

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

**Annual Report**  
**For The Year Ended**  
**31 October 2019**

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Annual Report**  
**For The Year Ended 31 October 2019**

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# North Sydney District Rugby League Football Club Limited

## ACN 003 009 158

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### Directors' Report

Your directors present their report together with the financial report of the company for the year ended 31 October 2019 and the auditor's report thereon.

#### Directors

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

| <b>Name</b>        | <b>Qualification</b> | <b>Experience</b>                           | <b>Special Responsibilities</b>                      |
|--------------------|----------------------|---|--|
| Perry Lopez        | Company Director     | 16 Yrs Member<br>NSDRLF Club                | Chairman<br>Representative to<br>NSLC Board          |
| *Fred Thompson     | Retired              | 58 Yrs Member<br>NSDRLF Club<br>Life Member | Representative to<br>NSLC Board                      |
| Mark Dowel         | Retired              | 19 Yrs Member<br>NSDRLF Club<br>Life member |  |
| Martin Lawson      | Company Director     | 17 Yrs Member<br>NSDRLF Club                |  |
| Peter McGrath      | Company Director     | 14 Yrs Member<br>NSDRLF Club                |  |
| Sean Wiles         | Chartered Accountant | 6 Yrs Member<br>NSDRLF Club                 |  |
| Justin Owen        | Lawyer               | 8 Yrs Member<br>NSDRLF Club                 | Company Secretary<br>Representative to<br>NSLC Board |
| #Catherine Osborne | Lawyer               | Member<br>NSDRLF Club                       | Sponsor Director                                     |

\*Mr Fred Thompson passed away on 7 April 2019.

#Catherine Osborne was appointed as a Sponsor Director on 29 July 2019.

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

# North Sydney District Rugby League Football Club Limited

## ACN 003 009 158

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### Directors' Report

#### Directors' Meetings

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

#### Board Meetings

| Director          | Number of Meetings Attended | Number of Meetings Held |
|-------------------|-----------------------------|-------------------------|
| Perry Lopez       | 12                          | 12                      |
| Fred Thompson     | 4                           | 6                       |
| Mark Dowel        | 10                          | 12                      |
| Martin Lawson     | 10                          | 12                      |
| Peter McGrath     | 10                          | 12                      |
| Sean Wiles        | 9                           | 12                      |
| Justin Owen       | 12                          | 12                      |
| Catherine Osborne | 4                           | 4                       |

#### Membership

The company is a company limited by guarantee and is without share capital. The number of members as at 31 October 2019 was 610.

#### Operating Result

The net loss for the year amounted to \$74,434 (2018 loss: \$28,262)

#### Principal Activities

The principal activities of the company during the year were to encourage, promote and control the development, playing and interests of Rugby League Football in the North Sydney District and within the area of the boundaries of the Club as defined in the by-Laws of the New South Wales Rugby League Limited.

There have been no significant changes in the nature of these activities during the year.

#### Liability of members on winding up

The Company is incorporated and domiciled in Australia as a company limited by guarantee. In accordance with the Constitution of the Company, every member of the Company undertakes to contribute an amount limited to \$1 per member in the event of the winding up of the Company during the time that he/she is a member or within one year thereafter. At 31 October 2019 there were 610 members.

**North Sydney District Rugby League Football Club Limited**  
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**Directors' Report**

**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**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6.

Signed in accordance with a resolution of the directors.

Dated at Cammeray this 28<sup>th</sup> day of NOVEMBER 2019.



