

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**30 APRIL 2022**

**Liability limited by a scheme approved under  
Professional Standards Legislation**

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

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**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**DIRECTORS' REPORT**

The directors present their report on the company for the financial year ended 30 April 2022.

**Information on Directors**

The names of each person who has been a director during the year and to the date of this report are:

Stephen Bowen	
James Bury	
Michael Childs	appointed 25 September 2021
Rolf Cohen	
Anthony King	
Craig Nicholls	
Mark Schultz	retired 25 September 2021
Chris Thomas	
Matthew Triglone	appointed 19 April 2022
Grant Windsham	resigned 22 March 2022

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

**Operating Results**

The profit of the company after providing for income tax amounted to \$805,819.

**Significant Changes in the State of Affairs**

**St George Club**

The company is undertaking the re-development of the St George Club premises. The St George Club ceased operations on 22 August, 2019. In line with Government health department guidelines the Manly Club ceased operations on 27 June, 2021 and resumed operations from 11 October, 2021.

**Coronavirus (COVID-19)**

The World Health Organisation (WHO) declared the COVID-19 virus a global health emergency on 30 January 2020. Global trade and markets have been significantly disrupted, and many businesses have had to, or will have to, limit or suspend their operations.

**Principal Activities**

The principal activities of the company during the financial year were as a Sailing Club.

No significant change in the nature of the company's activity occurred during the financial year.

**Events After the Reporting Date**

As the virus is ongoing it is also considered to be a significant event continuing to occur after the reporting period. As such, management will continue to consider the potential implications of coronavirus which included disruptions to the Club operations.

Apart from the above, including the re-development of St George, no other matters or circumstances have occurred subsequent to year end that have significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company or economic entity in subsequent financial years.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**DIRECTORS' REPORT**

**Future Developments and Results**

St George Sailing Club is due to commence operation from 1<sup>st</sup> September, 2022.

**Environmental Issues**

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

**Meetings**

During the financial year, 12 Board meetings of directors were held. Attendances by each director during the year were as follows:

<b>Director</b>	<b>Responsibility</b>	<b>Meetings</b>
Rolf Cohen	President	12/12
Mark Schultz	Vice President	6/6
Stephen Bowen	Vice President	9/12
Grant Windsham	Commodore	9/11
Matthew Triglone	Commodore	1/1
Anthony King	Treasurer	11/12
James Bury	Director	12/12
Michael Childs	Director	6/6
Craig Nicholls	Director	12/12
Chris Thomas	Director	10/12

**Contribution on winding up**

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company 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 entity. At 30 April 2022, the total amount that members of the company are liable to contribute if the company wound up is \$56,300 (2021: \$57,140 ).

**Indemnification and Insurance of Officers**

The company has provided for and paid premiums to the value of \$15,333 (2021: \$9,763) during the year for Management Liability Insurance. The insurance is in respect of legal liability for damages and legal costs with an annual aggregate limit of \$5,000,000 arising from claims made by reason of omissions or acts (other than dishonesty) by them, whilst acting in their individual or collective capacity as directors or officers of the company, towards which the directors of the company contribute.

**Auditors' Independence Declaration**

The lead auditors' independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 30 April 2022 has been received and can be found on page 3.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**DIRECTORS' REPORT**

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

**Director:** \_\_\_\_\_  
Rolf Cohen

**Director:** \_\_\_\_\_  
Anthony King

**Dated this 31 day of August 2022**

**AUDITORS' INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
MANLY 16FT SKIFF SAILING CLUB LIMITED**

We declare that, to the best of our knowledge and belief, during the year ended 30 April 2022 there have been:

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

**Name of Firm:** Burchall Thompson & Co  
Chartered Accountants

**Name of Partner:** \_\_\_\_\_  
S J Wista

**Address:** Level 3, Suite 2, 18 Aquatic Drive, Frenchs Forest NSW 2086

**Dated this 31 day of August 2022**

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	Note	2022 \$	2021 \$
<b>Income</b>			
Revenue	3	8,462,310	8,378,915
Changes in inventories of finished goods and work in progress		13,209	47,703
Raw materials and consumables used		(2,263,397)	(2,243,552)
<b>Expenditure</b>			
Accountancy expenses		(11,121)	(10,440)
Advertising expenses		(114,349)	(69,732)
Auditors' remuneration	4	(28,500)	(28,500)
Depreciation and amortisation expenses		(304,196)	(322,848)
Employee benefits expenses		(2,854,532)	(2,562,148)
Finance expenses	5	(38,613)	(41,096)
Lease expenses		(29,310)	(29,693)
Other expenses		(2,025,682)	(1,826,187)
		<u>805,819</u>	<u>1,292,422</u>
<b>Profit for the year</b>	<b>5</b>	<b>805,819</b>	<b>1,292,422</b>
<b>Total comprehensive income for the year</b>		<u><b>805,819</b></u>	<u><b>1,292,422</b></u>

The accompanying notes form part of these financial statements.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 APRIL 2022**

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	2,434,224	6,437,861
Trade and other receivables	7	412,026	240,911
Loans and advances	8	65,000	-
Inventories	9	116,427	103,220
Other current assets	10	245,420	221,775
<b>TOTAL CURRENT ASSETS</b>		<u>3,273,097</u>	<u>7,003,767</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	11	14,335,735	7,214,769
Intangible assets	13	271,685	242,000
Right-of-use asset	12	864,286	941,959
<b>TOTAL NON-CURRENT ASSETS</b>		<u>15,471,706</u>	<u>8,398,728</u>
<b>TOTAL ASSETS</b>		<u>18,744,803</u>	<u>15,402,495</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	14	2,385,721	1,901,594
Borrowings	15	150,184	14,271
Provisions	16	249,797	146,005
Lease Liabilities	18	72,424	114,160
<b>TOTAL CURRENT LIABILITIES</b>		<u>2,858,126</u>	<u>2,176,030</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	15	1,890,500	-
Lease Liabilities		791,693	827,800
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>2,682,193</u>	<u>827,800</u>
<b>TOTAL LIABILITIES</b>		<u>5,540,319</u>	<u>3,003,830</u>
<b>NET ASSETS (LIABILITIES)</b>		<u>13,204,484</u>	<u>12,398,665</u>
<b>EQUITY</b>			
Retained earnings	17	13,204,484	12,398,665
<b>TOTAL EQUITY</b>		<u>13,204,484</u>	<u>12,398,665</u>

The accompanying notes form part of these financial statements.



**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	Note	Retained earnings \$	Total \$
<b>Balance at 1 May 2020</b>		11,106,243	11,106,243
Profit attributable to members		<u>1,292,422</u>	<u>1,292,422</u>
<b>Balance at 30 April 2021</b>		<u>12,398,665</u>	<u>12,398,665</u>
Profit attributable to members		<u>805,819</u>	<u>805,819</u>
<b>Balance at 30 April 2022</b>		<u><u>13,204,484</u></u>	<u><u>13,204,484</u></u>

The accompanying notes form part of these financial statements.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	8,236,248	8,279,229
Payments to suppliers and employees	(6,833,723)	(6,619,101)
Interest received	6,562	73,513
Borrowing costs paid	(7,302)	(1,701)
<b>Net cash provided by operating activities</b>	<b>22</b> <u>1,401,785</u>	<u>1,731,940</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	26,364	41,545
Proceeds from loans	-	61,228
Payments for property, plant and equipment	(7,393,202)	(3,986,182)
Payments for loans	(65,000)	-
<b>Net cash used in investing activities</b>	<u>(7,431,838)</u>	<u>(3,883,409)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	2,040,685	-
Repayment of borrowings	(14,271)	(65,762)
<b>Net cash provided by (used in) financing activities</b>	<u>2,026,414</u>	<u>(65,762)</u>
Net decrease in cash held	(4,003,639)	(2,217,231)
Cash at beginning of financial year	6,437,861	8,655,092
Cash at end of financial year	<b>6</b> <u>2,434,222</u>	<u>6,437,861</u>

The accompanying notes form part of these financial statements.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

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The financial reports cover Manly 16ft Skiff Sailing Club Limited as an individual entity. Manly 16ft Skiff Sailing Club Limited is a for not-for-profit company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Manly 16ft Skiff Sailing Club Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 31 August, 2022.

