8 months Marketing Committee Greens Committee

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

Company Secretary

Mr. Craig A Clark – Bachelor of Business Acc/HRM, Ass Dip Club Management, ACCM (Active Certified Club Manager). Mr. Clark has been employed by the Moruya Golf Club for the past 11 years as Secretary Manager. Mr. Clark was appointed company secretary on August 6th 1998.

The profit of the company for the financial year after providing for income tax amounted to \$54,401.

A review of the operations of the company during the financial year and the results of those operations found that the changes in market demand and competition have seen a rise in revenue of 5.6% to \$2,283,270. The rise in revenue has contributed to an increase in the company's operating profit.

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

The principal activities of the company during the financial year were to conduct a golf club and licensed operations.

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

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

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

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

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

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

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

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 5.

Director	Meetings	Meetings	Apologies
G. Malavey	12	9	3
K. Setter	12	10	2
A. Himan	12	10	2
D. Parker	12	11	1
M. Lynch	12	10	2
D. Rose	12	12	0
R. Chalk	9	8	1
R. Berry	9	7	2
T. Taylor	3	2	1
M. Kennedy	3	1	2
A. Wallensky	3	3	0

Auditor's Independence Declaration

Under Section 307C of the Corporations Act 2001

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

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

Gleeson & Partners

Joseph O'Sullivan

Date: 24th August 2009

19/49 Vulcan Street

Moruya NSW 2537

Income Statement

for the year ended 30 June 2009

	Note	2009	2008
Revenue	2	2,283,270	2,161,850
Other income	2	-	3,604
Changes in inventories of finished goods and work in		9589	761
Raw materials and consumables		(252,385)	(250,279)
Employee benefits expense		(725,755)	(720,860)
Depreciation and amortisation expenses		(305,899)	(280,473)
Promotion expenses		(233,140)	(242,455)
Golf expenses		(258,184)	(268,825)
Administration expenses		(237,672)	(231,151)
Finance costs	3	(36,952)	(43,909)
Other expenses		(188,471)	(183,803)
Profit/(loss) before income		54,401	(55,540)
Income tax expense		-	-
Profit/(loss) attributable to members of the company		54,401	(55,540)

Balance Sheet as at 30 June 2009

for the year ended 30 June 2009	Note	2009	2008
		\$	\$
ASSETS			
Current Assets			
Cash and cash equivalents	6	230,107	127,498
Trade and other receivables	7	2,868	251
Inventories	8	35,441	25,852
Other current assets	9	19,160	22,483

Total Current Assets		287,576	176,084
Non-current Assets			
Property, plant and equipment	10	2,420,620	2,557,908
Intangible assets	11	57,500	57,500
Total Non-current Assets		2,478,120	2,615,408
Total Assets		2,765,696	2,791,492
LIABILITIES			
Current Liabilities			
Trade and other payables	12	403,594	394,542
Borrowings	13	237,906	218,743
Short-term provisions	14	35,991	29,892
Total Current Liabilities		677,491	643,177
Non-current Liabilities			
Borrowings	13	38,933	154,279
Long-term provisions	14	17,792	16,957
Total Non-current Liabilities		56,725	171,236
Total Liabilities		734,216	814,413
Net Assets		2,031,480	1,977,079
EQUITY			
Retained earnings		2,031,480	1,977,079
Total Equity		2,031,480	1,977,079

The accompanying notes form part of these financial statements.

Statement of Recognised Income & Expenditure

for the year ended 30 June 2009

	Retained Earnings (Accumulated Losses)	Total
	\$	\$
Balance at 1 July 2007	2,032,619	2,032,619
(Loss) attributable to members of the company	(55,540)	(55,540)
Sub-total	1,977,079	1,977,079
Balance at 30 June 2008	1,977,079	1,977,079
Profit attributable to members of the company	54,401	54,401
Sub-total	2,031,480	2,031,480
Balance at 30 June 2009	2,031,480	2,031,480