Perry Lopez  
Director



Sean Wiles  
Director

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Auditor's Independence Declaration**  
**To the Directors**  
**of North Sydney District Rugby League Football Club Limited**

As lead auditor for the audit of North Sydney District Rugby League Football Club Limited for the year ended 31 October 2019, I declare that to the best of my knowledge and belief there have been:

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

**FORTUNITY ASSURANCE**



T R Davidson  
**Partner**

155 The Entrance Road  
Erina NSW 2250

Dated: 28 November, 2019

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

**Statement of Profit or Loss & Other Comprehensive Income**  
**For The Year Ended 31 October 2019**

|   | Note | 2019            | 2018            |
|---|------|-----------------|-----------------|
|   |      | \$              | \$              |
| Revenue   | 2    | 1,768,317       | 1,667,116       |
| Employee costs  |      | (558,541)       | (455,058)       |
| Depreciation  |      | (12,408)        | (10,903)        |
| Administration expenses                               |      | (96,905)        | (131,860)       |
| Junior League expenses                                |      | (152,655)       | (123,632)       |
| NRL bid expenses                                      |      | -               | (8,046)         |
| Football team expenses                                |      | (1,022,242)     | (965,879)       |
| Profit/(loss) before income tax expense               |      | (74,434)        | (28,262)        |
| Income tax expense                                    |      | -               | -               |
| <b>Net profit/(loss) after income tax</b>             |      | <b>(74,434)</b> | <b>(28,262)</b> |
| <b>Other comprehensive Income</b>                     |      | -               | -               |
| <b>Total comprehensive income/(loss) for the year</b> |      | <b>(74,434)</b> | <b>(28,262)</b> |

The accompanying notes form part of these financial statements.

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

**Statement of Financial Position**  
**As at 31 October 2019**

|                                      | Note | 2019      | 2018      |
|--------------------------------------|------|-----------|-----------|
|                                      |      | \$        | \$        |
| <b>Assets</b>                        |      |           |           |
| <b>Current Assets</b>                |      |           |           |
| Cash and cash equivalents            | 4    | 98,176    | 154,142   |
| Other receivables                    | 5    | 132,532   | 182,297   |
| <b>Total Current Assets</b>          |      | 230,708   | 336,439   |
| <b>Non-Current Assets</b>            |      |           |           |
| Property, plant and equipment        | 6    | 3,351     | 11,098    |
| <b>Total Non-current Assets</b>      |      | 3,351     | 11,098    |
| <b>Total Assets</b>                  |      | 234,059   | 347,537   |
| <b>Current Liabilities</b>           |      |           |           |
| Trade and other payables             |      | 293,931   | 358,113   |
| Employee benefits                    | 8    | 92,587    | 70,987    |
| <b>Total Current Liabilities</b>     |      | 386,518   | 429,100   |
| <b>Non-Current Liabilities</b>       |      |           |           |
| Employee benefits                    | 8    | 3,537     | -         |
| <b>Total Non-Current Liabilities</b> |      | 3,537     | -         |
| <b>Total Liabilities</b>             |      | 390,055   | 429,100   |
| <b>Net Assets</b>                    |      | (155,996) | (81,562)  |
| <b>Members' Funds</b>                |      |           |           |
| Retained earnings                    |      | (43,192)  | 31,242    |
| League Football Club                 |      | (112,804) | (112,804) |
|                                      |      | (155,996) | (81,562)  |

The accompanying notes form part of these financial statements.



**North Sydney District Rugby League Football Club Limited**  
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**Statement of Changes in Members Funds**  
**For the Year Ended 31 October 2019**

|  | <b>League Football<br/>Club<br/>\$</b> | <b>Retained<br/>Earnings<br/>\$</b> | <b>Total<br/>\$</b> |
|--|--|-------------------------------------|---------------------|
| Balance at 1 November 2017   | (112,804)                              | 59,504                              | (53,300)            |
| Other comprehensive income   | -                                      | -                                   | -                   |
| (Deficit) for the year attributable<br>To the members of the company | -                                      | (28,262)                            | (28,262)            |
| Balance at 31 October 2018   | <u>(112,804)</u>                       | <u>31,242</u>                       | <u>(81,562)</u>     |
| Balance at 1 November 2018   | (112,804)                              | 31,242                              | (81,562)            |
| Other comprehensive income   | -                                      | -                                   | -                   |
| (Deficit) for the year attributable<br>To the members of the company | -                                      | (74,434)                            | (74,434)            |
| Balance at 31 October 2019   | <u>(112,804)</u>                       | <u>(43,192)</u>                     | <u>(155,996)</u>    |

The accompanying notes form part of the financial statements.

