
The Rugby League Country Club Limited
trading as Camden Valley Golf Resort
ABN 32 000 479 407

Concise Report
30 June 2009

The financial statements and other specific disclosures have been derived from The Rugby League Country Club Limited trading as Camden Valley Golf Resort's (the company) full financial report for the financial year. Other information included in the concise financial report is consistent with the company's full financial report.

The concise financial report does not, and cannot be expected to, provide as full an understanding of the financial performance, financial position and financing and investing activities of the company as the full financial report.

A copy of the company's 2009 Annual Financial Report, including the independent audit report, is available to all members and will be sent to members without charge upon request.

Directors' Report

Your directors present their report together with the financial report of The Rugby League Country Club Limited trading as Camden Valley Golf Resort (the company) for the year ended 30 June 2009 and the auditor's report thereon.

Directors

The directors of the company in office at any time during or since the end of the financial year are:

Name	Occupation	Special Responsibility	Appointed/ Resigned
Bowden, Christopher Garfield	Chief Executive	Committeeman	1989
Doust, Peter Lawrence	Chief Executive	Committeeman	1996
Edwards, Gregory Charles	Chief Executive Officer	Committeeman	2007
Fisher, Stephen	Manager	Committeeman	1997
Gibson, Charles	Company Director	Committeeman	1994
Hurst, Kenneth William	Retired	Chairman of Directors	1964
Johnstone, Thomas William	Transporter	Committeeman	1980
Lowe, Kerry James	Salesman	Committeeman	2006
Muir, Paul	Manager	Committeeman	2001
Murray, Cyril Henry	Retired	Committeeman	1989
Powell, Ronald Kevin	Company Director	Committeeman	2001
Puckeridge, Martin George	Company Director	Deputy Chairman	1982
Robinson, Danny	General Manager	Committeeman	1995
Rowney, Terry David	Company Director	Committeeman	2000
Sacre, Bruce	Company Director	Committeeman	1990
Thomson, Warren Stanley	Retired	Committeeman	2004
Walsh, Barry John	Company Director	Committeeman	1997
Warby, Roy John	Accountant	Committeeman	2004

Directors' Report (continued)

Directors' Meetings

The number of directors' meetings including meetings of committees of directors and number of meetings attended by each of the directors of the company during the financial year are:

Name	<u>Board of Directors Meetings</u>		
	Number of Meetings *		
	Held	Attended	Apologies
Bowden, Christopher Garfield	11	10	1
Doust, Peter Lawrence	11	2	9
Edwards, Gregory Charles	11	6	5
Fisher, Stephen	11	4	7
Gibson, Charles	11	9	2
Hurst, Kenneth William	11	11	-
Johnstone, Thomas William	11	1	10
Lowe, Kerry James	11	10	1
Muir, Paul	11	6	5
Murray, Cyril Henry	11	9	2
Powell, Ronald Kevin	11	10	1
Puckeridge, Martin George	11	9	2
Robinson, Danny	11	8	3
Rowney, Terry David	11	4	7
Sacre, Bruce	11	9	2
Thomson, Warren Stanley	11	8	3
Walsh, Barry John	11	11	-
Warby, Roy John	11	9	2

* Number of meetings held during the time the director held office during the year.

Company Secretary

The following person held the position of Company Secretary at the end of the financial year:

Mr Doug Jones

Mr Jones was appointed Company Secretary in March 1996 and is also the General Manager of The Rugby League Country Club Limited trading as Camden Valley Golf Resort.

Directors' Report (continued)

Membership

The company is a company limited by guarantee and is without share capital. The number of members as at 30 June 2009 and the comparison with last year is as follows:

	2009	2008
Full Members	115	118
Country Members	282	283
Life / Honorary Members and Directors	39	39
Sunday Members	65	70
Mid Week Members	209	241
Colt	8	8
Junior Members	21	32
Cadet	6	13
Social Members	2,912	2,884
	<hr/>	<hr/>
	3,657	3,688
	<hr/>	<hr/>

Operating Result

The result from ordinary activities for the year amounted to a net loss after tax of \$679,509 compared with \$76,779 loss for the prior year after charging \$695,221 (2008: \$719,955) for depreciation and amortisation.