Cash Flow Statement

for the year ended 30 June 2009

	Note	2009 \$	2008 \$
Cash flows from operating activities			
Receipts from customers		2,264,745	2,165,556
Payments to suppliers and employees		(1,861,464)	(1,960,052)
Interest received		814	1,191
Finance costs		(36,418)	(41,214)
Net cash provided by operating activities	18	367,677	165,481
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		-	5,704
Purchase of property, plant and equipment		(133,885)	(204,901)
Net cash used in investing activities		(133,885)	(199,197)
Cash flows from financing activities			
Repayment of borrowings		(155,243)	(100,303)
Net cash used in financing activities		(155,243)	(100,303)
Net (decrease)/ increase in cash held		78,549	(134,019)
Cash at beginning of financial year		44,779	178,798
Cash at end of financial year	6	123,328	44,779

Note 1: Statement of Significant Accounting Policies

This financial report includes the financial statements and notes of Moruya Golf Club Limited.

Basis of Preparation

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

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

Note 1: Statement of Significant Accounting Policies (cont'd)

Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accrual basis and is based on historical costs.

Accounting Policies

a. Income Tax

The company is considered exempt from income tax under section 50-45 of the Income Tax Assessment Act.

b. Inventories

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

c. Property, Plant and Equipment

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

Plant and equipment

Plant and equipment are measured on the cost basis.

The carrying amount of property, plant and equipment is reviewed annually by directors 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.

Depreciation

The depreciable amount of all fixed assets, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Buildings	1 - 10%
Plant and equipment	5 - 25%

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 income statement.

d. Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the assets, but not the legal ownership that are transferred to the company are classified as finance leases.

Finance leases are capitalised by recording the asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred

e. Financial Instruments

Recognition and Initial Measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument.

Note 1: Statement of Significant Accounting Policies (cont'd)

Financial instruments are initially measured at cost. Financial instruments are classified and measured as set out below.

Classification and Subsequent Measurement

(i) Loans and receivables

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

(ii) Financial Liabilities

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

f. Impairment of Assets

At each reporting date, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

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

g. Intangibles

Poker Machine entitlements purchased are valued at purchase price, and are not considered to be depreciable assets. The carrying amount of the assets are reviewed annually by Directors to ensure they are not in excess of the recoverable amount of those assets.

h. Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

i. 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.

j. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

k. Revenue

Revenue from sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

l. Borrowing Costs

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

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

m. Goods and Services Tax (GST)

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

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

n. Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy.

Note 1: Statement of Significant Accounting Policies (cont'd)

o. Going Concern

The financial statements have been prepared on the assumption that the company is a going concern and will continue to enjoy the financial support of its creditors, bankers and members.

p. Critical accounting estimates and judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key estimates – Valuation of intangibles

No impairment loss has been recognised in respect of intangibles for the year ended 30 June 2009 as the company believes that the intangibles are supported by current market trends.

Key estimates – Provision for Impairment of Receivables

The directors believe that the full amount of receivables is recoverable and no provision of impairment of receivables has been made at 30 June 2009.

q. New Accounting Standards for Application in Future Periods

The AASB has issued new, revised and amended Standards and Interpretations that have mandatory application dates for future reporting periods and which the company has decided not to early adopt. A discussion of those future requirements and their impact on the company is as follows:

AASB 101: Presentation of Financial Statements, AASB 20078: Amendments to Australian Accounting Standards arising from AASB 101, and AASB 200710: Further Amendments to Australian Accounting Standards arising from AASB 101 (all applicable to annual reporting periods commencing from 1 January 2009). The revised AASB 101 and amendments supersede the previous AASB 101 and redefine the composition of financial statements including the inclusion of a statement of comprehensive income. There will be no measurement or recognition impact on the company.

AASB 123: Borrowing Costs and AASB 20076: Amendments to Australian Accounting Standards arising from AASB 123 [AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 and AASB 138 and interpretations 1 and 12] (applicable for annual reporting periods commencing from 1 January 2009). The revised AASB 123 has removed the option to expense all borrowing costs and will therefore

require the capitalisation of all borrowing costs attributable to the acquisition, construction or production of a qualifying asset. Management has determined that there will be no effect on the company as a policy of capitalising qualifying borrowing costs has been maintained.

