

Geebung Ski Club Limited
ABN 13 000 257 376

FINANCIAL REPORT
FOR THE YEAR ENDED 31 OCTOBER 2010

Geebung Ski Club Limited

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Geebung Ski Club Limited
ABN 13 000 257 376
Directors Report
for the Year Ended 31 October 2010

Your Directors present this report on the club for the financial year ended 31st October 2010

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

	Date of Appointment	Date of Resignation
Mr. George I.M. Hamilton - Chairman	08/12/2002	
Mr. Gregory Middleton - Treasurer	24/02/2004	
Mr. Robert Newlinds - Secretary	28/02/2003	
Mr. Rob Evans	28/02/2004	
Mr. Ross Stanton	28/02/2003	
Mr. Stephen Wawn	07/08/1998	
Miss. Madeline Hamilton	25/02/2008	
Mr. Shaun Timothy Branagan	23/02/2009	

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

The net loss of the club for the financial year was \$15,882 (2009: Loss of \$17,165)

A review of the club operations during the financial year and the results of those operations are as follows:

The principal activities of the club during the financial year were the provision of a ski club facility.

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

There have been no significant changes in the state of the club's affairs during the financial year.

Likely developments in the club's operations and the expected results thereof in future financial years have not been included in this report, as the inclusion of such information is deemed possibly to result in unreasonable prejudice to the club.

The club's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

The club is registered as a company limited by guarantee and has no share capital. Distribution to members are not permitted by the Memorandum of Association. In the event of the club being wound up, a member may be required to contribute to the payment of the debts of the Club, an amount not exceeding \$20 per member.

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

No person has applied for leave of Court to bring proceedings on behalf of the club or intervene in any proceedings to which the club is a party for the purpose of taking responsibility on behalf of the club for all or any part of these proceedings. The club was not a party to any such proceedings during the year.

Geebung Ski Club Limited
ABN 13 000 257 376
Directors Report
for the Year Ended 31 October 2010

Register of Members as at 31st October 2010

	Total Members
Life Members	5
Adult Members	407
Junior Members	63
Total	475

Maximum allowed by Constitution – 475 members (Waiting List: 13 persons)

Since the end of the previous financial year no directors of the Club has received or become entitled to receive any benefit by reason of a contract made by the Club or related company with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

The directors of the Club act in an honorary capacity and, accordingly, receive no benefits or fees for their services as directors.

During the year the Club renewed its contract for liability insurance on behalf of its directors and officers as listed in this report. As permitted by the Corporations Law, the premium for the renewal of this insurance was paid by the Club. Under the terms of the contract of insurance other details of the insurance cover are not permitted to be disclosed.

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

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

This statement is made in accordance with a resolution of the Board of Directors and is signed by:

Director
George I.M. Hamilton

Director
Greg Middleton

Dated this.....day of.....2011

**Independent Audit Report
To The Members Of
Geebung Ski Club Limited
ABN 13 000 257 376**

Scope

The special purpose financial report comprises the Income Statement, Balance Sheet, Statement of Cash Flows and Notes to the financial statements of Geebung Ski Club Limited for the year ended 31 October, 2010 set out in pages 7 to 19 of this report. The financial report is prepared on the basis set out in Note 1 to the accounts.

The club's directors are responsible for the preparation and true and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements and needs of the members. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report. We disclaim any assumptions of responsibility for any reliance on this report or on the financial report to which it relates.

Audit Approach

We conducted an independent audit of the financial report in order to express an opinion to the members. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report is presented fairly in accordance with the accounting policies described in Note 1, so as to present a view which is consistent with our understanding of the club's financial position, and of its performance as represented by the results of its operations and cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used and described in Note 1, are appropriate to the needs of the club.

We formed our audit opinion on the basis of these procedures, which included:

Examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and

Assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While we considered the effectiveness of management's internal controls over the financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and declare to the best of our knowledge and belief our independence in respect of this audit assignment.

The audit opinion expressed in this report has been formed on the above basis.

