



Western Districts  
Rugby Football Club Limited

ABN 54 660 437 358

# Financial Report

# 2022

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Your directors present their report on the company for the financial year ended 30 September 2022.

## Directors

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

- Felicity Bennetts
- John Clifford
- Brett Gillespie (appointed 12 December 2021)
- Scott Harrison
- Tony Hawkins
- Peter Schmidt
- John Sloman (resigned 12 December 2021)
- Geoff Wessling

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

Additionally, the following three (3) Wests Bulldogs Rugby Club Incorporated nominees attended Board Meetings, as permitted under the Constitution:

- Matthew Brown
- Bernard Carroll
- Andrew Carey

## Review of Operations

The profit of the company for the financial year is \$193,051 (2021: \$61,187 loss). A review of operations of the company during the year and the results of those operations found that during the year, the company continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

## Significant Changes in the State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

## Principal Activities

The principal activities of the company during the financial year were to promote, support and encourage the sport of Rugby Union through the renting of commercial office and retail space.

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

## Likely Developments and Expected Results of Operations

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

## Proceedings on Behalf of the Company

No person has applied for leave of court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

### Information on Directors

Name	Qualifications & Experience
Felicity Bennetts	Business Manager, Rugby Coach, 28 years involvement at Wests
John Clifford	Managing Director, 13 years involvement at Wests
Brett Gillespie	Chartered Accountant and Business Owner, 10 years involvement at Wests
Scott Harrison	Accountant and Business Manager, Rugby Coach, Wests Life Member, 23 years involvement at Wests
Tony Hawkins	Retired CEO, Wests Life Member, 30 years involvement at Wests
Peter Schmidt	Legal Practitioner for 35 years now Judicial Registrar, 41 years involvement at Wests
Geoff Wessling	Consultant, Wests Life Member, 35 years involvement at Wests

### Meetings of Directors


During the financial year, 5 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

Name	No of board meetings Eligible to attend	No of board meetings attended
Felicity Bennetts	5	5
John Clifford	5	3
Brett Gillespie	4	4
Scott Harrison	5	2
Tony Hawkins	5	5
Peter Schmidt	5	4
John Sloman	1	0
Geoff Wessling	5	4

### 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 directors' report is signed in accordance with a resolution of the board of directors:

**Director**  Dated this xxth Day of November 2022

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Insert Auditors Independent declaration (1 page)

# STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 SEPTEMBER 2022



	Note	2022 \$	2021 \$
<b>Revenue</b>	2	1,116,146	1,129,560
Depreciation and amortisation expense		(500,000)	(470,000)
Interest expense and bank charges		(281,794)	(243,490)
Development and leasing expenses		(117,559)	(124,824)
Donations to WBRC Inc.		-	(350,000)
Insurance		-	(7,700)
Repairs and maintenance		(15,040)	(10,581)
Other expenses		(8,702)	(22,240)
<b>Total Expenses</b>		<b>(923,095)</b>	<b>(1,228,835)</b>
<b>Net profit/(loss) of continuing operations</b>		<b>193,051</b>	<b>(99,275)</b>
Net profit/(loss) of transferred club operations			38,088
<b>Net profit for the year</b>		<b>193,051</b>	<b>(61,187)</b>
<b>Other comprehensive income</b>			
<b>Total comprehensive income for the year</b>		<b>193,051</b>	<b>(61,187)</b>

*The accompanying notes form part of these financial statements.*



**STATEMENT OF FINANCIAL POSITION**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**



	Note	2022 \$	2021 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	374,931	197,630
<b>TOTAL CURRENT ASSETS</b>		<b>374,931</b>	<b>197,630</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	14,280,000	14,780,000
<b>TOTAL NON-CURRENT ASSETS</b>		<b>14,280,000</b>	<b>14,780,000</b>
<b>TOTAL ASSETS</b>		<b>14,654,931</b>	<b>14,977,630</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	-	15,750
Borrowings	6	507,112	500,000
<b>TOTAL CURRENT LIABILITIES</b>		<b>507,112</b>	<b>515,750</b>
<b>NON - CURRENT LIABILITIES</b>			
Borrowings	6	7,822,888	8,330,000
<b>TOTAL NON - CURRENT LIABILITIES</b>		<b>7,822,888</b>	<b>8,330,000</b>
<b>TOTAL LIABILITIES</b>		<b>8,330,000</b>	<b>8,845,750</b>
<b>NET ASSETS</b>		<b>6,324,931</b>	<b>6,131,880</b>
<b>EQUITY</b>			
Retained earnings		344,931	151,880
Reserves		5,980,000	5,980,000
<b>TOTAL EQUITY</b>		<b>6,324,931</b>	<b>6,131,880</b>