The company does not anticipate early adoption of any of the above reporting requirements and does not expect them to have any material effect on its financial statements.

Note 2: Revenue

	Note	2009 \$	2008 \$
Sales Revenue			
- Bar sales		576,866	551,649
- Poker machine revenue		1,016,678	955,334
- Keno commission		27,649	26,359
- TAB commission		-	8,995
- Other income		130,727	97,214
- Golfing receipts		251,981	237,642
- Cart and storage receipts		57,920	50,028
- Subscriptions		213,680	190,684
- Tournament receipts		6,955	15,786
- Catering revenue		-	26,968
Total Sales Revenue		2,282,456	2,160,659
Other Revenue			
- interest received	2a	814	1,191
Total Other Revenue		814	1,191
Total sales revenue and other revenue		2,283,270	2,161,850
Other income			
- gain on disposal of property, plant and equipment		-	3604
Total other income		-	3,604
a. Interest revenue from:			
- other persons		814	1,191
Total interest revenue		814	1,191

Note 3: Profit before Income Tax

a. Expenses

	2009	2008
	\$	\$
Cost of sales	242,796	249,518
Interest expense on financial liabilities not at fair value through profit & loss:		
- External	36,952	43,909
Total finance costs	36,952	43,909
Rental expense on operating leases		
- minimum lease payments	14,374	13,795
	14,374	13,795
Other expense:		
- Loss on disposal of property, plant & equipment	274	-

Note 4: Key Management Personnel Compensation

Directors received no remuneration during the year.

Note 5: Auditors' Remuneration

	2009	2008
	\$	\$
Remuneration of the auditor for:		
- auditing or reviewing the financial report	7,900	7,800
- accounting services	1,900	1,800

Note 6: Cash and Cash Equivalents

	2009	2008
	\$	\$
CURRENT		
Cash at bank and in hand	230,107	127,498
	230,107	127,498

Reconciliation of cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

Cash and cash equivalents	230,107	127,498
Bank overdraft	13	(82,719)
	(106,779)	(82,719)
	123,328	44,779

Note 7: Trade and Other Receivables

	2009	2008
	\$	\$
CURRENT		
Trade receivables	2,868	251
	2,868	251

Note 8: Inventories

	2009	2008
	\$	\$
CURRENT		
At cost		
- Trading stock	35,441	25,852
	35,441	25,852

Note 9: Other Assets

	2009	2008
	\$	\$
CURRENT		
Prepayments	19,160	22,483
	19,160	22,483

Note 10: Property, Plant and Equipment

	2009	2008
	\$	\$
LAND AND BUILDINGS		
Freehold land at:		
- cost	33,652	26,232
Total land	33,652	26,232
Buildings at:		
- cost	2,177,554	2,172,945
Less accumulated depreciation	(567,840)	(505,966)
Total buildings	1,609,714	1,666,979
Total land and buildings	1,643,366	1,693,211
PLANT AND EQUIPMENT		
Plant and equipment:		
- at cost	2,529,084	2,446,983
Accumulated depreciation	(1,751,830)	(1,582,286)
Accumulated impairment losses	-	-
	777,254	864,697
Total plant and equipment	777,254	864,697
Total property, plant and equipment	2,420,620	2,557,908

The company's land and buildings were valued at 30/6/09, \$2,200,000 by directors. Valuations were made on the basis of open market value.

a. 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:

	Freehold Land	Improve ments & Buildings	Plant and Equipment	Total
	\$	\$	\$	\$
Balance at 1 July 2007	26,232	1,588,050	981,353	2,595,635
Additions	-	136,392	108,454	244,846
Disposals	-	-	(2,100)	(2,100)
Depreciation expense	-	(57,463)	(223,010)	(280,473)
Balance at 30 June 2008	26,232	1,666,979	864,697	2,557,908
Additions	7,420	4,609	178,856	190,885
Disposals	-	-	(22,274)	(22,274)
Depreciation expense	-	(61,874)	(244,025)	(305,899)
Carrying amount at 30 June 2009	33,652	1,609,714	777,254	2,420,620

