

# Forty-Third ANNUAL REPORT

ANNUAL GENERAL MEETING OF MEMBERS  
FRIDAY 27 SEPTEMBER 2024 AT 4.00PM

2023-2024





# FORTY-THIRD ANNUAL REPORT 2023-2024

## SUNSHINE COAST TURF CLUB AND CONTROLLED ENTITY

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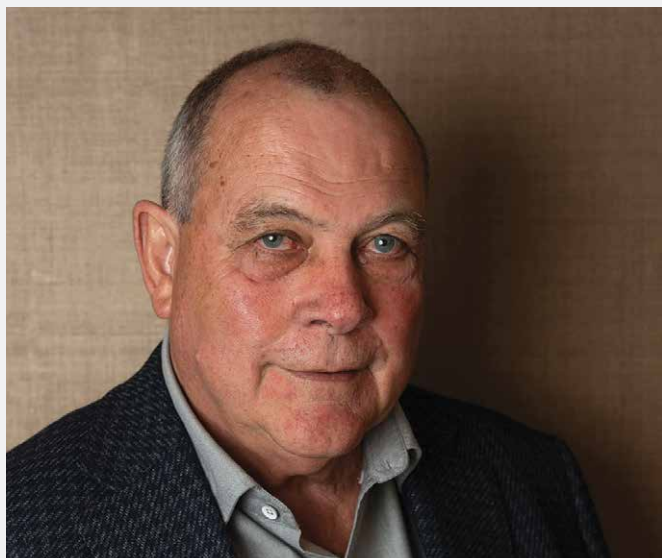
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### BOARD OF MANAGEMENT



Back Row: Brad Butcher, Tony Shadforth, Travis Schultz, John Miller, Scott Armstrong  
 Front Row: Dr Bernie Spilsbury, Mary Henzell, Peter Boyce OAM

# CHAIRMAN'S REPORT



Dear Members,

On behalf of the Board of Management, I am pleased to submit the Sunshine Coast Turf Club's Annual Report, Profit and Loss Statement, Balance Sheet, and Auditor's Report for the year ending 30 June 2024.

When reading the financial report please be aware that as we now own the whole complex through SCRUT we are reporting consolidated accounts that now include significant depreciation which will have an obvious impact on the bottom line. The figure that is most important this year is that we have an operating EBITDA of \$1,574,229.

This is a very good result for the year.

## SCRUT

As highlighted last year, the Club now holds 100% ownership of the Sunshine Coast Racing Unit Trust (SCRUT), effectively owning all land and facilities. As mentioned above, you will note some significant changes to our financial reporting as required, and these changes should be considered when reading the reports.

The Club is now in the process of completing a Masterplan for the precinct, with a draft to be available to Members in early 2025. The key objectives in this process are to further enhance the thoroughbred racing and members' facilities while unlocking new development opportunities to create a sustainable future for our Club.

## PROJECTS

The Club continues to invest in on-course infrastructure to benefit our racing participants and members. This year, we completed two major projects to improve access within the Members' enclosure: a new lift and a disabled access ramp to the Members' Bar.

In the new season, we will complete a new deck area adjacent to the Mounting Yard, and the infield Big Screen will be replaced during the Spring.

## 2024-2025 RACE DATE ALLOCATION

The Club has the following race meetings scheduled for the 2024-2025 Season:

- 36 Sundays
- 5 Saturdays
- 12 Friday Nights
- 1 Friday (ANZAC Day)
- 3 Wednesdays
- 1 Thursday Metro (Boxing Day Holiday)
- Melbourne Cup Day
- Ladies Oaks Twilight

This totals 60 race meetings.

## IN MEMORY

It is with sadness that we record the passing of the following Members, whom we have been made aware of during the year:

- Harry Reed (former Chairman and Life Member)
- Don Jackson (former Chairman and Life Member)
- Donald Charles Aldous OAM (former Board Member)
- Kevin Row (Gold Member)
- Michael Ball
- Peter Henry

To the families and friends of the above Members, and to other Members who have suffered bereavement, we extend our sincere condolences.



# SUNSHINE COAST TURF CLUB AND CONTROLLED ENTITY

## BOARD OF MANAGEMENT 2024-2025

Life Member Bill Wendt retired from the Board in May 2024 after 23 years of service (appointed 5 June 2001). Bill has been the Club Treasurer since 2014 and has seen significant changes during his time on the Board, including the recent acquisition of SCRUT. He has played an integral part in the ongoing success of the SCTC.

At the May Board meeting, it was agreed to appoint Mr. Brad Butcher to fill the vacancy created by Bill's retirement. Brad was the Dealer Principal of Coastline BMW and is a passionate racing member who has raced horses locally and been a major corporate supporter of the Club.

In accordance with the Constitution and Rules of the Sunshine Coast Turf Club, the following four Members of the Board of Management retire by rotation and being eligible for re-election, have nominated accordingly:

- Mary Henzell
- Dr. Bernard Spilsbury
- Brad Butcher
- Travis Schultz

As there were no nominations received, these Members have been elected unopposed for the ensuing term.

## APPRECIATION

This year has again been a busy and successful year.

We have lost two of our past Chairmen. Both were very good leaders and did much for the club, steering it in the right direction to continue the club being regarded as a very significant part of Racing Queensland.

We have also seen Murray Weeding retire from his role as Racecourse Manager, however we are pleased to report that Murray has accepted a new role with the Club as Projects & Facilities Manager. His work over 23 years has been exceptional and there is no doubt he is one of the best in his field. We can only thank Murray for all his work and dedication to the club.

Our racing for the 2023/24 season has again been very successful. Unfortunately, our Caloundra Cup Day was interrupted by inclement weather with the feature race

being run on Sunday, one week later. The attendance for what was our Cup Day was exceptional and particular thanks to John, Taryn and all staff. Their planning ensures that Caloundra Cup and many others during the year go from strength to strength.

Our next major challenge is to finalise a proposed Master Plan for the whole site which we aim to finish in March 2025. Once finalised, the plan will be presented to the members.


Finally, thank you to all the board members for their work and dedication in the past year.

We are in a very exciting faze in our history and there is much to do to ensure the clubs future, though it must be remembered that racing is the number one focus of our whole operation.

To John Miller, what can you say?

Thank you for your work and dedication to our club. Your forward thinking and drive to ensure the clubs success is exceptional.

Thank you to all our members for your ongoing support.



Peter Boyce OAM,  
Chairman



# CHIEF EXECUTIVE'S REPORT



Dear Members,

The 2023-24 season has been a noteworthy one for the Club, marked by the completion of substantial facility enhancements and another successful racing year, despite challenging weather conditions in early 2024.

We continue to elevate the on-course experience with new hospitality offerings. One of the standout additions this season was the new Parade Ring Terrace. This area will be further expanded with a new deck overlooking the mounting yard, ready for Spring 2024.

These new areas are specifically designed to maximise the viewing of horses and jockeys in the mounting yard, a feature our members highly value. This approach stands in stark contrast to some metropolitan clubs that have in recent times reduced such opportunities by placing parade areas behind grandstands.

The inaugural season of the Chairman's Club has been a resounding success. This premium area will now be open on most race days, with a limited number of memberships still available for the current season.

We have begun drafting a Master Plan for the precinct, a project full of promise to unlock new revenue streams and further enhance racing and member experiences at SCTC.

## MEMBERSHIP

This season, the Club had 2,325 Full Voting Members. Including Sunny Coast and Day Pass memberships, our total number of ticket holders reached 4,526.

## RACING

This year, we conducted 63 race meetings, distributing \$18.3 million in prizemoney and generating approximately \$530 million in wagering turnover. The 2023 events featured several significant races:

- 2023 Coastal Vehicle Solutions Caloundra Cup – Zoumon
- 2023 TAB Glasshouse Handicap – Irish Songs
- 2023 Double R Group Winx Guineas – Knight's Choice
- 2023 Travis Schultz & Partners Mooloolaba Cup – Dune Forty Five
- 2024 Coastline BMW Sunshine Coast Cup – Kinloch

This season marked the first time our trainers operated out of the new stables and facilities, and it was gratifying to see so much success on the track for Sunshine Coast trainers, led by Stuart Kendrick, who achieved a career-high of 120 wins.

Stuart secured his 11th consecutive Trainers Premiership, while James Orman won the jockey title, and Cody Collis was recognised as the leading apprentice.

## SPONSORS

The TAB sponsorship has introduced new activations on course for our Members and guests, particularly during the TAB Night Racing season. It has been a pleasure working with the TAB team to expand wagering opportunities on course.

