

Belmont 16s Sailing Club

Financial Report 2025



YEAR ENDED 31 MARCH 2025
ABN 50 001 020 471

BELMONT 16s
SAILING  CLUB

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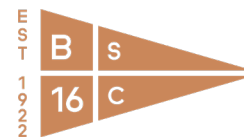
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The financial report was authorised for issue by the Directors on 27 May 2025.
The Company has the power to amend and re-issue the Financial Report.



President's Report

It is my pleasure to report to members on what I believe has been another highly successful year for your Club. The first full year of trade following completion of our Centenary Project has seen all the hard work and disruption result in a very successful year delivering all that we had hoped and planned for as well as setting up the Club for the short to medium future.

Following on from this success, the Board have been recently contemplating how the Club will evolve as the calendar moves forward to 2050 and beyond. Whilst our commitment is to continue to support our local community and for sailing to prosper, we also expect that the Club operation and facilities will be different than those we provide today, much as our operations and facilities differ to 2000 if we look back 25 years in the rear-view mirror. To assist us navigate this strategic journey we have commenced work on the formulation of a precinct masterplan across the Clubs assets that will provide a roadmap that will guide our decision making from a services, development and investment perspective into the future. The Board looks forward to sharing our vision with our members and other key stakeholders over the coming year.

The escalation of costs has been a common topic of discussion over the past year with your Club facing significant hikes in our costs like those experienced by many of our Members including insurance, energy and food costs. As a Member based organisation we strive to achieve the appropriate balance between profit and affordability to provide an appropriate dividend to our Members through discounts, meal deals and specials. We are also conscious of ensuring that our staff are fairly remunerated to offset some of the inflationary pressures that they face, which we addressed through the negotiation of a new enterprise agreement that delivered a wage increase that the team rightfully deserved.

Sailing has, and always will be, at the core of our existence and our primary object. The Commodore and the Sailing Committee have been considering our sailing succession strategies and consequently the 25/26 season will see the introduction of the 13ft Skiff class into our fleet on a trial basis as another pathway. We look forward to some of the best dinghy sailors from across Australia visiting our Club in January when we host the 2026 national championships for both the 16ft Skiff and Flying 11's and wish all the Belmont sailors the best of luck.

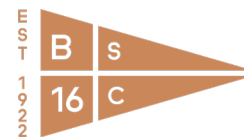
Whilst your Board are very proud of the level of financial support that our Club provides to a variety of charities, sporting clubs and not for profit groups, we also feel honoured to provide connections and assistance to our community through broader support systems. Apart from the many grassroots organisations we provide with prizes for fundraising over the past year we have helped raise awareness of important issues in society including prostate, breast and brain cancer, suicide prevention, CPR education, domestic violence, sustainability and water safety to name a few.

As always, bricks and mortar are an important part of the formula, but it is our wonderful staff who make our visits to the Club so enjoyable. Thanks again to our CEO Scott Williams, who this year marked 20 years at the helm, to his management team and all our valued employees for their hard work and dedication.

To my fellow Board members, thanks for your hard work and commitment to always seeking to improve what the Club can offer. The stability of the Board and management team over many years has been, I believe, an important element in our success.

Finally, to your, our members my thanks for your continuing support and patronage. It's your Club and I know you appreciate being a part of it.

David Berryman
President



Chief Executive Officer's Report

I am pleased to report to Members that the year ended 31 March 2025 has been a successful one for your Club.

We had a full year of trading without the disruption of construction and consequently we achieved a solid financial surplus of \$2.28M, with an EBITDA of \$5.74M (which equates to a healthy 16.73% of turnover) resulting in our net assets growing to \$48.10M. These results have been achieved after providing \$1.08M in financial support to the wider community through donations, sponsorships and our contribution to the sport of sailing. Over the year in review, we have repaid \$2.1M in debt and have set an ambitious debt retirement strategy whilst maintaining flexibility within our balance sheet for ongoing capital investment.