Comparatives are consistent with prior years, unless otherwise stated.

**1 Basis of Preparation**

Manly 16ft Skiff Sailing Club Limited applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements and other applicable Australian Accounting Standards- Reduced Disclosure Requirements.

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

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

The significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

**2 Summary of Significant Accounting Policies**

**Income Tax**

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

**Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received.

Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

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## **Property, plant and equipment**

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

### **Plant and equipment**

Plant and equipment are measured using the cost model

### **Depreciation**

Property, plant and equipment, is depreciated on a straight line basis over the assets useful life to the Company, commencing when the asset is ready for use.

Leasehold assets and improvements are amortised over the shorter of either the unexpired lease period or their estimated useful life.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed Asset Class	Depreciation Rate
Club Buildings & Annexe	2.50%-20.00%
Plant & Equipment	15.00%-37.50%
Motor Vehicles	18.75%
Poker Machines	25.00%-40%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

## **Leases**

Lease liabilities are measured at the present value of the payments to be made over the lease term at the commencement of the lease are discounted using the lessee's incremental borrowing rate. The incremental borrowing rate is the rate that the Club would have to pay to borrow funds necessary to obtain an asset of similar value to the right-of-use ('ROU') asset in a similar economic environment, with similar terms, security and conditions. Application of the incremental borrowing rate is adopted where the interest rate implicit in the lease cannot be readily determined from the contract, which is generally the case for leases in the Club.

Lease payments due within 12 months are recognised within current lease liabilities; payments due after 12 months are recognised within non-current liabilities. Interest on the lease liability in each period during the lease term shall be the amount that produces a constant periodic rate of interest on the remaining balance of the lease liability. Interest expense on the lease liability is a component of finance cost and is presented in the statement of profit and loss.

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**NOTES TO THE FINANCIAL STATEMENTS**  
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The short-term exemption will be applied to leases that are less than 12 months. These leases are recognised on a straight-line basis as an expense. Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- Variable lease payments that are based on an index or rate; and
- Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

### **Financial Instruments**

Financial instruments are recognised initially using trade date accounting, i.e. on the date that company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

### **Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The company's trade and most other receivables fall into this category of financial instruments.

In some circumstances, the company renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the company does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

### **Available-for-sale financial assets**

Available-for-sale financial assets are non-derivative financial assets that do not qualify for inclusion in any of the other categories of financial assets or which have been designated in this category. The company's available-for-sale financial assets comprise listed securities.

### **Financial liabilities**

The company's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

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### **Impairment of Non-Financial Assets**

At the end of each reporting period the company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss , except for goodwill.

### **Intangibles**

#### **Goodwill**

Goodwill is carried at cost less accumulated impairment losses.

#### **Goodwill - testing for impairment**

Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses. Gains and losses on the disposal of an entity include the carrying amount of goodwill related to the entity sold.

### **Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits are presented as current liabilities in the statement of financial position if the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

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### **Provisions**

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

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

### **Cash and Cash Equivalents**

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

### **Revenue and Other Income**

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

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

#### **Sale of goods**

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

#### **Interest revenue**

Interest revenue is recognised using the effective interest rate method.

#### **Rendering of services**

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

#### **Other income**

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

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
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### **Borrowing Costs**

All borrowing costs are recognised as an expense in the period in which they are incurred.

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset.