The 100 Club remains a highly popular initiative, and we are committed to maintaining its significance. It provides an excellent platform for the 100 businesses involved to enjoy racing while also growing their own ventures.

A heartfelt thank you to all our sponsors for their ongoing support this year, and a warm welcome to our new sponsors.



# SUNSHINE COAST TURF CLUB AND CONTROLLED ENTITY

## APPRECIATION

Our staff have been instrumental in the Club's achievements this year. Their commitment to excellence and passion for their roles have been key to our success. I am immensely proud of our team, whose professionalism and enthusiasm drive the exceptional service and experiences we offer.

I would like to extend my thanks and acknowledgment to Marie Benvenuti, who retired in July after 17 years with the Club, and to Murray Weeding, who has transitioned to a part-time role overseeing Projects & Facilities after stepping down as Racecourse Manager following 23 years of service. Both have been exceptional in their roles, exemplifying our staff values and setting a high standard for the future.

I am grateful to our Members for their continued support and enjoyment of our racing and events. I look forward to working together to continually enhance the Raceday experience.

Thank you to the Board for all their support and the shared vision to introduce new initiatives and experiences for Members.

My thanks also go to our media partners and the local Council, and tourism bodies for their backing throughout the year. Our gratitude extends to Racing Queensland, QRIC staff, and officials for their support. We value our strong relationships with other Race Clubs and deeply appreciate the contributions of Trainers, Owners, and Jockeys to our racing program.




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John Miller,  
Chief Executive



## STATISTICAL INFORMATION

	2024	2023	2022	2021	2020
<b>Race Meetings</b>					
Sunday	38	42	41	40	30
Friday	16	18	20	19	21
Saturday	4	4	7	4	3
Monday to Thursday	4	6	10	3	14
<b>Total</b>	<b>62</b>	<b>70</b>	<b>78</b>	<b>66</b>	<b>68</b>
<b>Racing</b>					
Races	471	544	590	493	498
Starters	4,620	5,251	5,371	4,530	4,861
Average starters per race	9.81	9.65	9.10	9.19	9.76
<b>Membership</b>					
Full	2,024	2,085	2,151	2,052	1,580
Corporate	118	126	122	108	61
100 Club	100	100	100	100	100
Gold	44	25	31	32	25
Life	12	12	14	14	12
Honorary	1	2	2	2	2
<b>Total</b>	<b>2,299</b>	<b>2,350</b>	<b>2,420</b>	<b>2,308</b>	<b>1,780</b>
<b>Attendance</b>					
Annual racing attendance	73,432	77,132	68,542	72,477	48,435
<b>Prize Money (\$'000)</b>					
Prize money paid	18,275	18,602	17,118	13,538	13,172
<b>Wagering (\$'000)</b>					
Oncourse totalisator	3,480	5,604	4,808	4,848	4,421
Total turnover	529,163	616,115	668,638	544,301	448,765
<b>Financial Result (\$'000)</b>					
Revenue	16,222	14,459	10,362	9,591	8,353
Operating EBITDA	1,574	980	1,076	1,655	1,244
Capital expenditure	2,512	8,815	632	418	386





CALOUNDRA  
CUP 2024

SCTC SUNSHINE  
COAST  
TURF CLUB

# PREMIERSHIP DETAILS

## RACING

Caloundra RSL 2023-2024

SCTC Premiership Awards

SEASON 1 AUGUST 2023 – 31 JULY 2024

The Club would like to acknowledge the following recipients of the SCTC Trainers & Jockeys Premiership Awards.

## TRAINERS PREMIERSHIP

1st	Stuart Kendrick	64
2nd	Jack Bruce	23
3rd	David Vandyke	19

Congratulations to Trainer, Stuart Kendrick. This is Stuart's 11th straight Premiership Season win at Caloundra. Stuart also placed second – 54 times and third – 35.

## JOCKEYS PREMIERSHIP

1st	James Orman	39
2nd	Ben Thompson	25
3rd	Robbie Dolan	23

Congratulations to Jockey, James Orman on winning the 2023/24 SCTC Jockey's Premiership. This is James' Fourth premiership win at Caloundra. James also placed second – 26 times and third – 29 times.

## APPRENTICE JOCKEYS PREMIERSHIP

1st	Cody Collis	21
2nd	Ceejay Graham	16
3rd	Emily Lang	15

Congratulations to Apprentice, Cody Collis on taking out the Lianne Crook Memorial Shield as the 2023/24 SCTC Apprentice of the Year. Cody is apprentice to SCTC Leading Trainer Stuart Kendrick.

Congratulations to the three top achievers for 2023/24 Season. The Club wishes them all the best in the 2024/25 Season.



# MAJOR SPONSORS

## SPONSORS

Thank you to all Club Sponsors.

### MAJOR SPONSORS

91.1 Hot FM  
Access Insulation Sunshine Coast  
Barrier Reef Pools  
Butler McDermott Lawyers  
Caloundra RSL  
Coastline BMW  
Coca Cola Europacific Partners Australia  
Diageo  
Double R Group  
Higgins Coatings  
Kevlacat Power Boats Australia  
Liebke Builders  
Lion Australia (XXXX)  
Maeva Hospitality (Sunshine Coast Hotels)  
Martin Collins Australia  
Nazer Kurz Real Estate  
Samuel Smith & Son  
Sherrin Rentals  
TAB  
The Wharf Mooloolaba  
Wimmers Premium Soft Drinks



### RACEDAY / GENERAL SPONSORS

91.1 Hot FM  
Accurate Road Profiling Services  
Alex SLSC 100 Years  
Allchin Airconditioning & Refrigeration  
Archer Park Racing  
Archers  
Blue Hope Charity  
CLO Studios  
Coastal Vehicle Solutions  
Command Projects  
Contract Hydraulics  
Coolum Men's Shed  
Correct Weight  
Darren Roll  
ELITE Lifestyle Properties  
ended  
Fincierge  
Fraser-Kirk Plastic Surgery  
Guide Dogs QLD  
Haymans Caloundra & Beerwah  
I Love Turf  
IN Noosa  
Inclusive Kids  
Innovative Planning Solutions  
Kaboom Concrete Pumping  
Kevlacat Power Boats Australia  
Kendrick Racing  
Landmark Resort & Spa  
Landsborough Hotel  
Liebke Builders  
Maroochydore Swans Rugby League  
NDIS Supporters  
Noosa Heads SLSC  
OGE Group Architects  
Palm Lake Resort  
Past Roos Geoff Drummond Memorial  
PFD Foodservices  
Property Vine Real Estate  
ProtectorAI  
Pubs R Us  
Ray White Commercial Noosa & Sunshine Coast  
Reed Racing  
Robilliard Building & Design  
Rotary  
Sky Racing  
Sum Yung Guys  
Sunshine Coast Business Solutions  
Sunshine Coast Pink Ribbon Day  
The Surf Club Mooloolaba  
The Wharf Mooloolaba  
Travis Schultz & Partners  
Walk With Me  
Westpac Lifesaver Rescue Helicopter Service  
Widewood Transport  
Young Veterans Sunshine Coast

# 100 CLUB 2024

The success of the Sunshine Coast Turf Club would not be possible without the support of Sponsors of the 100 Club. Sincere appreciation is extended to all 100 Club Sponsors for their assistance, generosity and support.