Geebung Ski Club Limited
ABN 13 000 257 376
Directors Declaration
for the Year Ended 31 October 2010

The directors of the club hereby declare that:

1. The financial statements and notes, as set out on pages 7 to 19 are in accordance with the Corporations Act 2001 and:
 - a) comply with Accounting Standards as described in Note 1 to the financial statements and the Corporations Regulations 2001; and
 - b) give a true and fair view of the club's financial position as at 31 October 2010 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the director's opinion there are reasonable grounds to believe that the club will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution by the Directors:

Director
George I.M. Hamilton

Director
Greg Middleton

Dated this.....day of..... 2011

Geebung Ski Club Limited
ABN 13 000 257 376
Income Statement
For the Year ended 31 October 2010

	Note	2010 \$	2009 \$
CLASSIFICATION OF EXPENSES BY NATURE			
Revenue	2	231,338	222,746
Interest	2	9,186	7,535
Gross Profit		240,524	230,281
Lodge expenses		(175,478)	(151,602)
Administration expenses		(80,928)	(95,844)
Profit from ordinary activities before income tax expense		(15,882)	(17,165)
Income Tax expense	4	-	-
Net profit after income tax attributable to the members of the club		<u>(15,882)</u>	<u>(17,165)</u>

*The accompanying notes form part of these financial statements.
These financial statements have been subject to audit and should be read in conjunction
with the attached Independent Audit Report.*

Geebung Ski Club Limited
ABN 13 000 257 376
Balance Sheet
As at 31 October 2010

	Note	2010 \$	2009 \$
CURRENT ASSETS			
Cash and cash equivalents	5	224,462	214,190
Other	6	5,000	5,000
Trade & Other Receivables	7	1,705	4,690
TOTAL CURRENT ASSETS		231,167	223,880
NON-CURRENT ASSETS			
Property, plant & Equipment	8	125,995	143,385
TOTAL NON-CURRENT ASSETS		125,995	143,385
TOTAL ASSETS		357,162	367,265
CURRENT LIABILITIES			
Trade and other payables	9	14,213	8,434
TOTAL CURRENT LIABILITIES		14,213	8,434
TOTAL LIABILITIES		14,213	8,434
NET ASSETS		342,949	358,831
MEMBERS FUNDS			
Retained earnings		342,949	358,831
TOTAL MEMBERS FUNDS		342,949	358,831

*The accompanying notes form part of these financial statements.
These financial statements have been subject to audit and should be read in conjunction with
the attached Independent Audit Report.*

Geebung Ski Club Limited
ABN 13 000 257 376
Statement of Changes in Equity
For the Year ended 31 October 2010

Note	2010	2009
<u>Retained Earnings</u>		
Opening balance	358,831	375,996
Loss for the period	(15,882)	(17,165)
Dividends provided for or paid	-	-
Closing balance	<u>342,949</u>	<u>358,831</u>
<u>Issued Capital</u>		
Opening balance	-	-
Increase in Issued Capital	-	-
Closing Balance	<u>-</u>	<u>-</u>

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with the attached Independent Audit Report.*

Geebung Ski Club Limited
ABN 13 000 257 376
Cash Flow Statement
For the Year ended 31 October 2010

	Note	2010 \$	2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Members & Guest		233,068	224,166
Payments to suppliers for services		(231,982)	(241,655)
Interest Received		9,186	7,535
Net cash provided by (used in) operating activities		10,272	(9,954)
CASH FLOWS FROM INVESTING ACTIVITIES			
Sale Proceeds from Property, Plant & equipment		-	-
Payment for property, plant and equipment		-	-
Net cash provided by (used in) investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends Paid		-	-
Net cash provided by (used in) financing activities		-	-
Net increase (decrease) in cash held		10,272	(9,954)
Cash at the beginning of the year		214,190	224,144
Cash at the end of the year		224,462	214,190
RECONCILIATION OF OPERATING PROFIT			
Operating profit after income tax		(15,882)	(17,165)
Non-cash flows			
Depreciation		17,390	18,690
Bank Overdraft		-	(15,287)
Changes in assets and liabilities			
(Increase) decrease in Receivables		2,985	(530)
Increase (decrease) in Payables		7,035	3,890
Increase (decrease) in payments in advance		(1,455)	1,950
Increase (decrease) in GST		199	(1,502)
Net cash provided by (used in) operating activities		10,272	9,954

*The accompanying notes form part of these financial statements.
These financial statements have been subject to audit and should be read in conjunction with
the attached Independent Audit Report.*

Geebung Ski Club Limited
ABN 13 000 257 376
Notes to the Financial Statements
For the Year ended 31 October 2010

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose financial report prepared in order to satisfy the financial report preparation requirements of the Corporation Act 2001. The directors have determined that the club is not a reporting entity.