*The accompanying notes form part of these financial statements.*

# STATEMENT OF CHANGES IN EQUITY

AS AT 30 SEPTEMBER 2022



	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 October 2020	213,067	5,980,000-	6,193,067
Profit/(loss) for the year	(61,187)	-	(61,187)
<b>Balance at 30 September 2021</b>	<b>151,880</b>	<b>5,980,000</b>	<b>6,131,880</b>
Balance at 1 October 2021	151,880	5,980,000	6,131,880
Profit/(loss) for the year	193,051	-	193,051
<b>Balance at 30 September 2022</b>	<b>344,931</b>	<b>5,980,000</b>	<b>6,324,931</b>

*The accompanying notes form part of these financial statements.*

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**



	Note	2022 \$	2021 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		1,227,761	1,132,517
Payments to suppliers and employees		(268,665)	(366,489)
Finance costs		(281,794)	(243,490)
Net cash flows attributable to operating activities of transferred club operations		-	77,113
<b>Net cash provided by / (used in) operating activities</b>	7	<b>677,301</b>	<b>599,651</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net proceeds of borrowings		-	208,558
Repayments of borrowings		(500,000)	(946,530)
<b>Net cash provided by / (used in) financing activities</b>		<b>(500,000)</b>	<b>(737,972)</b>
Net increase / (decrease) in cash held		177,301	(138,321)
Cash at beginning of financial year		197,630	335,951
<b>Cash at end of financial year</b>		<b>374,931</b>	<b>197,630</b>

*The accompanying notes form part of these financial statements.*

## 1. Summary of Significant Accounting Policies

Western Districts Rugby Football Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

### Basis of Preparation

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The amounts presented in the financial statements have been rounded to the nearest dollar.

### Accounting Policies

#### (a) Income Tax

The company is exempt from income tax under section 50 of the *Income Tax Assessment Act 1997*.

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

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

#### Property

The building is measured at fair value. The building has been valued based on an Independent Valuation obtained by Westpac Banking Corporation dated 10 March 2020.

The carrying amount of the building is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal.

#### Plant and Equipment

The company does not hold any plant and equipment

#### Depreciation

The depreciable amount of all fixed assets is depreciated on a prime, straight line value over the asset's useful life to the company commencing from the time the asset is held ready for use.

The future depreciation rates used for each class of depreciable assets will be:

Class of Fixed Asset	Depreciation Rate
Building and Improvements	7 – 10%

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised immediately in profit or loss. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

### **(c) Impairment of Assets**

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external sources of information and internal sources of information including dividends received from subsidiaries, associates or jointly controlled entities deemed to be out of pre-acquisition profits. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

### **(d) Employee Benefits**

The company does not employ any personnel

### **(e) Provisions**

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

### **(f) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

### **(g) Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

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

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

### **(h) Trade and Other Receivables**

Trade and other receivables include amounts due from customers for goods sold and services performed in the ordinary course of business. 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.

Trade and other receivables 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(d) for further discussion on the determination of impairment losses.

### **(i) Trade and Other Payables**

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

### **(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.

### **(k) Comparative Figures**

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

Where the company has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

### **(l) Critical Accounting Estimates and Judgments**

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

### **(m) New Accounting Standards and Interpretations**

Management has considered all standards and interpretations issued but not yet effective and do not believe that any will have a material impact on the financial report.

### **(n) Going Concern**

As at 30 September 2022 the Statement of Financial Position showed net current liabilities of \$132,181 (2021: \$318,120) and the Statement of Profit or Loss and Other Comprehensive Income showed a net profit of \$193,151 (2021 loss: \$61,187). In addition, the company has significant levels of interest bearing and other liabilities in excess of \$7.8m.

These conditions indicate prima facie the existence of a material uncertainty that may cast doubt about the company's ability to continue as a going concern; and, therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

Notwithstanding these conditions, the directors believe that it is appropriate to prepare these financial statements on a going concern basis.

This assumes the following:

- That future tenant income is sufficient to cover the ongoing repayments of the development loan to Westpac and any other shortfall from operating activities.
- The company has the continued support of its bankers.