Review of Operations

A review of the operations of the company during the financial year and the results of these operations are as follows:

The net loss after tax increased by \$602,730 over the previous year's loss with revenues decreasing by \$74,650 and expenses increasing by \$528,080.

The items that materially impacted the current year's result were:

- Net revenue from poker machine takings decreased by \$88,604.
- Green fees and golf cart rental decreased by \$41,678.
- Employment expenses increased by \$86,165 due to an increase of \$89,000 in long service leave and holiday provisions.
- Property expenses increased by \$427,080 mainly due to an increase of \$409,000 in council rates.
- Poker machine licences and taxes decreased by \$24,589.

Significant Changes in the State of Affairs

There were no significant changes in the company's state of affairs that occurred during the financial year.

The Rugby League Country Club Limited trading as Camden Valley Golf Resort

Directors' Report (continued)

Principal Activities

The principal activity of the company during the year has continued to be that of a licensed golf club and motel operation. There have been no significant changes in the nature of these activities during the year.

Events Subsequent to Reporting Date

There are no matters or circumstances that have arisen since the end of the financial year 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 in future financial years.

Likely and Future Developments and Expected Results

Likely developments in the operations of the company in future financial years and the expected results of those operations are as follows:

The Rugby League Country Club (Club) operates the Camden Valley Golf Resort under a lease from New South Wales Leagues' Club (NSWLC as trustee of the Narellan Properties Partnership).

Recently the Club, NSWLC and Sekisui House, Japan's largest residential housing developer, agreed on new term arrangements for the development of the Camden Valley Golf Resort and surrounding lands.

Initially, subject to necessary approvals, a residential exhibition village may be established on part of the existing Camden Valley Golf Resort. This is likely to require the surrender of 9 golf holes at the Camden Valley Golf Resort at 696 Camden Valley Way (Course 10 to 18).

During the project Camden Valley Golf Resort, including the existing clubhouse and many of the golf holes, is expected to continue to operate in substantially the same way, even though Sekisui House is now the owner of these facilities. The Club will continue to lease the clubhouse and golf holes on substantially the same terms.

NSWLC has been granted an option to purchase part of the Camden Lakeside Golf Resort including the existing clubhouse and golf holes. The option may be exercised after registration of a subdivision plan that has already been approved by Council. It is hoped registration will occur by the end of 2009.

From the time of purchase, the Club will take over the operation of the Camden Lakeside Golf Resort. Simultaneously, Sekisui House is expected to become the owner of part of the existing Camden Lakeside property, on which it proposed to build homes in the future.

The Club plans to establish a second registered club from the existing clubhouse at Camden Lakeside Golf Resort, subject to regulatory and licensing approval.

Progressively, as construction of infrastructure begins, more of the existing golf holes at the Camden Valley Golf Resort are likely to be developed as housing lots. This will happen only if 18 golf holes continue to be available for play in the nearby areas.

Environmental Regulation

The company's operations are not subject to any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

The Board believes that the company has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they apply to the Company.

Directors' Report (continued)

Dividends

In accordance with the Constitution, no dividends can be paid and accordingly no dividends were paid or declared since the start of the financial year (2008: \$Nil).

Indemnification of Officers

The company has provided for and paid premiums for directors' and officers' liability and legal expenses' insurance contracts.

The insurance premiums relate to:

- Costs and expenses incurred by the relevant officers in defending proceedings, whether civil or criminal and whatever their outcome;
- Other liabilities that may arise from their position with the exception of conduct involving a wilful breach of duty or improper use of information or position to gain a personal advantage.

The directors have not included details of the nature of the liabilities covered or the amount of the premium paid with the respect to the directors' and officers' liability and legal expenses insurance contract, as such disclosure is prohibited under the terms of the contract.

Proceedings on Behalf 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 party for the purposes 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

The Directors have received the Independence Declaration from the Auditors. The Declaration is attached as page 6.

Signed in accordance with a resolution of the directors.

Dated at Guildford this 20th day of August 2009.