123Travel	endED Ltd	Perry's Sunshine Coast Event Hire
91.1 Hot FM	Fincierge	PFD Food Services
Access Insulation Sunshine Coast	Flying Start Syndications	Pickering Bookkeeping & Accounting Services
All Aspect Spraying	Gibbs Gearbox & Diff	Pitchers Hospitality Supplies
All Fencing	Go Transit Media Group	ProLiquor
Allchin Air Conditioning & Refrigeration	Grambower Concrete Constructions	Race Zone Racing Supplies
Australian Energy Analytics	GT Print Australia	Resi Homes
Azura Building Group	Haymans Electrical, Data & Air Conditioning Caloundra	Ross Maclean Fellowship
Bathersby Legal	Headland Glass	Rumba Beach Resort
Battery Wise Sunshine Coast	Height 4 Hire	Samuel Smith & Son
Ben Liddell Constructions	Higgins Coatings	Secure Access IT
Blake Machinery Group	IAT Transport	Sherrin Rentals
Bold Construction Group	Jack Bruce Racing	Sommer Petroleum
Bold Design Kitchens	JST Willo Investments	Southeast Stainless
Boss Building Maintenance	K Smith & Son Jewellers	Stanley River Thoroughbreds
BRJ Accountants & Business Advisors	Kaboom Concrete Pumping	Streeter Industries
Butler McDermott Lawyers	Kendrick Racing	Suncoast Cabs
Catanach's Jewellers	Kook Digital Marketing	Sunny Advertising
Cellar Maintenance Australia	Landsborough Pub	Sunshine Coast Business Solutions
Chaps Menswear	Love & Partners Chartered Accountants	Sunshine Coast Flooring Xtra
Civil Scapes	Maeva Hospitality	Sunshine Sheds and Garages
Clayton's Towing Service	Mansell Premix	Symons Laxon Racing
CMBM Facility Services	Martin Collins Australia	TAB
Coast 2 Coast Earthmoving	McGarry Equine Veterinary Services	Tensens
Coastal Edge Real Estate	Mercure Sunshine Coast Kawana Waters	The Branding Office
Coastal Style Constructions	Muir Developments	The Pump House
Coastal Vehicle Solutions	Multimeat Australia	Travis Schultz & Partners
Coastline BMW	Oceanview Helicopters	Tyzac Vacuum Excavation
Contract Hydraulics	Paddy Walsh Painting & Solid Plastering	Vili's Family Bakery
Cotton Tree Meats	Pelican Motors Service Centre	Wade Clark Plastering
Creative Stone	Pelican Waters Golf Club	Widewood Transport
Customised Car Finance	Perren & Penny Plumbing	Wild Horse Turf
Dicky Beach Surf Club		Wishlist
Digital Vision Direct		
Double R Thoroughbreds		

# FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## DIRECTORS' REPORT

Your Board of Management present this report on the Sunshine Coast Turf Club Inc. and subsidiary ("the Group") for the financial year ended 30 June 2024.

## DIRECTORS

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

NAME	POSITION HELD
Peter Gerard Boyce OAM	Chairman
Mary Jane Henzell	Deputy Chair
William (Bill) Frederick Charles Wendt	Treasurer, retired in April 2024
Scott Donald Armstrong	Director, appointed Treasurer in May 2024
Travis Schultz	Director
Antony (Tony) James Shadforth	Director
Dr Bernard (Bernie) Renton Spilsbury	Director
Bradley John Butcher	Director, joined in May 2024
John Gerard Miller	Secretary and Chief Executive (Non-Voting)

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

## PRINCIPAL ACTIVITIES

- To promote, conduct and hold race meetings for the recreation and enjoyment of members, for the association of persons interested in or connected with horse racing, and for the improvement in the breed of thoroughbred horses.
- For the furtherance of the last mentioned object, to encourage horse racing by the promotion of race meetings and the giving of prizes, stakes, and rewards for horse races.
- To all such things that are incidental or conducive to the attainment of such objects.
- The Group shall be non-proprietary and the payment of any dividends to the members of the Group

## MEETINGS OF DIRECTORS

During the financial year, twelve General Meetings of Directors were held. Attendances by each director were as follows:

	General Meetings		Sub-Committee Meetings	
	ELIGIBLE	ATTENDED	ELIGIBLE	ATTENDED
Peter Gerard Boyce OAM	12	12	3	3
Mary Jane Henzell	12	11	3	3
William (Bill) Frederick Charles Wendt	10	8	-	-
Scott Donald Armstrong	12	12	3	3
Travis Schultz	12	10	-	-
Antony (Tony) James Shadforth	12	10	2	2
Dr Bernard (Bernie) Renton Spilsbury	12	10	1	1
Bradley John Butcher	2	2	-	-

prohibited; all takings, receipts, profits or gains shall be used for the above object except with the approval of the Minister responsible for the Racing and Betting Act 1980.

## OPERATING RESULT

During the year, the Group continued to engage in its principal activities, the results of which are disclosed in the attached financial statements.

The net surplus / (deficit) after providing for income tax for the 2024 financial year was: \$19,988,912. The operating EBITDA, which is EBITDA excluding capitalised grant revenue is \$1,574,229.

## STRATEGIC OBJECTIVES

### RACECOURSE & VENUE

- Investment in the venue to deliver premium racing and hospitality experiences whilst exploring new development opportunities to unlock future revenue streams.

### HOSPITALITY

- Set the standard for premium hospitality facilities and services on the Sunshine Coast with unique customer experiences.

### MEMBERSHIP

- Continue to grow all forms of membership and increase opportunities that engage with the whole community and offer a variety of unique benefits including memorable raceday experiences.

### SPONSORSHIP

- Develop new opportunities that connect the fans with sponsors and create strong partnerships that drive commercial returns for both the Group and sponsor.

### RACING & WAGERING

- Deliver metropolitan standard racing and support local trainers with quality facilities and resources to achieve success.

### MASTER PLANNING

- Embark on a property Master Plan that secures long term diversified non-racing income streams.

# FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## INFORMATION ON DIRECTORS

### **Peter Boyce** OAM CHAIRMAN

- SCTC Member since 1986.
- Joined SCTC Board in December 2008 (2013-2015 Racing Queensland Advisory Board).
- Solicitor of the Supreme Court of Queensland – admitted in February 1977.
- Partner of Butler McDermott Lawyers from 1 June 1977 to 10 November 2021 and then as a Director until 30 June 2022. Retired April 2023. Currently acting as a Consultant.
- Former Chairman of Wishlist and Board Member of Daniel Morcombe Foundation.
- Peter has been involved in many interesting cases in his profession, none the least of which is the inquest in respect of the disappearance of Daniel Morcombe. The Inquest ultimately led to the arrest of Brett Peter Cowan where he was found guilty of Daniel's murder.
- Peter was the inaugural Chairman of the Nambour Rugby League Club, Chairman of the Sunshine Coast Gympie Rugby League, Treasurer of Wide Bay Rugby League and the inaugural Chairman of Sunshine Coast Sea Eagles who won the Intrust Premiership in its inaugural year.

### **Mary Henzell** DEPUTY CHAIR

- Life Member SCTC.
- Member since 1997.
- Joined Board in September 1998.
- Mary currently operates a cattle property in Kilcoy and is still involved with her family development of Pelican Waters.
- Mary currently owns a number of horses in work at the Track and a couple in Melbourne.
- Mary is a Foundation Member of the Caloundra Zonta Club and supports the Caloundra Art Gallery and the University of the Sunshine Coast.

### **Bill Wendt** TREASURER

- Life Member SCTC.
- Member since 1994.
- Joined Board in June 2001.
- Retired from the Board in April 2024.
- 40 years company director experience on a variety of company boards.
- Retired Senior Business Executive and Management Consultant.
- Master of Business Administration Degree.
- Fellow Australian Institute of Company Directors.

### **Scott Armstrong** DIRECTOR & TREASURER

- Member since 2012.
- Joined Board in February 2019.
- Managing Director, Sunshine Coast Hotels Pty Ltd
- Board Positions – Vice President Queensland Hotels Association; Board Member Australian Hotels Association & Independent Brands Australia (IBA) Queensland.
- Community – Chamber of Commerce – Caloundra & Kawana.
- Ownership interests in a number of horses trained on the Sunshine Coast.

### **Travis Schultz** DIRECTOR

- Member since 2004.
- Joined Board in June 2013.
- Managing Partner of Travis Schultz and Partners – a Queensland based law firm, with offices from the Gold Coast to Cairns.
- Travis has had a long association with the horse racing industry, having acted for many participants in a professional capacity, as well as having raced dozens of horses over the last 20 years.
- Travis is heavily involved in the community, having served on a number of Boards including, the Queensland Law Society, as Deputy Chair of Matthew Flinders Anglican College, Chair of the Matthew Flinders Foundation, and working with a range of Charity Organisations and committees.
- Travis remains a Member of the Board of LifeFlight Foundation and actively involved in organising community and charity events, across the Sunshine Coast and Brisbane.

### **Tony Shadforth** DIRECTOR

- Member since 2007.
- Joined Board in September 2015.
- President of Shadcon building exceptional homes and commercial buildings on the Sunshine Coast for over 30 years.
- Chairman of the Housing Industry Australia, Sunshine Coast Branch and an active participant in industry forums and 'think tanks'.
- Tony is actively involved in both the Housing Industry Australia (HIA) and the Master Builders Association where he works to help create better systems and competencies across the industry.
- Actively involved in the hospitality sector as the shareholder and director of three successful hotels.