Note 11: Intangible Assets

	2009	2008
	\$	\$
Poker machine entitlements at cost	57,300	57,300
Formation expenses at cost	200	200
Accumulated impairment losses	-	-
Net carrying value	57,500	57,500
Balance at beginning of year	57,500	57,500
Closing carrying value at 30 June 2009	57,500	57,500

Note 12: Trade and Other Payables

	2009	2008
	\$	\$
CURRENT		
Unsecured liabilities		
- Trade payables	132,103	129,629
- Sundry payables and accrued expenses	78,470	65,589
- Deferred income	102,844	117,938
- Employee benefits	90,177	81,386
	403,594	394,542

Note 13: Borrowings

	2009	2008
	\$	\$
CURRENT		
Bank overdraft secured	106,779	82,719
Members loans	19,600	19,600
Hire purchase finance	61,527	66,424
Bank bill secured	50,000	50,000
	237,906	218,743

	2009	2008
	\$	\$
NON-CURRENT		
Bank bill secured	-	75,000
Hire purchase finance	38,993	79,279
	38,993	154,279

a. Total current and non-current secured liabilities:

Bank overdraft	106,779	82,719
Bank loan		75,000
	156,779	157,719

b. The carrying amounts of non-current assets pledged as security are:

	2009	2008
	\$	\$
First mortgage		
- Freehold land and buildings	1,643,366	1,693,211
Floating charge		
- other assets	287,576	176,084
	1,930,942	1,869,295

c. The bank overdraft, and loan are secured by a registered first mortgage over the freehold properties of the company and a floating charge over the receivables and assets of the company.

d. The bank bill facility expires on 15/02/2010.

Note 14: Provisions

	2009	2008
	\$	\$
CURRENT		
Long-term Employee Provisions		
Opening balance at beginning of year	29,892	28,412
Additional provisions raised during year	8,755	1,480
Amounts used	(2656)	-
Balance at end of the year	35,991	29,892
NON-CURRENT		
Long-term Employee Benefits		
Opening balance at beginning of year	16,957	16,247
Additional provisions raised during year	835	710
Balance at end of year	17,792	16,957

Analysis of Total Provisions

	2009	2008
	\$	\$
Current	35,991	29,892
Non-current	17,792	16,957
	<u>53,783</u>	<u>46,849</u>

Provision for Long-term Benefits

A provision has been recognised for employee benefits relating to long service leave for employees. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits has been included in Note 1h.

Note 15: Capital and Leasing Commitments

a. Finance Lease Commitments

	2009	2008
	\$	\$
Payable		
- not later than 12 months	67,548	76,554
- between 12 months and five years	42,054	87,203
Minimum lease payments	<u>109,602</u>	<u>163,757</u>
Less future lease charges	<u>(9,142)</u>	<u>(18,054)</u>
Present value of minimum lease payments	13 100,460	145,703

The hire purchase contracts are for periods of between 3 and 5 years at rates varying from 7.67% to 9.98%.

b. Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements

	2009	2008
	\$	\$
Payable		
- Not later than 12 months	14,374	14,115
- Between 12 months and 5 years	57,496	56,456
	<u>71,870</u>	<u>70,571</u>

The company leases the golf course for a current annual rental \$6870 plus outgoings. The lease expires June 2025.

An annual rental of \$3866 is also paid for storage facilities. The company holds a perpetual lease for the clubhouse Land. The annual rental is \$3638 plus outgoings.

c. Capital Expenditure Commitments

There are no Capital expenditure commitments.

Note 16: Contingent Liabilities and Contingent Assets

The company has no contingent liabilities or assets.

Note 17: Segment Reporting

The company operates predominantly in one business and geographical segment being the licensed club industry in Moruya NSW.