Beyond financial support, we provide a place for people to come together for a variety of reasons ranging from sharing a laugh to celebrating to simply catching up with friends or family. Our intent is to provide a comfortable, non-judgemental and affordable space that encourages gathering across a broad range of society and we do our part to reduce social isolation. We are conscious of the environment in which we exist and we have implemented a Climate Governance Policy as a framework for your Club to make conscious contributions towards sustainability, with our crew very engaged in this process. Please keep your eyes out for news about some of our strategies around the Club, through our social media channels or in our various publications.

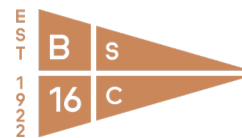
One of our strategies is to strive for our facilities to be presented in "as new" condition. Whilst the Centenary Project lifted the quality of the facilities across the Club, we have also recently reviewed the balance of our facilities. Our conclusion was that the Boat Shed is still in pretty good shape as it prepares to celebrate its 10th birthday, and despite a handful of operational tweaks, it remains a great location for watching sport while enjoying craft beer and delicious burgers. Would you believe that the Spinnaker Room welcomed its first artists to the stage in 1980 and whilst it is still a fantastic venue for live music or events, the builders are just about finished making some minor modifications to simplify patron movement.

The goal of our 220 strong crew is to work together to provide you with a memorable experience each time you visit your Club and I take this opportunity to congratulate each and every one of our crew for their contribution, dedication and the positive legacy that they leave. I also wish to acknowledge the stellar efforts of the management team who often do much of the heavy lifting without the accolades – thank you!

I would like to commend the Board of Directors, led by President David Berryman, for their guidance and support over the last 12 months. They have again worked in harmony to set the platform with solid policy making and fulfilled their role of key decision makers, always while considering the best interests of Members.

Ultimately our success can only be measured by the satisfaction of our Members and those who use our facilities. On this basis I would like to thank you for your support and your decision to spend your leisure time at Belmont 16s Sailing Club. Together with the balance of the crew I look forward to seeing you at the Club again soon.

Scott Williams
Chief Executive Officer



Commodore's Report

Season 2024/2025 was another successful year of sailing here at Belmont 16s Sailing Club, with the skiffs enjoying average weekly fleet sizes well into the low 30's. Saturday afternoon saw consistent numbers of Cherubs, and Lasers fleet all very encouraging signs.

The Lion Club Championship was tightly contested, with the title still up for grabs coming into the last of the seven events. The crew of Contender Sailcloth, consisting of Will Howard, Joel Castle and Rory Murtagh were successful this year, claiming victory by the narrowest of margins, congratulations on a tremendous season. Tom Stivano, Mick Brown and Lachlan Hornsby sailed Radlink Communications to victory in the Aristocrat Yearly Pointscore. This year's Pointscore was hotly contested with the team claiming victory in the final race. Wonderful recognition for what was a very consistent performance this season, congratulations!

On the representative stage Belmont crews performed strongly. Will Howard's crew sailing Contender Sailcloth were our highest ranked entrant finishing 6th overall. The State Titles were hosted by Port Hunter Sailing Club and Manly 16ft Skiff Sailing Club this season with Matt Meaney's crew sailing Swell Racing being our highest ranked entrant finishing 6th overall. On the Cherub representative stage, it was Belmont sailors who shone at Largs Bay, South Australia at the Cherub Australian Championships. Belmont excelled with two boats finishing in the top five. Belmont 16s junior sailor Marshall Day and crew Will Beck claimed victory finishing 1st overall in the Cherub Australian Championships & NSW State Championships.

At the club level, Cherub Club Champion this year was New Order – Andrew Stewart and Dave Stewart, while the Cherub Pointscore Winner was Harden Up – Christian Spencer and Noah Steenson. In the Lasers our Club Champion this year was Sanity – Jon Drummond and the Yearly Pointscore Champion was No Hassles – Wayne Thomas.