### **Dr Bernie Spilsbury** DIRECTOR

- Life Member SCTC.
- Member since 1996.
- Joined Board on 17 September 2000.
- Graduated from Queensland Medical School in 1978.
- SCTC Racecourse doctor since 1986.
- Chair of the SCTC Trainers Sub-Committee since January 2014.
- Lives in Maleny at his property "Greystone" where he runs beef cattle, and in the past has bred racehorses.
- Interested in horse racing due initially to his father's influence whilst growing up, lived within walking distance of Eagle Farm and Doomben, a journey which he travelled many, many times.

### **Brad Butcher** DIRECTOR

- Member Since 2020.
- Joined Board in May 2024.
- Dealer Principal Coastline BMW.
- Brad has worked in the automotive industry for 45 years; the last 25 years on the Sunshine Coast.
- Brad has raced horses locally, is a passionate racing man and supporter of a number of Sunshine Coast community charities.

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	Note	GROUP 2024 \$	PARENT 2023 \$
<b>REVENUE</b>			
Bar, catering & merchandise sales	2	3,696,483	3,406,278
Events & entertainment		427,036	432,975
Membership subscriptions		364,451	306,604
Public admissions		458,593	445,966
Racing Queensland distribution		2,575,375	2,499,347
Sponsorship & media rights		3,182,126	3,177,804
Stabling and training fees		2,355,157	1,520,313
Totalisator commission	2	126,191	147,534
Non-operating revenue	2	3,036,388	2,521,728
<b>Total revenue</b>		<b>16,221,800</b>	<b>14,458,549</b>
<b>EXPENSES</b>			
Administration costs		(271,336)	(194,075)
Essential services	3	(1,049,019)	(1,131,162)
Hospitality costs	2	(2,716,644)	(2,340,411)
Labour & oncosts	3	(3,800,241)	(3,434,750)
Maintenance of track & facilities		(1,033,693)	(1,218,277)
Marketing		(277,764)	(315,791)
Racing expenses	3	(1,460,370)	(1,614,685)
Stable expenses		(1,232,602)	(568,413)
Totalisator direct costs		(202,115)	(203,561)
Other expenses		(220,589)	(207,589)
<b>Total expenses</b>		<b>(12,264,373)</b>	<b>(11,228,714)</b>
<b>Surplus / (deficit) before income tax and non-cash items</b>		<b>3,957,427</b>	<b>3,229,835</b>
<b>INCOME TAX AND NON-CASH ITEMS</b>			
Depreciation	8	(1,932,186)	(378,747)
Net profit/(loss) on disposal of property, plant and equipment		19,191	52,217
Investment in associate – share (deficit) and discontinuance	7	4,181,411	(486,361)
Bargain purchase		13,763,069	-
Income tax expense	1(k)	-	-
<b>Net current year surplus / (deficit)</b>		<b>19,988,912</b>	<b>2,416,944</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Equity investments at FVOCI – net change in fair value		(3,983,890)	837,428
Total other comprehensive income/(loss) for the year		(3,983,890)	837,428
<b>Total comprehensive income for the year</b>		<b>16,005,022</b>	<b>3,254,372</b>

The accompanying notes form part of these financial statements.

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	Note	GROUP 2024 \$	PARENT 2023 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash & cash equivalents	4	7,482,521	3,244,699
Trade & other receivables	5	880,257	1,796,164
Inventories	6	209,631	249,806
Prepayments		141,924	75,419
<b>Total current assets</b>		<b>8,714,333</b>	<b>5,366,088</b>
<b>NON-CURRENT ASSETS</b>			
Investment in associates	7	-	11,792,704
Property, plant & equipment	8	36,331,166	10,991,442
<b>Total non-current assets</b>		<b>36,331,166</b>	<b>22,784,146</b>
<b>Total assets</b>		<b>45,045,499</b>	<b>28,150,234</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade & other payables	9	1,400,391	2,004,157
Income in advance	10	1,299,070	1,093,474
Employee benefits	11	446,906	380,650
Contract liabilities		1,613	131,137
<b>Total current liabilities</b>		<b>3,147,980</b>	<b>3,609,418</b>
<b>NON-CURRENT LIABILITIES</b>			
Income in advance	10	2,916,667	1,562,500
Employee benefits	11	49,497	51,983
<b>Total non-current liabilities</b>		<b>2,966,164</b>	<b>1,614,483</b>
<b>Total liabilities</b>		<b>6,114,144</b>	<b>5,223,901</b>
<b>NET ASSETS</b>		<b>38,931,355</b>	<b>22,926,333</b>
<b>EQUITY</b>			
Retained surplus		32,660,577	12,671,665
Reserves		6,270,778	10,254,668
<b>Total equity</b>		<b>38,931,355</b>	<b>22,926,333</b>

The accompanying notes form part of these financial statements.





# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	RETAINED SURPLUS	RESERVES	TOTAL
	\$	\$	\$
<b>Group</b>			
Balance at 1 July 2023	12,671,665	10,254,668	22,926,333
Current year's surplus / (deficit)	19,988,912	-	19,988,912
<b>Comprehensive income</b>			
Share of revaluation	-	(10,254,668)	(10,254,668)
Acquisition of subsidiary	-	6,270,778	6,270,778
<b>Transactions with owners, in their capacity as owners</b>			
Contribution to sinking fund	-	-	-
<b>Balance at 30 June 2024</b>	<b>32,660,577</b>	<b>6,270,778</b>	<b>38,931,355</b>
<b>Parent</b>			
Balance at 1 July 2022	10,254,721	9,417,240	19,671,961
Current year's surplus / (deficit)	2,416,944	-	2,416,944
<b>Comprehensive income</b>			
Share of revaluation	-	715,838	715,838
<b>Transactions with owners, in their capacity as owners</b>			
Contribution to sinking fund	-	121,590	121,590
<b>Balance at 30 June 2023</b>	<b>12,671,665</b>	<b>10,254,668</b>	<b>22,926,333</b>

The accompanying notes form part of these financial statements.



# CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	Note	GROUP 2024 \$	PARENT 2023 \$
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>			
Receipts from customers		19,902,761	13,388,545
Payments to suppliers and employees		(14,204,150)	(12,164,311)
Interest received		213,145	50,262
<b>Net cash generated from operating activities</b>	13	5,911,756	1,274,496
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>			
Acquisition of controlled entity (net of cash received)		810,638	-
Proceeds from sale of property, plant & equipment		27,727	87,274
Payments for property, plant & equipment		(2,512,299)	(8,815,472)
<b>Net cash (used in) investing activities</b>		(1,673,934)	(8,872,198)
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>			
Repayment of borrowings		-	-
<b>Net cash generated by/(used in) financing activities</b>		-	-
<b>Net increase / (decrease) in cash held</b>		4,237,822	(7,453,703)
Cash & cash equivalents at beginning of financial year		3,244,699	10,698,401
<b>Cash &amp; cash equivalents at end of financial year</b>	4	7,482,521	3,244,699

The accompanying notes form part of these financial statements.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

These consolidated financial statements comprise of the Sunshine Coast Turf Club Inc. "the Club", and its subsidiary Sunshine Coast Racing Unit Trust, together referred to as "the Group".

The Sunshine Coast Turf Club Inc, as an individual entity, incorporated in Queensland on 16 September 1988 and operating pursuant to the *Associations Incorporation Act (Qld) 1981*.

The financial statements were authorised for issue on the date of the signed directors report.

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### BASIS OF PREPARATION

The consolidated financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the *Associations Incorporations Act (Qld) 1981*. The Group 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 presented in the financial statements are in Australian Dollars and have been rounded to the nearest dollar.

### ACCOUNTING POLICIES

#### a. Revenue and Other Income

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

#### OPERATING GRANTS, DONATIONS AND BEQUESTS

When the Group receives operating grant funding, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15. When both these conditions are satisfied, the Group:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Group:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards;

- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Group recognises income in profit or loss when or as it satisfies its obligations under the contract.

#### INCOME FROM SALE OF GOODS AND SERVICES

Revenue from the sale of goods (food and beverage) and the sale of services (entertainment, management, betting and sponsorship) is recognised upon the delivery of goods and services to customers.

A receivable will be recognised when the goods and services are delivered. The Group's right to consideration is deemed unconditional at this time as only the passage of time is required before payment of that consideration is due. There is no significant financing component because sales are made with credit terms of up to 30 days. Any payment received in advance for the future provision of goods and services is reported as a liability and shown as income in advance on the Group's balance sheet.

#### Other Income

#### CONTRIBUTED ASSETS

The Group receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (eg AASB 9, AASB 16, AASB 116 and AASB 138.)

On initial recognition of an asset, the Group recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer).