	2022	2021
	\$	\$

## 2. REVENUE

Rent received	1,025,364	991,818
Donations	-	100,000
Other revenue from operating activities	18,782	1,742
Outgoings reimbursement from WBRC Inc.	72,000	36,000
<b>Total Revenue</b>	<b>1,116,146</b>	<b>1,129,560</b>

## 3. CASH AND CASH EQUIVALENTS

Westpac Administration account	324,931	197,630
Westpac Sinking Fund account	50,000	-
<b>Total Cash &amp; Cash Equivalents</b>	<b>374,931</b>	<b>197,630</b>

## 4. PROPERTY, PLANT AND EQUIPMENT

### Land and Buildings

Buildings	15,740,000	15,740,000
Accumulated Depreciation	(1,460,000)	(960,000)
<b>Total Land and Buildings</b>	<b>14,280,000</b>	<b>14,780,000</b>

## 5. TRADE AND OTHER PAYABLES

Sundry payables	-	15,750
<b>TOTAL TRADE AND OTHER PAYABLES</b>	<b>-</b>	<b>15,750</b>



	2022	2021
	\$	\$
<b>6. BORROWINGS</b>		
<b>Current</b>		
Business development loan with Westpac	300,000	300,000
Financial borrowings from Hutchinson Builders	200,000	200,000
Covid -19 Support Loan from QRIDA	7,112	-
<b>TOTAL CURRENT BORROWINGS</b>	<b>507,112</b>	<b>500,000</b>
<b>Non-current</b>		
Business development loan with Westpac	7,700,000	8,000,000
Financial borrowings from Hutchinson	-	200,000
Covid-19 Support Loan from QRIDA	122,888	130,000
<b>TOTAL NON-CURRENT BORROWINGS</b>	<b>7,822,888</b>	<b>8,330,000</b>
<b>TOTAL BORROWINGS</b>	<b>8,330,000</b>	<b>8,830,000</b>

The business development loan with Westpac Banking Corporation was for the purpose of developing the clubhouse and commercial premises on Sylvan Road, Toowong. The interest rate on the facility is variable and is 4.0586% at 30 September 2022. The line rate of the facility is 1.06%. The facility has a term of 2 years to expire on 17 April 2023 and a funding limit of \$8,00,000.

The facilities are secured by a General Security Agreement by the Company over all existing and future assets and undertakings so far as the future assets and

~~undertakings relate to the property situated at Memorial Park, Sylvan Road, Toowong.~~

## 7. CASH FLOW INFORMATION

### Reconciliation of cash flow from Operations with Profit after Income Tax

Profit after income tax	193,051	(61,187)
Non-cash flows in profit		
- Depreciation and amortisation	500,000	470,000
- Equipment Donation	-	350,000
- Loan	-	(100,000)

### Changes in assets and liabilities

Decrease/(Increase) in:		
- Receivables	-	(18,000)
- Inventories	-	(25,045)
Increase / (Decrease) in:		
- Payables	(15,750)	(28,875)
- Other payables	-	(73,312)

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022



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Cash flow from operations	677,301	599,651
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## 8. COMPANY DETAILS

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The registered office of the company is:

Hall Chadwick  
Level 4, 240 Queen Street  
Brisbane QLD 4000

The principal place of business is:

Western Districts Rugby Football Club Limited  
65 Sylvan Road  
Toowong QLD 4066

## 9. MEMBERS GUARANTEE

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The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up the constitution states that each member is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the entity. At 30 September 2022 the number of members was 167.

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# DIRECTOR'S DECLARATION

## FOR THE YEAR ENDED 30 SEPTEMBER 2022



The directors have determined that the company is not a reporting entity as, in our opinion, there are no users dependent on "general purpose financial reports" for information which would be useful for them in making and evaluating decisions about the allocation of scarce resources. This financial report is regarded as a "special purpose financial report" which has been prepared solely to meet the reporting obligations of the *Corporations Act 2001*. The directors have determined that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the company declare that:

1. In the directors' opinion the financial statements and notes, as set out on pages 6 to 16, 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 Act 2001*; and
  - (b) give a true and fair view of the company's financial position as at 30 September 2022 and of its income statement for the year ended on that date in accordance with the accounting policies as described in Note 1 to the financial statements.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Anthony John Hawkins AM

Scott Harrison

Dated this

xx<sup>th</sup> Day of

November

2022

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