Geebung Ski Club Limited is a club limited by shares, incorporated and domiciled in Australia.

Basis of preparation

The report has been prepared in accordance with the requirements of the Corporations Act 2001, and the following applicable Australian Accounting Standards:

- AASB 101: Presentation of Financial Statements;
- AASB 107: Cash Flow Statements;
- AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors;
- AASB 110: Events after the Balance Sheet Date;
- AASB 117: Leases
- AASB 1031: Materiality;
- AASB 1048: Interpretation and Application of Standards;

No other Accounting Standards, Australian Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The following is a summary of the material accounting policies adopted by the club in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Accounting Policies

(a) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less plus bank overdrafts. Bank overdrafts are shown on the balance sheet as current liabilities within short term borrowings.

(b) Income Tax

The income tax expense for the year is the tax payable on the current period's taxable income. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

(c) Revenue

Commission revenue is recognised where the payment of commission has matured into a recoverable debt and the club has not been required to take any further steps before becoming entitled to the commission.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers or members.

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

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

These notes should be read in conjunction with the attached Independent Audit Report.

Geebung Ski Club Limited
ABN 13 000 257 376
Notes to the Financial Statements
For the Year ended 31 October 2010

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

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

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

(e) **Financial Instruments**

Recognition

Financial assets are initially measured at cost on the trade date, which includes transaction costs, when the contractual rights or obligations exist. After initial recognition, financial instruments are measured as set out below:

Financial assets at fair value through profit and loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management. Derivatives are also categorised as held for trading unless they are designated as hedges. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

The club assesses at each balance date whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of available-for-sale financial instruments, a significant or prolonged decline in the fair value of a security below its cost is considered in determining whether the security is impaired. Impairment losses are recognised in the income statement.

(f) **Creditors and Borrowings**

Liabilities are recognised for amounts to be paid in the future for goods and services received on or before the reporting date. Trade accounts are settled in accordance with the vendor's terms.

These notes should be read in conjunction with the attached Independent Audit Report.

Geebung Ski Club Limited
ABN 13 000 257 376
Notes to the Financial Statements
For the Year ended 31 October 2010

(g) **Comparative Figures**

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

(h) **Critical Accounting Estimates and Judgements**

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

There are no significant accounting estimates or judgements incorporated in the financial report for the year ended 31 October 2010.

(i) **Depreciation**

All capital purchases from 1st November, 2006 for less than \$100,000 have been expensed in the year they have been incurred.

	2010	2009
	\$	\$
2. Revenue		
Sales revenue		
- Interest	9,186	7,535
- Other	231,338	222,746
	<u>240,524</u>	<u>230,281</u>
3. Items included in profit (loss)		
Additional information regarding the nature of expense		
- Auditor Remuneration	5,000	4,500
- Depreciation	17,390	18,690
4. Income Tax		
The company is exempt from income tax under Section 50B of the Income Tax Assessment Act 1997 and accordingly no income tax is provided for in the accounts.		
5. Cash Assets		
WBC Cash at bank	20,320	9,343
WBC Cash management account	-	203,659
Petty Cash – Thredbo	1,197	212
Petty Cash – Perisher	947	976
WBC TD 75-6481	150,000	-
WBC Bank Guarantee	1,998	-
WBC TD 75-9332	50,000	-
	<u>224,462</u>	<u>214,190</u>
6. Other		
Security Deposit	<u>5,000</u>	<u>5,000</u>
	<u>5,000</u>	<u>5,000</u>

These notes should be read in conjunction with the attached Independent Audit Report.