**North Sydney District Rugby League Football Club Limited**  
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**Statement of Cash Flows**  
**For Year Ended 31 October 2019**

|  | Note | 2019<br>\$<br>Inflows<br>(Outflows) | 2018<br>\$<br>Inflows<br>(Outflows) |
|--|------|-------------------------------------|-------------------------------------|
| <b>Cash flows from operating activities</b>            |      |                                     |                                     |
| Receipts from members, sponsors                        |      | 1,817,638                           | 1,536,153                           |
| Payments to suppliers and employees                    |      | (1,869,045)                         | (1,397,852)                         |
| Interest received                                      |      | 101                                 | 50                                  |
| Net cash provided by operating activities              | 9    | (51,306)                            | 138,351                             |
| <b>Cash flows from investing activities</b>            |      |                                     |                                     |
| Payments for property, plant & equipment               |      | (4,660)                             | (1,274)                             |
| Proceeds on disposal of property,<br>plant & equipment |      | -                                   | -                                   |
| Net cash used in investing activities                  |      | (4,660)                             | (1,274)                             |
| <b>Net (decrease)/increase in cash held</b>            |      | (55,966)                            | 137,077                             |
| <b>Cash at the beginning of the financial year</b>     |      | 154,142                             | 17,065                              |
| <b>Cash at the end of the financial year</b>           |      | 98,176                              | 154,142                             |

The accompanying notes form part of these financial statements.

# North Sydney District Rugby League Football Club Limited

## ACN 003 009 158

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### Notes to the Financial Statements For The Year Ended 31 October 2019

#### Note 1. Summary of Significant Accounting Policies

##### Basis of Preparation

The financial statements are for North Sydney District Rugby League Football Club Limited as an individual entity, incorporated and domiciled in Australia. North Sydney District Football Club Limited is a company limited by guarantee.

North Sydney District Rugby League Football Club Limited applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards*.

The financial statements are general purpose financial statements that have been prepared in accordance with 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.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual 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 amounts in the financial statements have been rounded to the nearest dollar.

##### Accounting Policies

###### (a) Income Tax

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

The company has applied to the Australia Taxation Office for an exemption from income tax as it is a sporting club.

# North Sydney District Rugby League Football Club Limited

## ACN 003 009 158

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### Notes to the Financial Statements For The Year Ended 31 October 2019

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

##### (b) Property, Plant and Equipment

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

The carrying amount of 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 including capitalised lease assets, but excluding buildings and freehold land, is depreciated on a straight-line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use.

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

| <i>Class of Fixed Asset</i> | <i>Depreciation Rate</i> |
|-----------------------------|--------------------------|
| Plant & equipment           | 7.5% - 30%               |
| Leasehold Improvements      | 20%                      |

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 disposal are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

##### (c) Impairment of Assets

At each reporting date, the company reviews the carrying values of its 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.

**North Sydney District Rugby League Football Club Limited**  
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**Notes to the Financial Statements**  
**For The Year Ended 31 October 2019**

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

**(d) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other bank accounts and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

**(e) Revenue**

Revenue is recognised when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

**Sale of Goods**

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and cessation of all involvement in those goods.

**Grants and Donations**

Grant and donations revenue is recognised when the incorporated association obtains control over the funds, which is usually at the time of receipt.

**Interest**

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

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

**(f) 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 Tax 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.

**North Sydney District Rugby League Football Club Limited**  
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**Notes to the Financial Statements**  
**For The Year Ended 31 October 2019**

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

**(g) Trade and Other Receivables**

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Trade receivables are generally due for settlement within 30 days.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. A provision for impairment of trade receivables is raised when there is objective evidence that the incorporated association will not be able to collect all amounts due according to the original terms of the receivables.

**(h) Trade and Other Payables**

Trade and other payables represent the liabilities for goods and services received by the company during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 60 days of recognitions of the liability.