The Group recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

#### CAPITAL GRANT

When the Group receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The Group recognises income in profit or loss when or as the Group satisfies its obligations under the terms of the grant.

#### INTEREST INCOME

Interest income is recognised using the effective interest method.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## b. Inventories

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

## c. Property, Plant and Equipment

### PLANT AND EQUIPMENT

Plant and equipment are measured on a cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

### CAPITAL WORK IN PROGRESS

The cost of fixed assets constructed by the Group includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are recognised in profit or loss during the financial period in which they are incurred.

### DEPRECIATION

The depreciable amount of all fixed assets, including buildings and plant and equipment but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Group commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

CLASS OF FIXED ASSET	DEPRECIATION RATE
Buildings and leasehold improvements	2.5% to 20.0%
Motor vehicles	12.5% to 25.0%
Plant and equipment	2.5% to 33.3%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. Gains are not classified as revenue. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

## d. Leases

### THE GROUP AS LESSEE

At inception of a contract, the Group assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Group where the Group is a lessee. However all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an expense on a straight-line basis over the term of the lease. Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Group uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest.

Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Group anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## CONCESSIONARY LEASES

For leases that have significantly below-market terms and conditions principally to enable the Group to further its objectives (commonly known as peppercorn/concessionary leases), the Group has adopted the relief under AASB 2019-8 and measures the right of use assets at cost on initial recognition.

## THE GROUP AS LESSOR

The Group leases some rooms in their building's to external parties.

Upon entering into each contract as a lessor, the Group assesses if the lease is a finance or operating lease

The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases.

Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

Rental income due under finance leases are recognised as receivables at the amount of the Group's net investment in the leases.

When a contract is determined to include lease and non-lease components, the Group uses the relative stand-alone price to allocate the consideration under the contract to the lease and non-lease components.

## **e. Financial Instruments**

### INITIAL RECOGNITION AND MEASUREMENT

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the Group commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified as "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain significant financing component or if the practical expedient was applied as specified in AASB 15: Revenue from Contracts with Customers.

### CLASSIFICATION AND SUBSEQUENT MEASUREMENT

#### *Financial liabilities*

Financial liabilities are subsequently measured at:

- amortised cost; or

- fair value through profit or loss.

A financial liability is measured at fair value through profit or loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3: Business Combinations applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense over in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability is held for trading if it is:

- incurred for the purpose of repurchasing or repaying in the near term;
- part of a portfolio where there is an actual pattern of short-term profit-taking; or
- a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in effective hedging relationships).

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

The change in fair value of the financial liability attributable to changes in the issuer's credit risk is taken to other comprehensive income and is not subsequently reclassified to profit or loss. Instead, it is transferred to retained earnings upon derecognition of the financial liability.

If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses should be taken to profit or loss rather than other comprehensive income.

A financial liability cannot be reclassified.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## FINANCIAL ASSETS

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss.

Measurement is on the basis of two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset that meets the following conditions is subsequently measured at amortised cost:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset that meets the following conditions is subsequently measured fair value through other comprehensive income:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.

The Group initially designates a financial instrument as measured at fair value through profit or loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as an "accounting mismatch") that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance with the documented risk management or investment strategy and information about the groupings is documented appropriately, so the performance of the financial liability that is part of a group of financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of financial instruments to measure at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

## EQUITY INSTRUMENTS

At initial recognition, as long as the equity instrument is not held for trading or is not a contingent consideration recognised by an acquirer in a business combination to which AASB 3 applies, the Group can make an irrevocable election to measure

any subsequent changes in fair value of the equity instruments in other comprehensive income, while the dividend revenue received on underlying equity instruments investment will still be recognised in profit or loss.

Regular way purchases and sales of financial assets are recognised and derecognised at settlement date in accordance with the Group's accounting policy.

## DERECOGNITION

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

## DERECOGNITION OF FINANCIAL LIABILITIES

A liability is derecognised when it is extinguished (ie when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## DERECOGNITION OF FINANCIAL ASSETS

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Group no longer controls the asset (i.e. has no practical ability to make unilateral decision to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

On derecognition of a debt instrument classified as fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investment revaluation reserve is reclassified to profit or loss.

On derecognition of an investment in equity which the Group elected to classify under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investments revaluation reserve is not reclassified to profit or loss, but is transferred to retained earnings.

## IMPAIRMENT

The Group recognised a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income;
- lease receivables;
- contract assets (eg amount due from customers under construction contracts);
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Group used the following approaches to impairment, as applicable under AASB 9:

- the general approach;
- the simplified approach;
- the purchased or originated credit-impaired approach; and
- low credit risk operational simplification.

## GENERAL APPROACH

Under the general approach, at each reporting period, the Group assesses whether the financial instruments are credit-impaired, and:

- if the credit risk of the financial instrument has increased significantly since initial recognition, the Group measures the loss allowance of the financial instruments at an amount equal to the lifetime expected credit losses; and
- if there is no significant increase in credit risk since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

## SIMPLIFIED APPROACH

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivables; and
- lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables was used taking into consideration various data to get to an expected credit loss (ie diversity of its customer base, appropriate groupings of its historical loss experience, etc).



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## PURCHASED OR ORIGINATED CREDIT-IMPAIRED APPROACH

For financial assets that are considered to be credit-impaired (not on acquisition or originations), the Group measured any change in its lifetime expected credit loss as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss.

Evidence of credit impairment includes:

- significant financial difficulty of the issuer or borrower;
- a breach of contract (eg default or past due event);
- a lender has granted to the borrower a concession, due to the borrower's financial difficulty, that the lender would not otherwise consider;
- the likelihood that the borrower will enter bankruptcy or other financial reorganisation; and
- the disappearance of an active market for the financial asset because of financial difficulties.

## LOW CREDIT RISK OPERATIONAL SIMPLIFICATION APPROACH

If a financial asset is determined to have low credit risk at the initial reporting date, the Group assumed that the credit risk has not increased significantly since initial recognition and, accordingly, can continue to recognise a loss allowance of 12-month expected credit loss.

In order to make such a determination that the financial asset has low credit risk, the Group applied its internal credit risk ratings or other methodologies using a globally comparable definition of low credit risk.

A financial asset is considered to have low credit risk if:

- there is a low risk of default by the borrower;
- the borrower has a strong capacity to meet its contractual cash flow obligations in the near term; and
- adverse changes in economic and business conditions in the longer term, may, but not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

A financial asset is not considered to carry low credit risk merely due to existence of collateral, or because a borrower has a lower risk of default than the risk inherent in the financial assets, or relative to the credit risk of the jurisdiction in which it operates.

## RECOGNITION OF EXPECTED CREDIT LOSSES IN FINANCIAL STATEMENTS

At each reporting date, the Group recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit and loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

For financial assets that are unrecognised (eg loan commitments yet to be drawn, financial guarantees), a provision for loss allowance is created in the statement of financial position to recognise the loss allowance.





# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## f. Impairment of Assets

At the end of each reporting period, the Group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows – that is, they are specialised assets held for continuing use of their service capacity – the recoverable amounts are expected to be materially the same as fair value. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued individual asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

## g. Employee Benefits

### SHORT-TERM EMPLOYEE BENEFITS

Provision is made for the Group's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Group's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position.

### OTHER LONG-TERM EMPLOYEE BENEFITS

The Group classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the Group's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or

loss classified under employee benefits expense. The Group's obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where the Group does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

### RETIREMENT BENEFIT OBLIGATIONS

#### *Defined contribution superannuation benefits*

All employees of the Group receive defined contribution superannuation entitlements, for which the Group pays the fixed superannuation guarantee contribution (currently 11.0% of the employee's average ordinary salary) to the employee's superannuation fund of choice. All contributions in respect of employees' defined contribution entitlements are recognised as an expense when they become payable. The Group's obligation with respect to employees' defined contribution entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the Group's statement of financial position.

## h. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, cash floats, deposits held at call with banks, and term deposits with original maturities of 12 months or less.

## i. Trade and Other Debtors

Trade and other debtors include amounts due from members as well as amounts receivable from customers for goods sold. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(e) for further discussion on the determination of impairment losses.

## j. Goods and Services Tax (GST)

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

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

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

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## k. Income Tax

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

## l. Principle of Consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent (Sunshine Coast Turf Club Inc.) and all of the subsidiaries. Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiary details are: provided in Note 15.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between Group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as "non-controlling interests". The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary's net assets on liquidation at either fair value or at the non-controlling interests' proportionate share of the subsidiary's net assets. Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the statement of financial position and statement of comprehensive income.