Note 18: Cash Flow Information

a. Reconciliation of Cash Flow from Operations with

Profit after Income Tax	2009	2008
	\$	\$
Profit/(loss) after income tax	54,401	(55,540)
Non-cash flows in profit		
Depreciation	305,899	280,473
Net (gain)/loss on disposal of property,		(3,604)
Changes in assets and liabilities		
(Increase)/decrease in trade and term	(2,617)	11,887
(Increase)/decrease in other assets	3,323	29,948
(Increase)/decrease in inventories	(9,589)	(761)
Increase/(decrease) in payables	9052	(99,112)
Increase/(decrease) in provisions	6,934	2,190
	<u>367,677</u>	<u>165,481</u>

b. Non-cash Financing and Investing Activities

Property, plant and equipment

During the financial year, the company acquired plant and equipment with the aggregate fair value of \$35,000 (2008: \$88,781) by means of hire purchase agreements. These acquisitions are not reflected in the cash flow statement.

c. Credit Standby Arrangement and Loan Facilities

The company has a bank overdraft and commercial bill facility amounting to \$175,000 (2008: \$250,000). This may be terminated at the option of the bank. At 30/6/09, \$156,779 of this facility was used (30/6/08: \$207,7190). Interest rates are variable and fixed but the bill facility is subject to a cap.

Note 19: Events after the Balance Sheet Date

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

Note 20: Related Party Transactions

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

Transactions with related parties:

	2009	2008
	\$	\$

A company controlled by G Malavey, a director, provided marketing services during the year.

1500	800
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Note 21: Economic Dependence

The company is not dependent upon the supply of any one input material.

Note 22: Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable, leases and loans. The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2009	2008
		\$	\$
Financial Assets			
Cash and cash equivalents	6	230,107	127,498
Loans and receivables	7	2,868	251
		<u>232,975</u>	<u>127,749</u>
Financial Liabilities			
- Trade and other payables	12	210,573	195,218
- Borrowings	13	276,839	373,022
		<u>487,412</u>	<u>568,240</u>

Financial Risk Management Policies

Consisting of board members and management, the finance committees overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the finance committee on a regular basis. These include credit risk policies and future cash flow requirements.

Specific Financial Risk Exposures and Management

The main risks the company is exposed to through its financial instruments are interest rate risk, liquidity risk, and credit risk.

Interest rate risk

Exposure to interest rate risk arises on financial assets and financial liabilities recognised at reporting date whereby a future change in interest rates will affect future cash flows. At 30 June 2009 approximately 62% of company debt is fixed rate. It is the policy of the company to keep between 40% and 100% of debt on fixed interest rates.

Liquidity risk

Liquidity risk arises from the possibility that the company might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The company manages this risk through the following mechanisms: preparing forward looking cash flow analysis in relation to its operational, investing and financing activities;

- maintaining a reputable credit profile;
- managing credit risk related to financial assets;
- investing only in surplus cash with major financial institutions; and
- comparing the maturity profile of financial liabilities with the realization profile of financial assets.

The company's policy is to ensure no more than 50% of borrowings should mature in any 12-month period.

The tables below reflect an undiscounted contractual maturity analysis for financial liabilities.

Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates.

Financial liability and financial asset maturity analysis

	Years		Within 1 Year		1 to 5 Years		Over 5 years		Total
	2009	2008	2009	2008	2009	2008	2009	2008	2008
Financial liabilities due for payment	\$	\$	\$	\$	\$	\$	\$	\$	\$
Borrowings	111,527	116,424	145,712	236,998	19,600	19,600	276,839	373,022	
Trade and other payables (excluding estimated annual leave and deferred income)	210,573	195,218	—	—	—	—	210,573	195,218	
Total expected outflows	<u>322,100</u>	<u>311,642</u>	<u>145,712</u>	<u>236,998</u>	<u>19,600</u>	<u>19,600</u>	<u>487,412</u>	<u>568,240</u>	
Financial assets — cash flows realisable									
Cash & Equivalents	230,107	127,498	—	—	—	—	230,107	127,498	
Trade Term & Loans receivables	2868	251	—	—	—	—	28,688	251	
Topical anticipated	232,975	127,749	—	—	—	—	232,975	127,749	
Net Outflow/inflow On financial instruments	(89,125)	(183,893)	(145,712)	(236,998)	(19,600)	(19,600)	(254,437)	(440,491)	

Credit risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counter parties of contract obligations that could lead to a financial loss to the company.