**(i) Employee Benefits**

*Short-Term employee Benefits*

Liabilities for wages and salaries including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

*Other Long-Term Employee Benefits*

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date is measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and period of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

**(j) Members Subscriptions**

Members subscriptions received in advance are amounts received from members in respect of subscriptions for 2018/19 and subsequent years, and are shown in the balance sheet under trade and other payables.

**(k) Limitation of Members' Liability**

In accordance with the Club's Constitution the liability of members in the event of the Club being wound up would not exceed \$1 per member.

**North Sydney District Rugby League Football Club Limited**  
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**Notes to the Financial Statements**  
**For The Year Ended 31 October 2019**

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

**(i) Going Concern**

The Company incurred a trading loss of \$74,434 during the year ended 31 October 2019 (2018 Loss \$28,262). As stated above, the Company is a not-for-profit entity and requires the ongoing support of North Sydney Leagues Club, New South Wales Rugby League, as well as income received from its sponsors in the ordinary course of business, to ensure that it continues to operate as a going concern.

The Directors have reviewed the budgets and cash flow projections prepared in respect of the year ending 31 October, 2020 and these indicate that the Company will generate sufficient cash flow to meet its commitments as and when they fall due. The Directors believe the Company continues to operate as a going concern on the basis of the continued support of its stakeholders.

|                                       | <b>2019</b> | <b>2018</b> |
|---------------------------------------|-------------|-------------|
|                                       | <b>\$</b>   | <b>\$</b>   |
| <b>Note 2. Revenue</b>                |             |             |
| Operating activities                  |             |             |
| Membership subscriptions              | 23,573      | 24,816      |
| Grant – North Sydney Leagues Club Ltd | 520,005     | 492,313     |
| Grant – NSW Rugby League              | 350,000     | 341,491     |
| Function Income                       | 91,080      | 93,365      |
| Fundraising proceeds                  | 8,209       | 12,009      |
| Takings                               | 24,896      | 23,364      |
| Interest received                     | 101         | 50          |
| Sponsorship                           | 539,858     | 498,614     |
| Junior League Income                  | 49,995      | 49,033      |
| Merchandise Income                    | 83,924      | 49,540      |
| Sponsorship rebates                   | 50,104      | 57,584      |
| Sundry Income                         | 26,572      | 24,937      |
| Total Revenue                         | 1,768,317   | 1,667,116   |

**Note 3. Expenses**

|              |        |        |
|--------------|--------|--------|
| Depreciation | 12,408 | 10,903 |
|              | 12,408 | 10,903 |

**North Sydney District Rugby League Football Club Limited**  
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**Notes to the Financial Statements**  
**For The Year Ended 31 October 2019**

|   | <b>2019</b> | <b>2018</b> |
|---|-------------|-------------|
|   | <b>\$</b>   | <b>\$</b>   |
| <b>Note 4. Cash and Cash Equivalents</b>  |             |             |
| Cash at bank and in hand  | 98,176      | 154,142     |
| Reconciliation of cash  |             |             |
| Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the balance sheet as follows: |             |             |
| Cash and cash equivalents   | 98,176      | 154,142     |
| <b>Note 5. Other Receivables</b>  |             |             |
| Other debtors   | 103,115     | 143,145     |
| Prepayments   | 29,417      | 39,152      |
|   | 132,532     | 182,297     |
| <b>Note 6. Property Plant and Equipment</b>   |             |             |
| Plant and equipment – at cost   | 61,495      | 56,835      |
| Less accumulated depreciation   | (58,144)    | (45,737)    |
|   | 3,351       | 11,098      |

(a) **Movements in Carry 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.

|                         | Plant & Equipment | Total    |
|-------------------------|-------------------|----------|
| Balance 1 November 2018 | 11,098            | 11,098   |
| Additions               | 4,660             | 4,660    |
| Disposals               | -                 | -        |
| Depreciation            | (12,408)          | (12,408) |
| Balance 31 October 2019 | 3,350             | 3,350    |