### BUSINESS COMBINATIONS

Business combinations occur where an acquirer obtains control over one or more businesses.

A business combination is accounted for by applying the acquisition method, unless it is a combination involving entities or businesses under common control. The business combination will be accounted for from the date that control is obtained, whereby the fair values of the identifiable assets acquired and liabilities (including contingent liabilities) assumed are recognised (subject to certain limited exceptions).

When measuring the consideration transferred in the business combination, any asset or liability resulting from a contingent consideration arrangement is also included. Subsequent to initial recognition, contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or a liability is remeasured in each reporting period

to fair value recognising any change to fair value in profit or loss, unless the change in value can be identified as existing at acquisition date.

All transaction costs incurred in relation to business combinations, other than those associated with the issue of debt and equity securities, are recognised as expenses in profit or loss.

The acquisition of a business may result in the recognition of goodwill or a gain from a bargain purchase.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

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## GOODWILL

Goodwill is carried at cost less any accumulated impairment losses. Goodwill is calculated as the excess of the sum of:

- i. the consideration transferred at fair value;
  - ii. any non-controlling interest (determined under either the fair value or proportionate interest method); and
  - iii. the acquisition date fair value of any previously held equity interest;
- over the acquisition date fair value of any identifiable assets acquired and liabilities assumed.

The acquisition date fair value of the consideration transferred for a business combination plus the acquisition date fair value of any previously held equity interest shall form the cost of the investment in the separate financial statements.

Fair value remeasurements in any pre-existing equity holdings are recognised in profit or loss in the period in which they arise. Where changes in the value of such equity holdings had previously been recognised in other comprehensive income, such amounts are recycled to profit or loss.

The amount of goodwill recognised on acquisition of each subsidiary in which the Group holds a less than 100% interest will depend on the method adopted in measuring the non-controlling interest. The Group can elect in most circumstances to measure the non-controlling interest in the acquiree either at fair value ("full goodwill method") or at the non-controlling interest's proportionate share of the subsidiary's identifiable net assets ("proportionate interest method"). In such circumstances, the Group determines which method to adopt for each acquisition and this is stated in the respective note to the financial statements disclosing the business combination. Under the full goodwill method, the fair value of the non-controlling interest is determined using valuation techniques which make the maximum use of market information where available. Under this method, goodwill attributable to the non-controlling interest is recognised in the consolidated financial statements. Goodwill on acquisition of subsidiaries is included in intangible assets. Goodwill on acquisition of associates is included in investments in associates.

Goodwill is tested for impairment annually and is allocated to the Group's cash-generating units or groups of cash-generating units, which represent the lowest level at which goodwill is monitored but where such level is not larger than an operating segment. Gains and losses on the disposal of an entity include the carrying amount of goodwill related to the entity sold.

Changes in the ownership interests in a subsidiary that do not result in a loss of control are accounted for as equity transactions and do not affect the carrying amounts of goodwill.

## **m. Provisions**

Provisions are recognised when the Group 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 recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

## **n. Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

## **o. Trade and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Group during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

## **p. Critical Accounting Estimates and Judgements**

### KEY ESTIMATES

#### *i. Impairment General*

The Group assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the Group that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

#### *ii. Valuation of freehold land and buildings*

The freehold land and buildings were independently valued in May 2023. The valuation was based on the fair value. The critical assumptions adopted in determining the valuation included the location of the land and buildings, the existing lease, current council zoning controls and sales data for similar properties. The valuation resulted in a valuation of \$24.47m being recognised for the year ended 30 June 2024. As described in Note 1(c), the Entity reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## KEY JUDGEMENTS

### i. *Performance obligations under AASB 15*

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/type, cost/value, quantity and the period of transfer related to the goods or services promised.

### ii. *Employee benefits*

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. As the Group expects that most employees will not use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows (despite an informal internal policy that requires annual leave to be used within 18 months), the directors believe that obligations for annual leave entitlements satisfy the definition of other long-term employee benefits and, therefore, are required to be measured at the present value of the expected future payments to be made to employees.

### q. **Economic Dependence**

While the Group's activities are significantly funded by member activities and commercial operations, the Group is greatly assisted in its activities by distributions provided by Racing Queensland. At the date of this report, the members of the board had no reason to believe that Racing Queensland would not continue to provide financial support to the Group.

### r. **Fair Value of Assets and Liabilities**

The Group measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard. "Fair value" is the price the Group would receive to sell an asset or would have to pay to transfer a liability in an orderly (ie unforced) transaction between independent, knowledgeable and willing market participants at the measurement date. As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (ie the market with the greatest volume and level of



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

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activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the Group at the end of the reporting period (ie the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the Group's own equity instruments (if any) may be valued, where there is no observable market price in relation to the transfer of such financial instruments, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

## s. **New and Amended Accounting Standards Adopted by the Group**

AASB 2021-2: Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates

The Entity adopted AASB 2021-2 which amends AASB 7, AASB 101, AASB 108 and AASB 134 to require disclosure of "material accounting policy information" rather than "significant accounting

policies" in an entity's financial statements. It also updates AASB Practice Statement 2 to provide guidance on the application of the concept of materiality to accounting policy disclosures. The adoption of the amendment did not have a material impact on the financial statements. AASB 2021-6: Amendments to Australian Accounting Standards – Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards AASB 2021-6 amends AASB 1049 and AASB 1060 to require disclosure of 'material accounting policy information' rather than "significant accounting policies" in an entity's financial statements. It also amends AASB 1054 to reflect the updated terminology used in AASB 101 as a result of AASB 2021-2. The adoption of the amendment did not have a material impact on the financial statements.

AASB 2022-7: Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards

AASB 2022-7 makes editorial corrections to various Australian Accounting Standards and AASB Practice Statement 2. It also formally repeals the superseded and redundant Australian Accounting Standards set out in Schedules 1 and 2 of this standard.

The adoption of the amendment did not have a material impact on the financial statements.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

Note	GROUP 2024	PARENT 2023
	\$	\$

## NOTE 2: REVENUE & OTHER INCOME

### HOSPITALITY

Bar, catering & merchandise sales	3,696,483	3,406,278
Cost of goods sold	(1,230,454)	(1,180,247)
Gross profit	2,466,029	2,226,031
Direct costs	(1,486,190)	(1,160,164)
<b>Profit / (loss)</b>	<b>979,839</b>	<b>1,065,867</b>

### TOTALISATOR

Commission revenue	126,191	147,534
Direct costs	(202,115)	(203,561)
<b>Profit / (loss)</b>	<b>(75,924)</b>	<b>(56,027)</b>

### NON-OPERATING REVENUE

Grants – Sunshine Coast Council	-	30,000
Grants – Racing Queensland	2,386,586	2,250,031
Interest received	268,129	56,798
Rental income	135,089	94,689
Utility settlement	54,000	-
Sundry revenue	192,584	90,210
<b>Total non-operating revenue</b>	<b>3,036,388</b>	<b>2,521,728</b>

The Group received a major capital grant from Racing Queensland to construct the new stabling facilities. As consistent with Note 1, the grant is recognised as income as the Group constructs the facility under AASB 1058. Income is recognised based on the cost incurred to date relative to total expected costs to be incurred as this measure is expected to reflect the Group's progress towards completion.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	GROUP	PARENT
Note	2024	2023
	\$	\$

## NOTE 3: EXPENDITURE

### ESSENTIAL SERVICES

Accounting & bookkeeping fees	15,000	20,238
Electricity	396,150	394,713
Fire services	17,297	14,514
Insurances	362,627	271,935
Lease outgoing & rates	155,038	281,753
Security services	87,663	106,090
Telephone & internet	15,244	41,919
<b>Total essential services</b>	1,049,019	1,131,162

### RACING EXPENSES

Ambulance & practitioner fees	232,239	164,921
Cleaning	151,197	139,372
Entertainment	183,370	224,515
Hire of equipment	130,968	228,353
Race book & form expenses	146,621	149,597
Security expenses	230,295	227,112
Ticketing & online booking costs	11,710	16,577
Sundry	373,970	464,238
<b>Total racing expenses</b>	1,460,370	1,614,685

### LABOUR & ONCOSTS

Salaries & wages	2,883,084	2,680,277
Superannuation	461,523	393,965
Annual leave expense	34,878	14,029
Long service leave expense / (credit)	28,891	(31,124)
Workers compensation	153,995	155,896
WH&S requirements	19,309	10,184
Payroll tax	199,114	189,386
Fringe benefits tax	19,447	22,137
<b>Total labour &amp; oncosts</b>	3,800,241	3,434,750

## NOTE 4: CASH & CASH EQUIVALENTS

### CURRENT

Cash on hand	50	50
Cash floats	198,500	206,500
Cash at banks	2,258,752	2,288,149
Term deposits	5,025,219	750,000
<b>Total cash &amp; cash equivalents</b>	20 7,482,521	3,244,699

The effective interest rate on cash at banks was 3.14% (2023: 0.54%). The effective interest rate on term deposits was 4.56% (2023: 1.86%).