Credit risk is managed through the maintenance of procedures (such procedures include the utilisation of systems for the approval, granting and removal of credit limits, regular monitoring of exposures against such limits and monitoring of the financial stability of significant customers and counter parties) ensuring to the extent possible, that customers and counter parties to transactions are of sound credit worthiness. Such monitoring is used in assessing receivables for impairment. Credit terms are generally 30 days from the invoice date. Customers who do not meet the company's strict credit policies may only purchase in cash or only use recognised credit cards.

Risk is also minimised through investing surplus funds in financial institutions that maintain a high credit rating, or in entities that the finance committee has otherwise cleared as being financially sound. Where the company is unable to ascertain a satisfactory credit risk profile in relation to a customer or counter party, then risk may be further managed by retention clauses over goods or obtaining security by way of personal or commercial guarantees over assets of sufficient value which can be claimed against in the event of any default.

Credit Risk exposures

The maximum exposure to credit risk by class recognised financial assets at balance date is equivalent to the carrying value and classification of those financial assets (net of any provisions) as presented in the balance sheet.

Trade and other receivables that are neither past due or impaired are considered to be of high credit quality. Aggregates of such amounts are as detailed in [Note 7](#).

The company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the company. The trade receivables balance at 30 June 2009 and 30 June 2008 do not include any counter parties with external credit ratings. Customers are assessed for credit worthiness using the criteria detailed above.

Credit risk related to balances with banks and other financial institutions is managed by the finance committee in accordance with approved Board policy. Such policy requires that surplus funds are only invested with counter parties with a Standard & Poors (S&P) rating of at least AA. The following table provides information regarding the credit risk relating to cash and money market securities based on S&P counter party credit ratings.

Note	2009 \$	2008 \$
Cash and cash equivalents		
- AA rated	230,107	127,498
6	<u>230,107</u>	<u>127,498</u>

Net Fair Values

Fair value estimation

The fair values of financial assets and financial liabilities are presented in the following table and can be compared to their carrying values as presented in the balance sheet. Fair values are those amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arms length transaction.

Fair values derived may be based on information that is estimated or subject to judgment, where changes in assumptions may have a material impact on the amounts estimated. Areas of judgment and the assumptions have been detailed below. Where possible, valuation information used to calculate fair value is extracted from the market, with more reliable information available from markets that are actively traded.

		2009		2008	
Foot Note	Net Carrying Value \$	Net Fair Value \$	Net Carrying Value \$	Net Fair Value \$	
Financial Assets:					
Cash and cash equivalents	(i)	230,107	230,107	127,498	127,498
Trade and other receivables	(i)	<u>2,868</u>	<u>2,868</u>	<u>1,251</u>	<u>251</u>
Total Financial Assets		<u>232,975</u>	<u>232,975</u>	<u>127,749</u>	<u>127,749</u>
Financial Assets:					
Cash and cash equivalents	(i)	210,573	210,573	195,218	195,218
Trade and other receivables	(ii)	<u>276,839</u>	<u>276,839</u>	<u>373,022</u>	<u>373,022</u>
Total Financial Liabilities		<u>487,412</u>	<u>487,412</u>	<u>568,240</u>	<u>568,240</u>

The fair values disclosed in the above table have been determined based on the following methodologies

- (i) Cash and cash equivalents, trade and other receivables and trade and other payables are short-term instruments in nature whose carrying value is equivalent to fair value. Trade and other payables exclude amounts provided for relating to annual leave and deferred income which is not considered a financial instrument.

- (ii) Fair values are determined using a discounted cash flow model incorporating current commercial borrowing rates.