All other borrowing costs are recognised as an expense in the period in which they are incurred.

### **Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing or financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

### **Comparative Amounts**

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

The Right-to-use asset and lease liability comparative has been restated for the 2021 financial year.

### **New Accounting Standards for Application in Future Periods**

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the company. The company has decided to adopt the new standards when they become mandatory.

### **Coronavirus (COVID-19)**

Due to the re-development of St George and the effects of COVID-19, the Club has secured rent deferral and abatement agreements. The deferred rent has been accrued in the financial accounts. The rent abatement relief is from 1st April, 2020 to 30 September, 2020.

Government assistance has been received and the effect on the 2022 accounts is \$324,358 (2021: \$541,400).



**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

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**Critical Accounting Estimates and Judgements**

The Directors evaluate estimates and judgements incorporated into the financial statements 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 Club.

These estimated and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

**Key judgements – AASB 16 Leases**

The directors of the Club have made significant judgements regarding the recognition of leases and under AASB 16. Specifically these judgements relate to the incremental borrowing rate applied of 2% and the terms and conditions of the lease agreement held with NSW Maritime.

The lease agreement matures on 30 April 2042 at an annual rent of \$62,572 p.a.

Variable payments tied to the lease agreement with NSW Maritime have been excluded from the initial measurement of the lease liability and are recognised in the profit and loss in the period during the event or condition that triggers those payments occurs.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>3 Revenue and Other Income</b>		
<b>Revenue</b>		
Sales revenue:		
Sale of goods	7,187,330	6,854,076
Rendering of services	686,155	665,624
	<u>7,873,485</u>	<u>7,519,700</u>
Other revenue:		
Interest received	6,563	56,720
Other revenue	582,262	802,495
	<u>588,825</u>	<u>859,215</u>
Total revenue	<u>8,462,310</u>	<u>8,378,915</u>
<b>Interest revenue from:</b>		
Interest Received	6,563	56,720
Total interest revenue on financial assets not at fair value through profit or loss	<u>6,563</u>	<u>56,720</u>
<b>Other revenue from:</b>		
Gaming Receipts	194,739	193,186
Government Subsidies	324,358	541,400
Profit on Sale of Fixed Assets	26,364	3,923
Rebates & Subsidies Received	3,915	6,977
Sailing Revenue	16,344	14,171
Sundry Income	16,437	42,431
Vending Machines	105	407
Total other revenue	<u>582,262</u>	<u>802,495</u>
<b>4 Auditors' Remuneration</b>		
Auditors Remuneration - Fees	<u>28,500</u>	<u>28,500</u>

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>5 Profit for the year</b>		
The result for the year was derived after charging / (crediting) the following items:		
Profit before income tax from continuing operations includes the following specific expenses:		
<b>Expenses</b>		
Cost of sales	2,250,188	2,195,849
<b>Finance Costs</b>		
Financial liabilities measured at amortised cost:		
Borrowing Expenses	665	-
Lease liability	37,948	41,096
Total finance costs	59,422	41,096
Employee benefits expense:		
contributions to defined contribution superannuation funds	243,060	197,618
Depreciation of property, plant and equipment	242,550	277,230
Leasing Charges	30,941	33,356
<b>6 Cash and Cash Equivalents</b>		
<b>Reconciliation of cash</b>		
Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:		
Cash at Bank - ANZ	2,418,436	3,076,175
Interest Bearing Deposits	15,788	3,361,686
Cash and cash equivalents	2,434,224	6,437,861