As always, I congratulate our various Start Crews, Rescue Boat Crews, Radio Officers, and numerous Volunteers. Without these individuals giving so freely of their time, week in and week out, our racing simply would not be possible. Thanks, must also go to our generous Sponsors, the Club, its Board of Directors, Management and Staff. We are all extremely fortunate to benefit from your support and assistance.

Finally, I would like to thank our Vice-Commodore Mat Waters, our Sailing Committee, Administration staff Nadine Steenson and Kris Fay. Their advice and support throughout the season has been greatly appreciated, contributing to another successful and enjoyable season.

James Griffiths
Commodore

Sailing Honours 2024-2025

CLASS	BOAT	SKIPPER	CREW	TITLE
PELICANS	Little Hooligan	Zachary Tait	Phoebe York	Club Championship
	Game On	Toby Shute	Darcy Picken	Yearly Point Score
O`PEN SKIFFS	Synergy	Hamish Skelton		Club Championship
	Epic	Rowan Towndrow		Yearly Point Score
FLYING 11S	Ondalay	Jadon Morris	Elliot Fisher	Club Championship
	Mojo	Nic Drummond	Spencer Beeby	Yearly Point Score
LASERS	Sanity	Jon Drummond		Full Rig Club Championship
	No Hassles	Wayne Thomas		Full Rig Yearly Point Score
CHERUBS	New Order	Andrew Stewart	Dave Stewart	Club Championship
	Harden Up	Christian Spencer	Noah Steenson	Yearly Point Score
16FT SKIFFS	Contender Sailcloth	Will Howard	Joel Castle Rory Murtagh	Club Championship
	Radlink Communications	Tom Stivano	Mick Brown Lachlan Hornsby	Yearly Point Score

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Financial Statements

For the Year Ended 31 March 2025

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

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Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Directors' Report 31 March 2025

The directors present their report on Belmont 16Ft Sailing Club Limited for the financial year ended 31 March 2025.

Directors

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

Names	Occupation	Years Service
D. Berryman	Lawyer	Club Director 1988 to date; President 2009 to date; Vice President 2005 to 2009; Commodore 1993 to 2005; Vice Commodore 1992.
J. Griffiths	Port Manager	Club Director 2009 to date; Commodore 2013 to date.
M. Waters	Builder	Club Director 2013 to date; Vice Commodore 2019 to date.
R. Howard	Lawyer	Club Director 2019 to date.
A. Gray	Retired	Club Director 1999 to date.
A. Benson	Retired	Club Director 2017 to date.
J. Pilgrim	Airconditioning Mechanic	Club Director 2021 to date.
J. Paterson	Retail	Club Director 2023 to date
A. Stone	Project Manager	Club Director 2013 to 2014 Club Director 2023 to date

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

Club Secretary

The Club Secretary is Mr Scott Williams. Mr Williams has been an employee of Belmont 16 Ft Sailing Club Limited since 11 April 2005 and was appointed to the position of Club Secretary at that date. Prior to this Mr Williams has held management positions in other large Registered Clubs in the Newcastle area.

Principal activities

The principal activity of Belmont 16Ft Sailing Club Limited during the financial year was the conduct of a Licensed Club.

No significant changes in the nature of the Club's activity occurred during the financial year.

Members' guarantee

Belmont 16Ft Sailing Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$2 (2024: \$2), subject to the provisions of the Club's constitution.

At 31 March 2025 the collective liability of members was \$ 89,052 (2024: \$81,802).

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Directors' Report

31 March 2025

Operating results

The surplus of the Club after providing for income tax amounted to \$2,277,455 (2024: \$1,397,767).

Review of operations

This year's results are the first full year trading post construction. The Club generated record revenues with the resulting variable operating expenses increasing accordingly.

Total revenues at \$32,509,374 increased by \$4,811,626 or 15% compared to the previous year.

Bar revenue increased by 30% and catering revenue increased by 28%.

Operating expenses at \$25,446,004 increased by \$2,807,592 or 12% compared to the previous year.