Sensitivity Analysis

The following table illustrates sensitivities to the company's exposures to changes in interest rates. The table indicates the impact on how profit and equity values reported at balance date would have been affected by changes in the relevant risk variable that management considers to be reasonably possible. These sensitivities assume that the movement in a particular variable is independent of other variables.

Year Ended 30 June 2009	Profit \$	Equity \$
+/- 2% in interest rates	+/- 5,145	+/- 5,145
Year Ended 30 June 2008		
+/- 2% in interest rates	+/- 7,068	+/- 7,068

The above interest rate sensitivity analysis has been performed on the assumption that all other variables remain unchanged.

No sensitivity analysis has been performed on foreign exchange risk, as the company is not exposed to foreign currency fluctuations.

Note 23: Capital Management

Management controls the capital of the company to ensure that adequate cash flows are generated to fund its activities and that returns from investments are maximised. The finance committee ensures that the overall risk management strategy is in line with this objective.

The finance committee operates under policies approved by the Board of Directors. Risk management policies are approved and reviewed by the Board on a regular basis. These include credit risk policies and future cash flow requirements.

The company's capital consists of financial liabilities, supported by financial assets.

Management effectively manages the company's capital by assessing its financial risks and responding to changes in these risks and in the market. These responses may include the consideration of debt levels.

There have been no changes to the strategy adopted by management to control the capital of the entity since the previous year. The strategy of the company is to maintain a gearing ratio below 20%.

The gearing ratios for the years ended 30 June 2009 and 30 June 2008 are as follows:

	Note	2009	2008
		\$	\$
Total borrowings	13	276,839	373,022
Less cash and cash equivalents	6	(230,107)	(127,498)
Net debt		<u>46,732</u>	<u>245,524</u>
Total equity		<u>2,031,480</u>	<u>1,977,079</u>
Total Capital		<u>2,078,212</u>	<u>2,222,603</u>
Gearing Ratio		3%	11%

Note 24: Liability to Members

The club is limited by guarantee. If the club is wound up, the Company's Constitution states that each member is required to contribute a maximum of \$6 each towards meeting any outstanding obligations of the club. At June 30 2009 the number of members was 1822.

Note 25: Company Details

The registered office of the company is:
Moruya Golf Club Limited
Evans Street
Moruya NSW 2537

The principal place of business is:
Moruya Golf Club Limited
Evans Street
Moruya NSW 2537

Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 23, are in accordance with the *Corporations Act 2001*:
 - a. comply with Accounting Standards; and
 - b. give a true and fair view of the financial position as at 30 June 2009 and of the performance for the year ended on that date of the company.
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: G. Malavey

Dated this 25th day of August, 2009

Independent Auditor's Report to the members of Moruya Golf Club Limited

We have audited the accompanying financial report of Moruya Golf Club Limited (the company), which comprises the balance sheet as at 30 June 2009 and the income statement, statement of recognised income and expenditure and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors declaration.

The Responsibility of the Directors for the Financial Report

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

Auditors Responsibility

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

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

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*,

provided to the directors of Moruya Golf Club Limited on 24th August, 2009, would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditors Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Moruya Golf Club Limited as of 30 June 2009, and its financial performance and cash flows for the year then ended in accordance with the *Corporations Act 2001* and the Australian Accounting Standards (including Australian Accounting Interpretations).

Gleeson and Partners

Joseph O'Sullivan

19/49 Vulcan Street
Moruya NSW 2537

Dated this 24th day of August, 2009

Moruya Golf Club Ltd

A.C.N. 000 402 424

Profit & Loss for the Year Ended June 30th 2008

Poker Machine trading account

For the Year Ended 30th June

Net Revenue	1,016,678	955,334
Depreciation	109,210	113,991
Repairs & Maintenance	28,234	23,799
Poker Machine Taxation	22,053	12,547
Central Monitoring Fee	20,065	18,007
Promotions & Sundry	7,300	2,314
Total Direct Expenses	186,862	170,657
Profit - Poker machines	829,816	784,676