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>7 Trade and Other Receivables</b>		
Other Debtors	210,527	142,524
Sailing Advances	29,205	15,624
GST on Acquisitions	172,294	82,763
	412,026	240,911
<b>8 Loans and Advances</b>		
Loans - Unsecured	65,000	-
<b>9 Inventories</b>		
<b>Current</b>		
At cost:		
Stock on Hand - Bar	87,350	82,076
Stock on Hand - Bistro	29,078	21,143
	116,428	103,219
<b>10 Other Assets</b>		
<b>Current</b>		
Prepayments	245,420	221,775
<b>11 Property, Plant and Equipment</b>		
<b>Club Buildings &amp; Annex:</b>		
At cost	16,841,692	9,658,964
Less accumulated depreciation	(2,820,492)	(2,681,134)
	14,021,200	6,977,830
<b>Plant and equipment:</b>		
At cost	1,580,694	1,641,246
Accumulated depreciation	(1,370,952)	(1,417,048)
	209,742	224,198
<b>Motor vehicle:</b>		
At cost	178,887	108,153
Accumulated depreciation	(74,093)	(95,510)
	104,794	12,643

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Poker machines:</b>		
At cost	13,665	13,665
Accumulated depreciation	(13,665)	(13,567)
	-	98
<b>Total property, plant and equipment</b>	<b>14,335,736</b>	<b>7,214,769</b>

**Movements in Carrying Amounts of Property, Plant and Equipment**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Club Buildings & Annexe	Plant & Equipment	Motor Vehicles	Poker Machines	Total
	\$	\$	\$	\$	\$
Balance at 1 May 2020	3,234,046	232,091	77,739	2,301	3,546,177
Additions	3,892,269	93,913	-	-	3,986,182
Disposals	-	(2,739)	(37,622)	-	(40,361)
Depreciation expense	(148,486)	(99,067)	(27,474)	(2,203)	(277,230)
Balance at 30 April 2021	6,977,829	224,198	12,643	98	7,214,768
Additions	7,182,729	68,939	111,849	-	7,363,517
Depreciation expense	(139,358)	(83,395)	(19,698)	(98)	(242,549)
Carrying amount at 30 April 2022	14,021,200	209,742	104,794	-	14,335,736

**12 Right-of-use Assets**

Balance at beginning of year	925,932	987,578
Accumulated depreciation	(61,646)	(45,618)
<b>Total Right-of-use assets</b>	<b>864,286</b>	<b>941,960</b>

**AASB 16 related amounts recognised in statement of profit or loss**

Depreciation charge related to right-of-use assets	61,646	61,646
Interest expense on lease liabilities	37,948	41,096

The Club's lease portfolio includes property and equipment. These leases have various lease terms ranging from 5 years to 35 years.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>13 Intangible Assets</b>		
Borrowing Costs	30,350	-
Less Written Off	(665)	-
Goodwill	242,000	242,000
<b>Total</b>	<b>271,685</b>	<b>242,000</b>
<b>Reconciliation of Goodwill</b>		
Goodwill – St George Sailing Club:		
Cost	649,204	649,204
Less accumulated impairment losses	(407,204)	(407,204)
Closing carrying value at 30 April 2022	242,000	242,000

Goodwill is allocated to cash-generating units, which are based on the Club's operating activities. The recoverable amount of each cash-generating unit is determined based on value-in-use calculations. Value-in-use is based on the expected cash flows expected from any disposal of gaming entitlements.

**14 Trade and Other Payables**

**Current**

Trade Creditors	318,122	159,585
Other Creditors	1,348,576	1,076,361
Functions in Advance	102,296	93,044
GST on Supplies	98,233	120,255
Subscriptions in Advance	518,325	452,349
	2,385,552	1,901,594

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

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>15 Borrowings</b>		
<b>Current</b>		
Hire Purchase Instalments Within 12 months	-	14,679
Hire Purchase Charges - Not Yet Due	-	(408)
Term Loans	150,184	-
<b>Total current borrowings</b>	<b>668,509</b>	<b>14,271</b>
<b>Non-Current</b>		
Secured Loans	1,725,459	-
Term Loans	165,041	-
<b>Total non-current borrowings</b>	<b>1,890,500</b>	<b>-</b>
<b>Total borrowings</b>	<b>2,559,009</b>	<b>14,271</b>

The Club has secured funding from Commonwealth Bank of Australia towards the redevelopment of St George and asset loans.