K W Hurst
Chairman

The Rugby League Country Club Limited trading as Camden Valley Golf Resort

Auditor's Independence Declaration

Lead Auditor's Independence Declaration Under Section 307C of the Corporations Act 2001

To the Directors of The Rugby League Country Club Limited trading as Camden Valley Golf Resort

I declare that, to the best of my knowledge and belief, in relation to the audit for the year ended 30 June 2009, 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.

PKF

Paul Cheeseman
Partner

1 Margaret Street
SYDNEY NSW 2000

20 August 2009

Income Statement For the Year Ended 30 June 2009

	Note	2009 \$	2008 \$
Revenue from continuing operations			
Sale of goods		1,466,780	1,452,630
Rendering of services		4,227,480	4,390,014
Other revenue		93,826	20,092
		<hr/>	<hr/>
Total revenue from continuing operations		5,788,086	5,862,736
		<hr/>	<hr/>
Expenses			
Cost of sales		(655,045)	(650,026)
Employee benefits expense		(2,148,417)	(2,062,252)
Entertainment, marketing and promotional costs		(437,429)	(436,324)
Motor vehicle repairs and maintenance		(227,702)	(223,058)
Property expenses		(1,440,104)	(1,013,024)
Poker machine licences and taxes		(308,576)	(333,165)
Other expenses from ordinary activities		(477,485)	(446,275)
		<hr/>	<hr/>
		(5,694,758)	(5,164,124)
		<hr/>	<hr/>
Earnings before depreciation and amortisation expense and finance costs		93,328	698,612
Depreciation and amortisation expenses		(695,221)	(719,955)
Finance costs		(77,616)	(55,436)
		<hr/>	<hr/>
Loss before income tax expense		(679,509)	(76,779)
Income tax expense relating to ordinary activities		-	-
		<hr/>	<hr/>
Net loss from continuing operations after income tax expense attributable to members	2	(679,509)	(76,779)
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The Income Statement is to be read in conjunction with the discussion and analysis on page 11 and the notes to the financial statements set out on pages 12 and 13.

The Rugby League Country Club Limited trading as Camden Valley Golf Resort

Statement of Changes in Equity For the Year Ended 30 June 2009

	2009 \$	2008 \$
Total equity at the beginning of the financial year	3,085,718	3,162,497
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Loss for the year	(679,509)	(76,779)
	<hr/>	<hr/>
Total recognised income and expense for the year	(679,509)	(76,779)
	<hr/>	<hr/>
Total equity at the end of the financial year	2,406,209	3,085,718
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Balance Sheet

As at 30 June 2009

	Note	2009 \$	2008 \$
ASSETS			
Current Assets			
Cash and cash equivalents		221,001	438,943
Trade and other receivables		101,621	420,823
Inventories		100,643	103,520
Other current assets		143,299	145,691
		<hr/>	<hr/>
Total Current Assets		566,564	1,108,977
		<hr/>	<hr/>
Non-Current Assets			
Property, plant and equipment		6,156,494	4,317,260
Intangible assets		120,552	-
		<hr/>	<hr/>
Total Non-Current Assets		6,277,046	4,317,260
		<hr/>	<hr/>
Total Assets		6,843,610	5,426,237
		<hr/>	<hr/>
LIABILITIES			
Current Liabilities			
Trade and other payables		508,635	382,111
Financial liabilities		571,562	201,607
Employee benefits		643,603	538,101
Other current liabilities		299,200	355,530
		<hr/>	<hr/>
Total Current Liabilities		2,023,000	1,477,349
		<hr/>	<hr/>
Non-Current Liabilities			
Financial liabilities		2,387,719	813,924
Employee benefits		26,682	49,246
		<hr/>	<hr/>
Total Non-Current Liabilities		2,414,401	863,170
		<hr/>	<hr/>
Total Liabilities		4,437,401	2,340,519
		<hr/>	<hr/>
Net Assets		2,406,209	3,085,718
		<hr/>	<hr/>
Members' Funds			
Retained profits	2	2,406,209	3,085,718
		<hr/>	<hr/>
Total Members' Funds		2,406,209	3,085,718
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The Balance Sheet is to be read in conjunction with the discussion and analysis on page 11 and the notes to the financial statements set out on pages 12 and 13.