**North Sydney District Rugby League Football Club Limited**  
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**Notes to the Financial Statements**  
**For The Year Ended 31 October 2019**

|   | <b>2019</b> | <b>2018</b> |
|---|-------------|-------------|
|   | <b>\$</b>   | <b>\$</b>   |
| <b>Note 7. Trade and Other Payables</b>   |             |             |
| Trade payables  | 142,023     | 326,457     |
| GST Payable   | (7,235)     | (3,580)     |
| ATO Integrated Client Account   | 5,313       | -           |
| Accrued Expenses  | 46,678      | 19,684      |
| Wages Payable   | 47,111      | -           |
| Superannuation Payable  | 60,041      | 15,552      |
|   | 293,931     | 358,113     |
| <b>Note 8. Employee Benefits</b>  |             |             |
| Current   |             |             |
| Annual Leave  | 53,101      | 38,380      |
| Long service leave  | 39,486      | 32,606      |
| Total current employee benefits   | 92,587      | 70,986      |
| Non-Current   |             |             |
| Long service leave  | 3,537       | -           |
| Total non-current employee benefits   | 3,537       | -           |
| Total employee benefits   | 96,124      | 70,986      |
| <b>Note 9. Cash Flow Information</b>  |             |             |
| (a) Reconciliation of Cash Flow from Operations with Profit from Ordinary Activities after Income Tax |             |             |
| Profit/(loss) from ordinary activities after Income tax   | (74,434)    | (28,262)    |
| Non-cash flows in profit from ordinary activities   |             |             |
| Depreciation  | 12,408      | 10,903      |
| Loss and disposal of assets   | -           | -           |
| Changes in assets and liabilities   |             |             |
| (Increase)/decrease in other debtors  | 49,765      | (131,114)   |
| Increase/(decrease) in payables   | (64,182)    | 269,059     |
| Increase/(decrease) in employee benefits  | 25,138      | 17,765      |
| Cashflow from operations  | (51,305)    | 138,351     |

# North Sydney District Rugby League Football Club Limited

## ACN 003 009 158

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### Notes to the Financial Statements For The Year Ended 31 October 2019

#### Note 10. Related Party Disclosures

The directors also purchase goods from the company on the same terms and conditions available to members, guests and employees.

#### Note 11. Financial Reporting By Segments

The company operates predominantly in one industry. The principal activity of the company is that of the promotion of rugby league in the North Sydney area. The company operates predominantly in one geographical area, being North Sydney, NSW.

#### Note 12. Key Management Personnel Compensation

The following persons had authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly, during the financial year.

| Name                                  | 2019<br>\$ | 2018<br>\$ |
|---------------------------------------|------------|------------|
| Gregory Florimo                       |            |            |
| David Perry                           |            |            |
| Key management personnel compensation |            |            |
| Short-term benefits                   | 332,575    | 320,357    |

#### Note 13. Contingent Liabilities

In the opinion of the directors, North Sydney District Rugby League Football Club Limited did not have any contingencies at 31 October 2019.

#### Note 14. Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable.

##### (a) Credit Risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to financial loss to North Sydney District Rugby League Football Club Limited and arises principally from the receivables.

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Notes to the Financial Statements**  
**For The Year Ended 31 October 2019**

**Note 14. Financial Risk Management (Con't)**

**Financial Assets**

|                               |                |                |
|-------------------------------|----------------|----------------|
| Cash & cash equivalents       | 98,176         | 154,142        |
| Trade debtors                 | 103,115        | 143,145        |
| <b>Total Financial Assets</b> | <b>201,291</b> | <b>297,287</b> |

**Financial Liabilities**

|                                    |                |                |
|------------------------------------|----------------|----------------|
| Trade payables                     | 142,023        | 326,457        |
| Other payables                     | 151,908        | 31,656         |
| <b>Total Financial Liabilities</b> | <b>293,931</b> | <b>358,113</b> |

**Note 15. Registered Office**

The registered office address of the company is:

12 Abbott Street  
Cammeray NSW 2062

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**


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**Directors' Declaration**  
**For The Year Ended 31 October 2019**

The directors of the company declare that:-

1. The financial statements and notes, as set out on pages 7 to 19 are in accordance with the *Corporations Act 2001* and:
  - (a) comply with Australian Accounting Standards; and
  - (b) give a true and fair view of the financial position as at 31 October 2019 and of the performance for the year ended on that date.
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.