Geebung Ski Club Limited
ABN 13 000 257 376
Notes to the Financial Statements
For the Year ended 31 October 2010

	2010	2009
	\$	\$
7. Trade and other receivables		
Sundry Debtors	<u>1,705</u>	<u>4,690</u>
	<u>1,705</u>	<u>4,690</u>
9. Property, Plant & Equipment		
Leasehold Land and Buildings, at cost	1,043,717	1,043,717
Less Accumulated Depreciation	<u>(917,722)</u>	<u>(900,332)</u>
Total Plant & Equipment	<u>125,995</u>	<u>143,385</u>
8. Trade and other payables		
Trade creditors	17,686	10,652
Bank Overdraft	-	-
Fees Paid in Advance	495	1,950
GST Tax Payable	<u>(3,968)</u>	<u>(4,168)</u>
	<u>14,213</u>	<u>8,434</u>
10. Members Funds		
Movement for the year		
Balance at beginning of year	358,831	375,996
Loss for the period	<u>(15,882)</u>	<u>(17,165)</u>
Balance at end of year	<u>342,949</u>	<u>358,831</u>

These notes should be read in conjunction with the attached Independent Audit Report.

Geebung Ski Club Limited
ABN 13 000 257 376
Detailed Income Statement
For the Year ended 31 October 2010

	2010	2009
	\$	\$
INCOME		
Net Loss from Perisher Rental Operations	(63,969)	(27,563)
Net Loss from Thredbo Rental Operations	(2,183)	(4,718)
Commemorative Clothing	597	384
Sundry Income	115	-
Interest – Bank	9,185	7,535
Joining Fees	51,350	33,909
Subscriptions	69,951	69,132
	65,046	78,679
LESS OPERATING EXPENSES		
Auditors Remuneration	5,000	4,500
Bad Debts	2,115	932
Bank Charges	1,230	128
Bookkeeping and Bookings	24,000	24,000
Commemorative Clothing	-	6,445
Credit Card Charges	4,068	3,444
General Expenses	7,430	4,299
Insurance	19,499	21,893
Internet Website	1,792	2,150
Office Equipment	1,246	-
Postage	369	170
Legal Fees	6,683	23,900
Printing and Stationary	400	437
Subscriptions	1,895	350
Telephone	5,201	3,196
	80,928	95,844
PROFIT BEFORE INCOME TAX	(15,882)	(17,165)

Geebung Ski Club Limited
ABN 13 000 257 376
Perisher Lodge Income Statement
For the Year ended 31 October 2010

	2010	2009
	\$	\$
INCOME		
Accommodation	37,348	44,229
	37,348	44,229
LESS OPERATING EXPENSES		
Caretaker	6,336	6,120
Depreciation		
- Leasehold Land & Buildings	3,793	4,008
Electricity and Gas	13,237	11,671
Firewood	-	1,980
Laundry and Linen Service	2,105	1,996
Rent and Water	24,247	35,154
Repairs and Maintenance	48,054	7,137
Security, Cleaning, Internet and Inspections	820	1,485
Stores & Supplies	2,725	2,151
TOTAL OPERATING EXPENSES	101,317	71,792
Loss from Rental Operations	(63,969)	(27,563)

Geebung Ski Club Limited
ABN 13 000 257 376
Thredbo Lodge Income Statement
For the Year ended 31 October 2010

	2010	2009
	\$	\$
INCOME		
Accommodation	71,977	75,092
	71,977	75,092
LESS OPERATING EXPENSES		
Caretaker	5,850	7,034
Depreciation		
- Leasehold Land & Buildings	13,597	14,682
Electricity and Gas	13,127	10,348
Firewood	2,860	1,540
Laundry and Linen Service	3,493	3,467
Rent and Water	28,228	27,345
Repairs and Maintenance	3,378	10,141
Security, Cleaning, Internet and Inspections	618	2,242
Stores & Supplies	3,009	3,011
TOTAL OPERATING EXPENSES	74,160	79,810
Loss from Rental Operations	(2,183)	(4,718)