- a) First Registered Mortgage over Lease by Manly 16ft Skiff Sailing Club Ltd over Non Residential Real Property located at Cnr East Esplanade and Stuart St Manly NSW 2095.
- b) General Security Interest by Manly 16ft Skiff Sailing Club Ltd comprising:  
First ranking charge over All Present and After Acquired Property.
- c) First Registered Mortgage over Lease by Manly 16ft Skiff Sailing Club Ltd over Non Residential Real Property located at 2 Riverside Dr Sans Souci NSW 2219.

**16 Provisions**

Provision for Holiday Pay	170,500	74,962
Provision for Long Service Leave	79,297	71,043
<b>Total provisions</b>	<b>249,797</b>	<b>146,005</b>
<b>Analysis of Total Provisions</b>		
Current	233,607	131,728
Non-current	16,190	14,277
	<b>249,797</b>	<b>146,005</b>

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>17 Retained Earnings</b>		
Retained earnings at the beginning of the financial year	12,398,665	11,106,243
Net profit attributable to members of the company	805,819	1,292,422
Retained earnings at the end of the financial year	<u>13,204,484</u>	<u>12,398,665</u>
<b>18 Capital and Leasing Liabilities</b>		
<b>Operating Lease Commitments</b>		
Payable - minimum lease payments		
Operating lease liability- current	72,424	114,160
Operating lease liability- non-current	791,693	827,800
Non-lease	6,698	73,230
	<u>870,815</u>	<u>1,015,190</u>
<b>Capital Expenditure Commitments</b>		

The Club is undertaking the re-development for the St George Club premises. The cost estimate for the re-development proposal is \$13 million. As at 30 April, 2022, the Club has incurred total costs of \$12,340,464.

**19 Events After the Reporting Period**

St George Sailing Club is due to commence operations from 1<sup>st</sup> September 2022.



**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>20 Key Management Personnel</b>		
<b>Short-term employee benefits</b>		
Salary & fees	182,600	197,027
<b>Post-employment benefits</b>		
Superannuation	18,104	18,718
<b>Total compensation</b>	200,704	215,745

**Related party disclosures**

The Directors of the Club review the remuneration packages of all specified executives on an annual basis. Remuneration packages are reviewed and determined with due regard to current market rates and are benchmarked against comparable industry salaries.

**21 Related Party Transactions**

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

Transactions with related parties:

Air conditioning services	7,837	26,020
Cabinet making services	-	18,057
Fire protection services	2,051	841
Media (Sailmedia)	19,415	24,415

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>22 Cash Flow Information</b>		
<b>Reconciliation of result for the year to cashflows from operating activities.</b>		
<b>Reconciliation of net income to net cash provided by operating activities:</b>		
Profit after income tax	805,819	1,292,422
Cash flows excluded from profit attributable to operating activities		
<b>Non-cash flows in profit</b>		
Depreciation & Amortisation	242,549	277,230
Net (Gain)/Loss on Disposal Equipment	(26,364)	(1,184)
<b>Changes in assets and liabilities</b>		
(Increase)/Decrease in Receivables & Other Assets	(105,228)	(97,428)
(Increase)/Decrease in Inventories	(13,208)	(47,702)
Increase/(Decrease) in Payables	394,426	298,579
Increase/(Decrease) in Provisions	103,791	10,024
	<u>1,401,785</u>	<u>1,731,941</u>

**23 Financial Risk Management**

The company is exposed to a variety of financial risks through its use of financial instruments.

The company's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets.