Signed in accordance with a resolution of the directors.

  
Perry Lopez  
**Director**

  
Sean Wiles  
**Director**

Signed at Cammeray this <sup>28<sup>th</sup></sup> day of NOVEMBER 2019.

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Independent Auditor's Report to the Members**  
**Of North Sydney District Rugby League Football Club Limited**

**Report on the Financial Report**

**Opinion**

We have audited the financial report of North Sydney District Rugby League Football Club Limited (the company), which comprises the statement of financial position as at 31 October 2019, the statement of profit or loss and other comprehensive income, statement of changes in members funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of North Sydney District Rugby League Football Club Limited is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the company's financial position as at 31 October 2019 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

**Basis of Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the 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 North Sydney District Rugby League Football Club Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

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

# North Sydney District Rugby League Football Club Limited

## ACN 003 009 158

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### Independent Audit Report To The Members Of North Sydney District Rugby League Football Club Limited

#### Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 31 October 2019, 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 report.

#### Responsibilities of the 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 – Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine as 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.

#### Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Independent Audit Report To The Members**  
**Of North Sydney District Rugby League Football Club Limited**

**Auditor's Responsibilities for the Audit of the Financial Report (continued...)**

- 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 auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the 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.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including significant deficiencies in internal control that we identify during our audit.

**FORTUNITY ASSURANCE**



T R Davidson  
**Partner**

155 The Entrance Road  
ERINA NSW 2250

Dated: 28 November, 2019

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

**Additional Financial Information**  
**Detailed Profit And Loss Statement**  
**For The Year Ended 31 October 2019**

|  | 2019      | 2018      |
|--|-----------|-----------|
|  | \$        | \$        |
| <b>Income</b>  |           |           |
| Membership subscriptions                             | 23,573    | 24,816    |
| Grant – North Sydney Leagues Club Ltd                | 400,005   | 392,313   |
| Grant – North Sydney Leagues Club Ltd – Girls League | 120,000   | 100,000   |
| Grant – NSW Rugby League                             | 350,000   | 341,491   |
| Function income                                      | 91,080    | 93,365    |
| Fundraising proceeds                                 | 8,209     | 12,009    |
| Takings  | 24,896    | 23,364    |
| Interest received                                    | 101       | 50        |
| Sponsorship  | 539,858   | 498,614   |
| Junior League income                                 | 49,995    | 49,033    |
| Merchandise income                                   | 83,924    | 49,540    |
| NRL Bid income                                       | -         | -         |
| Sponsorship rebates                                  | 50,104    | 57,584    |
| Royalties  | 343       | -         |
| Sundry income  | 26,229    | 24,937    |
|  | 1,768,317 | 1,667,116 |
| <b>Less: Expenses</b>                                |           |           |
| Administration:                                      |           |           |
| Salary & wages                                       | 489,021   | 396,370   |
| Superannuation                                       | 44,382    | 40,923    |
| Advertising  | -         | -         |
| Annual leave   | 14,720    | 15,592    |
| Accounting & Audit fees                              | 4,500     | 2,600     |
| Bank charges   | 2,446     | 1,997     |
| Discretionary Fund                                   | -         | -         |
| Donations  | 31        | 2,411     |
| Legal  | 112       | 4,131     |
| Meeting expenses                                     | 3,738     | 4,689     |
| Motor vehicle expenses                               | 11,961    | 6,073     |
| Long service leave                                   | 10,417    | 2,173     |
| Postage  | 51        | -         |
| Printing & stationery                                | 4,531     | 8,133     |
| Royalties  | -         | 1,263     |
| Telephone  | 6,121     | 6,871     |
| Sundry expense                                       | 5,555     | 2,409     |
| Social/Special Event/Fundraising                     | 51,220    | 84,753    |
| Computer expenses                                    | 6,640     | 6,530     |
| Junior League (Schedule 1)                           | 152,655   | 123,632   |