Cash Flow Statement For the Year Ended 30 June 2009

	2009	2008
	\$	\$
Cash Flows From Operating Activities		
Receipts from customers	6,277,311	6,468,102
Payments to suppliers and employees	(5,737,643)	(5,694,547)
Interest received	5,058	5,360
Finance costs paid	(61,116)	(55,436)
Rent received	520	510
	<hr/>	<hr/>
Net cash inflow from operating activities	484,130	723,989
	<hr/>	<hr/>
Cash Flows From Investing Activities		
Proceeds on sale of property, plant and equipment	105,000	20,150
Payment for property, plant and equipment	(2,589,707)	(239,485)
Payment for intangible assets	(100,000)	-
	<hr/>	<hr/>
Net cash outflow from investing activities	(2,584,707)	(219,335)
	<hr/>	<hr/>
Cash Flows From Financing Activities		
Finance lease payments	(331,527)	(345,864)
Proceeds from finance lease	2,214,162	142,713
Repayment loan – related parties	-	(50,000)
Repayment of other loans	-	(60,000)
	<hr/>	<hr/>
Net cash inflow/(outflow) from financing activities	1,882,635	(313,151)
	<hr/>	<hr/>
Net (decrease)/increase in cash and cash equivalents	(217,942)	191,503
Cash and cash equivalents at the beginning of the financial year	438,943	247,440
	<hr/>	<hr/>
Cash and cash equivalents at the end of the financial year	221,001	438,943
	<hr/>	<hr/>

The Cash Flow Statement is to be read in conjunction with the discussion and analysis on page 11 and the notes to the financial statements set out on pages 12 and 13.

Discussion and Analysis

Income Statement

The company's total revenue has decreased by \$74,650 (1.27%) since the prior year whilst expenses, including depreciation and amortisation expenses and borrowing costs have increased by \$528,080 (8.89%) resulting in a net loss of \$679,509 compared to \$76,779 loss for the previous year.

Individual items that have impacted the 2009 result include:

- Net revenue from poker machine clearance decreased by \$88,604 (4.45%).
- Poker machine licences and taxes decreased by \$24,589 (7.38%).
- Finance costs increased by \$22,180 (40.01%).
- Depreciation and amortisation expenses decreased by \$24,734 (3.44%).
- Employees benefit expenses increased by \$86,165 (4.18%).
- Property expenses increased by \$427,080 (42.16%) due to additional council rates charged of \$409,000.

Balance Sheet

The company's net assets have decreased by \$679,509 or 22.02% since the previous year consisting of an increase in total assets of \$1,417,373 (36.93%) and a \$ 2,096,882 (89.59%) decrease in total liabilities.

The decrease in total assets for the year is mainly attributed to an increase in property plant and equipment, due to renovations and intangible assets, being poker machine entitlements. The increase in total liabilities is mainly an increase in financial liabilities to fund renovations and a decrease in other receivables being the Narellan Properties' loan.

Cash Flow Statement

Operating activities provided net cash of \$484,130, a decrease of \$239,859 when compared to the previous year.

Net cash used in investing activities was \$2,584,707 and related to payments for poker machine entitlements and property, plant and equipment less proceeds from sale, an increase of \$2,365,372 over the prior year.

Net cash received in financing activities of \$ 1,882,635 compared to \$313,151 used in the prior year and relates to proceeds of finance obtained to pay for renovations less payments for finance leases.

As a result of these cash flows, the net cash held during the year decreased by \$217,942 compared to the previous year's increase of \$191,503.

Cash at year end was \$ 221,001 compared to \$438,943 in the prior year.

Notes to the Financial Statements

Concise Financial Report

For the Year Ended 30 June 2009

1 Basis of Preparation of the Concise Financial Report

The concise financial report is an extract for the full financial report for the year ended 31 December 2008. The concise financial report has been prepared in accordance with Accounting Standard AASB 1039: Concise Financial Reports and the *Corporations Act 2001*.

The financial statements, specific disclosures and other information included in the concise financial report are derived from and are consistent with the full financial report of The Rugby League Country Club Limited trading as Camden Valley Golf Resort. The concise financial report cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of The Rugby League Country Club Limited trading as Camden Valley Golf Resort as the full financial report.