The company does not have any derivative instruments at 30 April 2022.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

		2022	2021
		\$	\$
<b>Specific Financial Risk Exposures and Management</b>			
<b>2022</b>	<b>Weighted Average Effective Interest Rate %</b>	<b>Floating Interest Rate \$</b>	<b>Fixed Interest Rate Maturing Within 1 Year    1 to 5 Years \$                    \$                    \$</b>
			<b>Non Interest Bearing \$</b>
			<b>Total \$</b>
<b>Financial Assets</b>			
Cash and cash equivalents	-	2,418,435	-
Short term deposits	0	-	15,788
Loans and receivables	-	-	129,953
<b>Total Financial Assets</b>		2,418,435	15,788
<b>Financial Liabilities</b>			
Trade and other payables	-	-	1,445,521
<b>Total Financial Liabilities</b>		-	1,445,521
<b>2021</b>	<b>Weighted Average Effective Interest Rate %</b>	<b>Floating Interest Rate \$</b>	<b>Fixed Interest Rate Maturing Within 1 Year    1 to 5 Years \$                    \$                    \$</b>
			<b>Non Interest Bearing \$</b>
			<b>Total \$</b>
<b>Financial Assets</b>			
Cash and cash equivalents	-	3,076,176	-
Short term deposits	2	-	3,361,686
Loans and receivables	-	-	18,065
<b>Total Financial Assets</b>		3,076,176	3,361,686
<b>Financial Liabilities</b>			
Trade and other payables	-	-	1,038,440
<b>Total Financial Liabilities</b>		-	1,038,440

The company does not hold any financial assets with terms that have been renegotiated, but which would otherwise be past due or impaired.

The other classes of receivables do not contain impaired assets.

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2022**

**2022**  
**\$**

**2021**  
**\$**

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**24 Statutory Information**

The registered office of the company is:

Manly 16ft Skiff Sailing Club Limited

Cnr East Esplanade & Stuart Street  
Manly NSW 2095

The principal place of business is:

Cnr East Esplanade & Stuart Street  
Manly NSW 2095

**25 Segment Reporting**

The Club operates predominantly in one industry. The principle activity of the Club is that of a licensed sporting club under section 14 of the NSW Registered Clubs Act. The Club operates in Manly and Sans Souci NSW, Australia.

**26 Post-reporting Date Events**

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation other than previously reported.

**27 Members' Guarantee**

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company 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 entity. At 30 April 2022, the total amount that members of the company are liable to contribute if the company wound up is \$56,300 (2021: \$57,140).

**MANLY 16FT SKIFF SAILING CLUB LIMITED**  
**ABN 43 001 066 253**

**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 26, for the year ended 30 April 2022 are in accordance with the Corporations Act 2001 and:
  - (a) comply with Accounting Standards, which, as stated in basis of preparation Note 1 to the financial statements, the Australia Accounting Standards- Reduced Disclosure Requirements; and
  - (b) give a true and fair view of the financial position and performance 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:** \_\_\_\_\_  
Rolf Cohen

**Director:** \_\_\_\_\_  
Anthony King

**Dated this 31 day of August 2022**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF MANLY 16FT SKIFF SAILING CLUB LIMITED  
ABN 43 001 066 253**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of Manly 16ft Skiff Sailing Club Limited, which comprises the statement of financial position as at 30 April 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Manly 16ft Skiff Sailing Club Limited, is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 April 2022 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards 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 Auditors' Responsibilities for the Audit of the Financial Report section of our report. We are independent of the company 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 (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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditors' report.

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

**Other information**

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 April 2022, 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 to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF MANLY 16FT SKIFF SAILING CLUB LIMITED  
ABN 43 001 066 253**

**Responsibilities of Directors' for the Financial Report**

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

**Auditors' Responsibility 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 auditors' 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 company'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 company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the company 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.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF MANLY 16FT SKIFF SAILING CLUB LIMITED  
ABN 43 001 066 253**

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.

**Name of Firm:** Burchall Thompson & Co  
Chartered Accountants

**Name of Partner:** \_\_\_\_\_  
S J Wista

**Address:** Level 3, Suite 2, 18 Aquatic Drive, Frenchs Forest NSW 2086

**Dated this 31 day of August 2022**