Bar trading Account

For Year Ended 30th June 2008

Sales	575,903	550,674
<i>Less Cost of Goods Sold</i>		
Opening Stock	20,543	21,310
Plus Purchases		237,789
		259,099
Less Closing Stock		20,543
	241,833	238,556
Gross Profit on Sales		
cleaning	1,728	2,851
Glasses/Repairs/Freight	9,328	13,643
Promotions	2,712	146
Wages	231,923	234,274
Total Cost of Sales	245,691	250,915
Net Profit/Loss Bar Trading	88,379	61,203

Gross Profit from trading Account

918,195 845,880

Add other Income

Tournament & Sponsor receipts	6,955	15,786
Commissions\bingo\coffee	25,829	22,376
Indoor Activities	56,487	56,184
Catering Income	(2,163)	28,366
Socials & Music		1,470
Other Income	45,027	11,888
Interest received	814	1,191
Sponsorships Received	2,885	3,898

Subscriptions	213,680	190,684
Profit on Sale of Assets	(274)	3,604
Levy	44329	50152
Green Fees	177386	146608
Cart & Storage revenue	57920	50028
Competition Fees	30266	40882
Commissions - Keno	27649	26359
Commissions - TAB	0	8995
Total Income	1,604,985	1,504,351
Less operating Expenses	2008/9	2007/8
Salaries & Wages		
Administration	205,801	198,895
Doorman & Bus	5,084	8,307
Course	218,597	205,940
Cleaning	7,224	7,270
Catering	0	14,726
Uniforms	1,811	2,137
Cleaning costs	36,394	34,128
Staff training	4,224	1,596
Light Power & Heating	72,633	97,015
Repairs - Clubhouse	25,279	25,374
Repairs - Kitchen & Dinning	2,335	873
Repairs - Course & Greens	77,630	82,126
Repairs - Course Plant	19,878	23,079
Course Fuel	21,100	24,385
Cart Costs	8,711	17,500
Bingo/coffee Costs	31,245	30,722
Professional Retainer	22,094	19,688
Commission - Green Fees/Carts	35,440	24,290
Professional Fees	150	845
Affiliation & licence Fees	15,073	16,287
Rent	14,374	13,836
Rates & Water	19,804	15,999
Postage/Printing & Stationary	26,491	28,647
Advertising	26,988	20,694
Staff Expenses	800	782
Sundry Expenses	4,679	3,854
Apprentice Expenses	693	1,032
Keno Expenses	12,263	2,761
TAB Expenses	0	13,178
Catering Costs	6,726	10,556
Refreshments Directors	646	109
Tournament Expenses	9,192	13,915
Members Only	90,912	64,501
Managers Expenses	2,226	2,027
Shows & Bands	18,758	21,659
Audit Fees	9,800	9,600

Computer Services	8,796	16,489
Finance & lease Charges	10,527	9,665
Freight other	649	692
Travel - Directors & Staff	1,204	4,001
Donations	2,373	3,961
Insurance & W/Comp	46,259	55,681
Junior Golf Promotion	3,689	3,090
Golf Trophies	21,141	28,438
Indoor Activites	83,492	87,265
Pennant costs	3,435	4,080
Subscriptions & Legal	10,305	6,570
Security Expences	5,600	8,834
Wreaths & Flowers	,119	227
Telephone	8,927	12,505
Interest/fees/loan charges	32,586	41,876
Provision for LSL	6,934	2,190
Staff Superannuation	48,027	49,797
Depreciation - Buildings	96,700	83,847
Depreciation - Other NCA	96,155	72,052
Sponsorships	732	7,700
Vehicle/Bus Expences	7,879	2,598
Total Expences	<u>1,550,584</u>	<u>1,559,891</u>
Net Profit(loss)	<u>54,401</u>	<u>(55,540)</u>

The additional financial data presented on pages 43 to 45 is in accordance with the books and records of the Moruya Golf Club Limited which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 30th June, 2008. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given. In accordance with our Firm's policy, we advise that neither the Firm nor any member or employee of the firm undertakes responsibility arising in any way whatsoever to any person (other than the Company) in respect of such data, including any errors or omissions therein, arising through negligence or otherwise however caused