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

Note	GROUP	PARENT
	2024	2023
	\$	\$
<b>NOTE 5: TRADE &amp; OTHER RECEIVABLES</b>		
<b>CURRENT</b>		
Trade receivables	576,511	687,083
Provision for impairment	-	(8,262)
Accrued revenue	238,667	808,108
GST receivable	8	299,147
Other receivable	65,071	10,088
<b>Total current trade &amp; other receivables</b>	<b>20 880,257</b>	<b>1,796,164</b>

The Group's normal credit term is between 14 and 30 days.

## NOTE 6: INVENTORIES

### CURRENT

At cost:

Food & beverage	186,922	225,968
Merchandise	9,873	18,292
Other	12,836	5,546
<b>Total inventories</b>	<b>209,631</b>	<b>249,806</b>





# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	GROUP	PARENT
Note	2024	2023
	\$	\$

## NOTE 7: INVESTMENT IN ASSOCIATES

Sunshine Coast Racing Pty Ltd – 20.0% ownership  
Sunshine Coast Racing Unit Trust – 17.8% ownership

### Total investment in associates

-	20
-	11,792,684
-	11,792,704

Principal activity: asset ownership

Country of incorporation: Australia

During the financial year, the Club's equity interest in Sunshine Coast Racing Unit Trust ("SCRUT") increased from 17.8% to 100.0%. The Club's role with SCRUT changed from significant influence to full control.

In line with AASB 128 Investments in Associate and Joint Ventures, the equity accounting method was discontinued upon acquisition, and SCRUT became a full subsidiary.

### MOVEMENTS DURING THE YEAR IN EQUITY ACCOUNTED INVESTMENTS IN ASSOCIATES:

Opening balance	11,792,704	11,441,637
Share of associates profit (loss) after income tax	-	(486,361)
Purchase of additional units in SCRUT & stamp duty	-	-
Net share of associated company's reserve movements	-	837,428
Discontinuance of associate accounting	(11,792,704)	-
<b>Closing balance</b>	20	11,792,704

### SUMMARISED PRESENTATION OF ASSETS, LIABILITIES AND PERFORMANCE OF ASSOCIATES

	\$'000	\$'000
Current assets	-	2,966
Non-current assets	-	64,543
<b>Total assets</b>	-	67,509
Current liabilities	-	1,500
Non-current liabilities	-	-
<b>Total liabilities</b>	-	1,500
<b>Net assets</b>	-	66,009
Revenue	-	156
<b>Net profit / (loss) after income tax</b>	-	(2,732)

## POLICY

Associates are entities over which the Group has significant influence through holding, directly or indirectly, 20% or more of the voting power of the Group. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Group's share of net assets of the associate entity. In addition, the Group's share of the profit or loss of the associate entity is included in the Group's surplus or deficit.



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

Note	GROUP 2024	PARENT 2023
	\$	\$
<b>NOTE 8: PROPERTY, PLANT &amp; EQUIPMENT</b>		
<b><u>BUILDINGS &amp; LEASEHOLD IMPROVEMENTS</u></b>		
At cost	91,843,308	299,933
Accumulated depreciation	(64,996,778)	(100,547)
<b>Total buildings &amp; leasehold improvements</b>	<b>26,846,530</b>	<b>199,386</b>
<b><u>PLANT &amp; EQUIPMENT</u></b>		
At cost	5,264,387	4,142,499
Accumulated depreciation	(2,605,636)	(2,096,057)
<b>Total plant &amp; equipment</b>	<b>2,658,751</b>	<b>2,046,442</b>
<b><u>MOTOR VEHICLES</u></b>		
At cost	331,677	331,677
Accumulated depreciation	(191,615)	(145,169)
<b>Total motor vehicles</b>	<b>140,062</b>	<b>186,508</b>
<b><u>CLASSES AT COST</u></b>		
Land	6,460,000	-
Capital work in progress	225,823	8,559,106
<b>Total property, plant &amp; equipment</b>	<b>36,331,166</b>	<b>10,991,442</b>

## **MOVEMENTS IN CARRYING AMOUNTS**

Movement in the carrying amounts for each class between the beginning and the end of the current financial year:

<b>Group, 2024</b>	<b>Buildings &amp; leasehold improvements \$</b>	<b>Plant &amp; Equipment \$</b>	<b>Motor vehicles \$</b>	<b>Land \$</b>	<b>Capital WIP \$</b>	<b>Total \$</b>
Opening balance	199,386	2,046,442	186,508	-	8,559,106	10,991,442
Acquisitions	18,207,647	100,499	-	6,460,000	-	24,768,146
Additions at cost	1,475	685,350	-	-	1,825,474	2,512,299
Capitalisation	9,950,233	208,524	-	-	(10,158,757)	-
Disposals	-	(8,535)	-	-	-	(8,535)
Depreciation expense	(1,512,211)	(373,529)	(46,446)	-	-	(1,932,186)
<b>Closing balance</b>	<b>26,846,530</b>	<b>2,658,751</b>	<b>140,062</b>	<b>6,460,000</b>	<b>225,823</b>	<b>36,331,166</b>

## **LEASED LAND & BUILDINGS**

The Group leases buildings to external parties with rentals payable monthly. These leases are classified as operating leases as they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets.

The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.

<b>Group, 2024</b>	<b>Current (&lt; 1 year)</b>	<b>1 to 5 years</b>	<b>5 years and greater</b>	<b>Total</b>
Undiscounted annual lease payments	\$103,260	\$389,006	\$500,185	\$992,451

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	GROUP	PARENT
Note	2024	2023
	\$	\$

## NOTE 9: TRADE & OTHER PAYABLES

### CURRENT

Trade payables	715,697	1,287,134
Accrued charges	212,394	459,152
Employment costs	320,602	257,871
GST payable	151,698	-
<b>Total trade &amp; other payables</b>	<b>20 1,400,391</b>	<b>2,004,157</b>

## NOTE 10: INCOME IN ADVANCE

### CURRENT

Deferred media rights and unearned sponsorship revenue	1,069,134	820,651
Hospitality & events	184,100	220,842
Membership fees in advance	45,836	51,981
<b>Total current income in advance</b>	<b>1,299,070</b>	<b>1,093,474</b>

### NON CURRENT

Deferred media rights and unearned sponsorship revenue	2,916,667	1,562,500
<b>Total income in advance</b>	<b>4,215,737</b>	<b>2,655,974</b>



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	GROUP 2024 \$	PARENT 2023 \$
<b>NOTE 11: EMPLOYEE BENEFITS</b>		
<b>CURRENT</b>		
Annual leave and TOIL	275,547	240,648
Long service leave	171,379	140,002
<b>Total current employee benefits</b>	446,906	380,650
<b>NON-CURRENT</b>		
Long service leave	49,497	51,983
<b>Total employee benefits</b>	496,403	432,633
<b>ANALYSIS OF TOTAL PROVISIONS</b>		
Opening balance at 1 July	432,633	449,728
Provisions raised during the year	351,955	237,982
Amounts used	(288,185)	(255,077)
<b>Closing balance at 30 June</b>	496,403	432,633

## **PROVISION FOR EMPLOYEE BENEFITS**

Provision for employee benefits represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the Group does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the Group does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion for this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been discussed in Note 1(g).

## **NOTE 12: CAPITAL & LEASING COMMITMENTS**

### **a. LEASE COMMITMENTS**

Non-cancellable operating leases (ie. short term < 12 months or low value < \$5k) contracted for but not capitalised in the financial statements:

No later than 12 months:	-	1
Between 12 months and 5 years	-	4
Later than 5 years	-	58
<b>Total lease commitments</b>	-	63

Following the acquisition of SCRUT, the Group no longer has any lease commitments.

### **b. CAPITAL EXPENDITURE COMMITMENTS**

Capital commitment contracted for, but not capitalised in the financial statements and are expected to be settled within the next 12 months.