Bar expenses increased by 32%, catering expenses increased by 26% and gaming expenses increased by 11%

Meetings of directors

During the financial year, 37 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Board 11	House 11	Sailing 11	Remuneration 2	Audit & Risk 2
D. Berryman	9	9	-	2	2
J. Griffiths	11	-	10	2	-
M. Waters	11	10	11	2	-
R. Howard	10	-	10	2	2
A. Gray	11	11	-	-	2
A. Benson	11	9	-	-	2
J. Pilgrim	11	-	11	-	-
J. Paterson	11	11	8	-	1
A. Stone	11	-	10	-	-

Shaded areas show Directors who do not sit on the Sub-committee shown in the heading.

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Club during the year.

Events after the reporting date

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.

Environmental issues

The Club's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia. The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Directors' Report

31 March 2025

Short and long term objectives

The Club has established short and long term objectives as outlined in the Club's business plan which is reviewed on an annual basis. These objectives are both financial and non financial and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the Club industry. No information is included on the likely developments in the operations of the Club and the expected results of those operations.

Disclosure of Core and Non-Core Property

Pursuant to Section 41J(2) of the Registered Clubs Act 1976 and for the financial year ended 31 March 2025, the Directors have determined that the property of the Club shall be classified as follows:

Address	Current Usage	Classification
38A - 54 Ross St Belmont	Belmont Club, Car Park and Boat Sheds	Core
15-19 Ross St Belmont	Investment Property	Non-Core
21 Ross St Belmont	Investment Property	Non-Core
23 Ross St Belmont	Investment Property	Non-Core
25 Ross St Belmont	Investment Property	Non-Core
27 Ross St Belmont	Investment Property	Non-Core
29 Ross St Belmont	Investment Property	Non-Core
31 Ross St Belmont	Investment Property	Non-Core
33 Ross St Belmont	Investment Property	Non-Core
35 Ross St Belmont	Investment Property	Non-Core
37 Ross St Belmont	Investment Property	Non-Core
3 The Parade Belmont	Investment Property	Non-Core
90 Evans St Belmont	Investment Property	Non-Core
92 Evans St Belmont	Investment Property	Non-Core
94 Evans St Belmont	Investment Property	Non-Core

Mandatory Director Training

Under the Registered Clubs Amendment (Disclosures) Regulation 2019, the Club is required to disclose to its members certain information relating to mandatory training requirements undertaken by Directors. As the Club has annual gaming machine profits of greater than \$1 million, the Regulation prescribes that all Directors must complete their mandatory training within 12 months of appointment unless otherwise exempt. The Club has complied with the minimum requirements as outlined below:

Directors Training Completed

M. Waters
A. Benson
R. Howard
J. Pilgrim
J. Paterson
A. Stone

Exempt Directors

D Berryman
J. Griffiths
A. Gray

Belmont 16Ft Sailing Club Limited

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Directors' Report

31 March 2025

Indemnification and insurance of officers and auditors

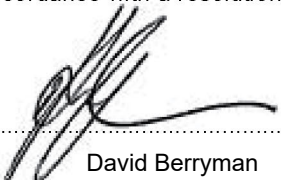
The Club has paid premiums to insure each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Club, other than conduct involving a wilful breach of duty in relation to the Club.

Under Clause 99 of the Club's Constitution the Club also indemnifies every officer, secretary and auditor of the Club out of assets of the Club against liability arising out of the execution of the duties of their office which is incurred by them in defending proceedings, whether civil or criminal in which judgement is given in their favour or which they are acquitted or in connection with any application under the Act in which relief is granted to them by the Court in respect of any negligence default of duty or breach of trust.