**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Additional Financial Information**  
**Detailed Profit And Loss Statement**  
**For The Year Ended 31 October 2019**

|                                       | 2019<br>\$       | 2018<br>\$       |
|---------------------------------------|------------------|------------------|
| <b>Less: Expenses (cont'd)</b>        |                  |                  |
| Football team expenses (Schedule 2)   | 1,022,242        | 965,879          |
| Depreciation                          | 12,408           | 10,903           |
| NRL bid expenses                      | -                | 8,046            |
|                                       | <u>1,842,751</u> | <u>1,695,378</u> |
| <b>Net Profit/(Loss) for the Year</b> | <u>(74,434)</u>  | <u>(28,262)</u>  |

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Additional Financial Information**  
**Schedules to Profit And Loss Statement**  
**For The Year Ended 31 October 2019**

|                                   | <b>2019</b> | <b>2018</b> |
|-----------------------------------|-------------|-------------|
|                                   | <b>\$</b>   | <b>\$</b>   |
| <b>Schedule 1 – Junior League</b> |             |             |
| Apparel                           | -           | 2,178       |
| Grand Final expenses              | -           | 452         |
| Ground Hire                       | 14,338      | 26,006      |
| Referees                          | 32,326      | 26,945      |
| Superannuation                    | 10,980      | 6,102       |
| Wages                             | 95,011      | 61,949      |
|                                   | 152,655     | 123,632     |

**Schedule 2 – Football Team Expenses**

|                                 |         |         |
|---------------------------------|---------|---------|
| Development fees                | 15,400  | -       |
| Doctors & medical fees          | 9,067   | 24,970  |
| Entertainment                   | 7,992   | 7,336   |
| Equipment purchases             | 12,344  | 2,472   |
| General expenses                | 2,688   | 2,845   |
| Game day marketing              | 19,710  | 16,021  |
| Ground Hire                     | 20,429  | 60,856  |
| Ground Hire – Training          | 35,544  | 14,803  |
| Insurance                       | 11,777  | 25,909  |
| Laundry                         | 2,560   | 1,799   |
| Medical equipment               | 146     | 137     |
| Merchandise                     | 45,578  | 33,192  |
| Physiotherapy                   | 37,800  | 34,840  |
| Players entertainment           | 1,489   | -       |
| Players outfits                 | 138,172 | 119,712 |
| Player payments                 | 175,125 | 112,913 |
| Player superannuation           | 17,109  | 9,853   |
| Player food                     | 36,076  | 14,947  |
| Programs                        | 4,445   | 4,983   |
| Strapping                       | 34,396  | 29,953  |
| Salaries – Football staff       | 183,380 | 147,781 |
| Superannuation – Football staff | 8,307   | 13,469  |
| External Player Contributions   | 128,900 | 204,500 |
| Coach                           | 40,000  | 45,000  |
| Storage                         | 1,452   | -       |
| Subscriptions                   | 6,687   | 4,302   |
| Supplements                     | 4,845   | 3,958   |
| Training course                 | 1,600   | 7,884   |
| Trophies                        | 2,674   | 6,787   |

**North Sydney District Rugby League Football Club Limited**  
**ACN 003 009 158**

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**Additional Financial Information**  
**Schedules to Profit And Loss Statement**  
**For The Year Ended 31 October 2019**

|                        | <b>2019</b>      | <b>2018</b>    |
|------------------------|------------------|----------------|
|                        | <b>\$</b>        | <b>\$</b>      |
| Travel – National      | 9,792            | 10,103         |
| Travel – International | 1,503            | 2,854          |
| Video/DVD recording    | 5,255            | 1,700          |
|                        | <u>1,022,242</u> | <u>965,879</u> |