Leasehold Improvements	-	1,720,203
Motor Vehicles	-	-
Plant & equipment	-	109,620
<b>Total capital expenditure commitments</b>	-	1,829,823

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	GROUP 2024 \$	PARENT 2023 \$
<b>NOTE 13: RECONCILIATION OF OPERATING CASH FLOWS WITH NET PROFIT</b>		
Profit / (loss) from ordinary activities after income tax	19,988,912	2,416,944
<b>ADJUST FOR NON-CASH ITEMS</b>		
Depreciation	1,932,186	378,747
Provision	-	8,262
Share of associate's losses	-	486,361
Equity accounting discontinued	(4,181,411)	-
Bargain purchase	(13,763,069)	-
Loss / (profit) on disposal of property, plant & equipment	(19,191)	(52,217)
<b>CHANGES IN ASSETS &amp; LIABILITIES</b>		
Decrease / (increase) in trade and other receivables	859,706	(479,107)
Decrease / (increase) in inventory	40,175	(19,815)
Decrease / (increase) in prepayment	(66,504)	14,266
Increase / (decrease) in trade & other payables	(309,286)	321,443
Increase / (decrease) in income in advance	1,430,238	(1,800,388)
<b>Cash flows from operations</b>	<b>5,911,756</b>	<b>1,274,496</b>



# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

Note	GROUP 2024	PARENT 2023
	\$	\$

## NOTE 14: PARENT ENTITY INFORMATION

### RESULTS OF PARENT

Profit for the period	7,202,278	2,416,944
Other comprehensive income	(10,254,668)	837,428
<b>Total comprehensive income for the period</b>	<b>(3,052,390)</b>	<b>3,254,372</b>

### STATEMENT OF FINANCIAL POSITION

Current assets	6,622,948	5,066,942
<b>Total assets</b>	<b>25,988,087</b>	<b>27,851,088</b>
Current liabilities	3,147,980	3,310,272
<b>Total liabilities</b>	<b>6,114,144</b>	<b>4,924,755</b>
<b>Total equity</b>	<b>19,873,943</b>	<b>22,926,333</b>

### Guarantees

Sunshine Coast Turf Club Inc. has not entered into any guarantees, in the current or previous financial years, in relation to the debts of its subsidiaries.

### Contingent liabilities

The parent has no contingent liabilities as at 30 June 2024 (2023: Nil).

### Contractual commitments

At 30 June 2024, Sunshine Coast Turf Club Inc. had not entered into any contractual commitments for the acquisition of property, plant and equipment (2023: \$1,829,823).

## NOTE 15: INTEREST IN SUBSIDIARIES

### a. INFORMATION ABOUT PRINCIPAL SUBSIDIARIES

The subsidiaries listed below have share capital consisting solely of ordinary shares, which are held directly by the parent entity. The assets, liabilities, income and expenses of the subsidiaries have been consolidated on a line-by-line basis in the consolidated financial statements of the Group. Each subsidiary's principal place of business is also its country of incorporation or registration.

ENTITY	TYPE	PLACE INCORPORATED	OWNERSHIP INTEREST	
			2024	2023
Sunshine Coast Racing Unit Trust	Trust	Australia	100.0%	17.8%

Subsidiary financial statements used in the preparation of these consolidated financial statements have also been prepared as at the same reporting date as the Group's financial statements.

### b. SIGNIFICANT RESTRICTIONS

There are no significant restrictions over the Group's ability to access or use assets, and settle liabilities, of the Group.

## NOTE 16: EVENTS AFTER THE REPORTING PERIOD

The directors are not aware of any significant events since the end of the reporting period.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	GROUP	PARENT
Note	2024	2023
	\$	\$

## NOTE 17: KEY MANAGEMENT PERSONNEL COMPENSATION

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of that Group, is considered key management personnel (KMP).

The totals of remuneration paid to KMP of the Group during the year are as follows:

Short-term employee benefits	424,943	363,926
Other long-term benefits	4,498	4,570
<b>Total key management personnel compensation</b>	<b>429,441</b>	<b>368,496</b>

## NOTE 18: OTHER RELATED PARTY TRANSACTIONS

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

Nil - -

## NOTE 19: BOARD OF MANAGEMENT

Members of the Board of Management in their honorary capacity receive no remuneration for their services however, from time to time, they are provided with hospitality and are reimbursed for Group related out-of-pocket expenditure. In addition, the Group takes out insurance cover which insures the board against breaches of statutory and other obligations.

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

## NOTE 20: FINANCIAL RISK MANAGEMENT

The Group's financial instruments consist mainly of cash and term deposits with banks. The Group has various other financial instruments such as trade debtors and trade creditors, which arise directly from its operations. It is, and has been throughout the period, the Group's policy that no trading in financial instruments or derivatives shall be undertaken.

The totals for each category of financial instruments, measured in accordance with AASB 9: Financial Instruments as detailed in the accounting policies to these financial statements, are as follows:

### FINANCIAL ASSETS

Financial assets at amortised cost:

- Cash and cash equivalents	4	7,482,521	3,244,699
- Trade and other receivables	5	880,257	1,796,164

Investments in equity instruments designated as at fair value through other comprehensive income

- Share in associate	7	-	11,792,704
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<b>Total financial assets</b>		<b>8,358,962</b>	<b>16,833,567</b>
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### FINANCIAL LIABILITIES

Financial liabilities at amortised cost:

- Trade and other payables	9	1,400,391	2,004,157
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<b>Total financial liabilities</b>		<b>1,411,391</b>	<b>2,004,157</b>
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# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

	GROUP	PARENT
	2024	2023
	\$	\$

## NOTE 21: ECONOMIC DEPENDENCE

Whilst the Group is significantly funded by member activities and commercial operations, the Group is greatly assisted in its activities by distributions provided by Racing Queensland. At the date of this report, the members of the board of management had no reason to believe that Racing Queensland would not continue to provide financial support to the Group.

## NOTE 22: RESERVES

Revaluation surplus	6,270,778	9,316,848
Sinking fund reserve	-	937,820
<b>Total reserves</b>	<u>6,270,778</u>	<u>10,254,668</u>

### i. Accumulated reserves

Represents accumulated movements in fair value adjustments and member transactions relating to the Group's investment in associate.

## NOTE 23: AUDITOR'S REMUNERATION

Remuneration of the auditor:

- auditing or reviewing the financial statements	16,500	16,500
- accounting and taxation services	3,500	2,700
<b>Total auditor's remuneration</b>	<u>20,000</u>	<u>19,200</u>

## NOTE 23: ENTITY DETAILS

Sunshine Coast Turf Club Inc. is domiciled and incorporated in Australia. The registered office of the Club principal place of business is:

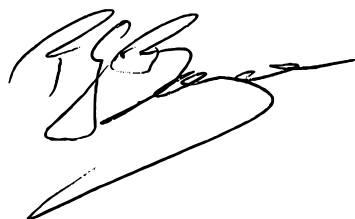
170 Pierce Avenue, Corbould Park, Queensland, 4551

## DIRECTORS' DECLARATION

In accordance with a resolution of the Board of Management of Sunshine Coast Turf Club Inc (the Group), the members of the board of management declare that:

- The consolidated financial statements and notes are in accordance with the Associations Incorporation Act (Qld) 1981 and:
  - comply with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board (AASB); and
  - give a true and fair view of the financial position of the entity as at 30 June 2024 and of its performance for the year ended on that date.
- In the Directors' opinion there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

On behalf of the Directors



Peter Boyce OAM,  
Chairman  
5 September 2024





# 2024 INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNSHINE COAST TURF CLUB INC

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141



## Opinion

We have audited the financial report of Sunshine Coast Turf Club Inc (the Association and its controlled entity (the Group)), which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, notes to the financial statements including a summary of material accounting policy information, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the Associations Incorporation Act (Qld) 1981 (the Act), including:

- i. giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- ii. complying with Australian Accounting Standards – AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities.

## Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Group in accordance with the Act, the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

## Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2024 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.

## Responsibilities of the Directors for the Financial Report

The directors of the Association are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the ACNC Act 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 Group'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 Association or to cease operations, or have no realistic alternative but to do so.

# 2024 INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNSHINE COAST TURF CLUB INC

Sunshine Coast Turf Club Inc. and Controlled Entity | ABN: 22 950 178 141

## 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 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 Group'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 Group'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 Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

## *Love + Partners*



### **Brett Buntain**

Director - RCA No. 213172  
Love & Partners Auditors Pty Ltd  
66 Duporth Avenue,  
Maroochydore QLD 4558

**Dated this 5th day of September 2024**



**Sunshine Coast Turf Club Inc.**  
ABN: 22 950 178 141

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