Compliance with IFRS

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards. Compliance with AIRFS ensures that the company financial statements and notes comply with International Financial Reporting Standards (IFRS).

In preparing the financial report the company has taken the exemptions available to non profit entities.

The presentation currency used in this concise financial report is Australian dollars.

Going Concern

The Company recorded a loss for the year of \$679,509 and has current liabilities which are in excess of current assets by \$1,456,436.

The Directors have prepared the financial report on a going concern basis for the following reasons:

1. 2009 trading was affected by the construction of the Alfresco gaming area and the carpark entrance road.
2. Council rates of \$432,000 were charged this year compared with \$23,000 in the prior year. The property has since been rezoned and council rates will reduce dramatically.
3. The Company is forecasting improved trading and positive cash flows for the year ending June 2010.
4. Cash inflows from operating activities were \$484,130 in the current financial year.

The Directors are satisfied that the going concern basis of preparation is appropriate. The financial report has therefore been prepared on a going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

Notes to the Financial Statements

Concise Financial Report

For the Year Ended 30 June 2009 (continued)

	2009	2008
	\$	\$
2 Retained Profits		
Retained profits at the beginning of the year	3,085,718	3,162,497
Net loss attributable to members of the company	(679,509)	(76,779)
	<hr/>	<hr/>
Retained profits at the end of the year	2,406,209	3,085,718
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3 Events Subsequent to Reporting Date

There are no matters or circumstances that have arisen since the end of the financial year 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 in future financial years.

The Rugby League Country Club Limited trading as Camden Valley Golf Resort

Directors' Declaration

The directors of The Rugby League Country Club trading as Camden Valley Golf Resort (the company) declare that the concise financial report of the company for the financial year ended 30 June 2009, as set out on pages 7 to 13:

- (a) complies with Accounting Standard AASB 1039: Concise Financial Reports; and
- (b) is an extract from the full financial report for the year ended 30 June 2009 and has been derived from and is consistent with the full financial report of the company.

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

Signed at Guildford this 20th day of August 2009.

K W Hurst
Chairman

The Rugby League Country Club Limited trading as Camden Valley Golf Resort

Independent Auditor's Report to the Members of The Rugby League Country Club Limited trading as Camden Valley Golf Resort

Report on the concise financial report

The accompanying concise financial report of The Rugby League Country Club Limited trading as Camden Valley Golf Resort (the company) comprises the balance sheet as at 30 June 2009, the income statement, statement of changes in equity and cash flow statement for the year then ended and related notes, derived from the audited financial report of the company for the year ended 30 June 2009, and the discussion and analysis set out on pages 7 to 13. The concise financial report does not contain all the disclosures required by the Australian Accounting Standards.

Directors' responsibility for the concise financial report

The directors are responsible for the preparation and presentation of the concise financial report in accordance with Accounting Standard AASB 1039: *Concise Financial Reports* (including the Australian Accounting Interpretations), statutory and other requirements. This responsibility includes establishing and maintaining internal control relevant to the preparation of the concise financial report; selecting and applying the appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the concise financial report based on our audit procedures. We have conducted an independent audit, in accordance with Australian Auditing Standards, of the financial report of the company for the year ended 30 June 2009. Our audit report on the financial report for the year was signed on 20 August 2009 and was not subject to any modification. The Australian 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 for the year is free from material misstatement.

Our procedures with respect to the concise financial report included testing that the information in the concise financial report is derived from, and is consistent with, the financial report for the year, and examination on a test basis, of evidence supporting the amounts, discussion and analysis, and other disclosures which were not directly derived from the financial report for the year. These procedures have been undertaken to form an opinion whether, in all material respects, the concise financial report complies with Accounting Standard AASB 1039: *Concise Financial Reports* and whether the discussion and analysis complies with the requirements laid down in AASB 1039: *Concise Financial Reports*.

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 the company on 20 August 2009, would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's opinion

In our opinion, the concise financial report including the discussion and analysis of the company for the year ended 30 June 2009 complies with Accounting Standard AASB 1039: *Concise Financial Reports*.

PKF

Paul Cheeseman

Partner

20 August 2009

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