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 March 2025 has been received and can be found on page 11 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director: .....
David Berryman

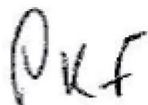
Director: .....
Mathew Waters

Dated: 27 May 2025

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Belmont 16Ft Sailing Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 March 2025, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



PKF

CLAYTON HICKEY
PARTNER27 MAY 2025
NEWCASTLE, NSW

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Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 31 March 2025

	Note	2025 \$	2024 \$
Sale of goods	4	14,707,854	11,170,361
Cost of sales		(4,983,221)	(3,840,631)
Gross profit		9,724,633	7,329,730
Fair value adjustments	4	110,000	175,000
Other revenue from contracts with customers	4	17,349,401	16,032,678
Other revenue from ordinary activities	4	342,119	319,709
Finance income		197,306	179,062
Borrowing cost expenses	5	(761,892)	(633,751)
Bar trading expenses		(2,170,116)	(1,826,000)
Gaming machine trading expenses		(1,715,836)	(1,657,413)
Gaming machine duty		(3,811,833)	(3,442,941)
Gaming commission expenses		(28,112)	(39,784)
Catering trading expenses		(4,590,723)	(3,850,545)
Occupancy expenses		(1,936,855)	(1,668,821)
Raffle and bingo expenses		(455,917)	(540,708)
Club promotion and entertainment expenses		(1,103,085)	(1,153,146)
Depreciation and amortisation expense		(3,254,999)	(2,315,616)
Administrative expenses		(5,049,892)	(4,989,416)
Sailing expenses		(786,156)	(808,899)
Profit on disposal of fixed assets		219,412	288,628
Surplus before income tax		2,277,455	1,397,767
Income tax expense	2(a)	-	-
Surplus for the year		2,277,455	1,397,767
Other comprehensive income for the year		-	-
Total comprehensive income for the year		2,277,455	1,397,767

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Statement of Financial Position

As At 31 March 2025

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	5,837,298	4,956,675
Trade and other receivables		245,709	267,380
Inventories		410,278	356,170
Other assets	7	944,697	774,863
TOTAL CURRENT ASSETS		7,437,982	6,355,088
NON-CURRENT ASSETS			
Investment		111,173	-
Property, plant and equipment	9	44,838,331	45,851,714
Investment properties	8	10,505,000	10,395,000
Right-of-use assets	10	1,290,841	1,268,483
TOTAL NON-CURRENT ASSETS		56,745,345	57,515,197
TOTAL ASSETS		64,183,327	63,870,285
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	3,058,051	2,959,830
Other liabilities		257,050	273,244
Borrowings	12	7,130,559	122,051
Employee benefits	13	1,238,489	1,188,959
Short-term provisions		54,376	50,062
Lease liabilities	10	9,857	9,109
TOTAL CURRENT LIABILITIES		11,748,382	4,603,255
NON-CURRENT LIABILITIES			
Borrowings	12	2,840,284	11,976,658
Lease liabilities	10	1,346,623	1,306,739
Employee benefits		152,073	165,123
TOTAL NON-CURRENT LIABILITIES		4,338,980	13,448,520
TOTAL LIABILITIES		16,087,362	18,051,775
NET ASSETS		48,095,965	45,818,510
EQUITY			
Retained earnings		48,095,965	45,818,510
TOTAL EQUITY		48,095,965	45,818,510

The accompanying notes form part of these financial statements.

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Statement of Changes in Equity For the Year Ended 31 March 2025

	Retained Earnings \$	Total \$
Opening balance at 1 April 2024	45,818,510	45,818,510
Surplus attributable to members	2,277,455	2,277,455
Balance at 31 March 2025	48,095,965	48,095,965
Opening balance at 1 April 2023	44,420,743	44,420,743
Surplus attributable to members	1,397,767	1,397,767
Balance at 31 March 2024	45,818,510	45,818,510

The accompanying notes form part of these financial statements.

Belmont 16Ft Sailing Club Limited

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Statement of Cash Flows For the Year Ended 31 March 2025

	2025	2024
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	36,204,892	30,251,579
Interest received	197,306	179,062
Payments to suppliers and employees	(30,571,462)	(25,263,646)
Interest paid	(761,892)	(570,771)
Net cash provided by operating activities	<u>5,068,844</u>	<u>4,596,224</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of property, plant and equipment	288,165	345,639
Purchase of property, plant and equipment	(2,282,724)	(14,487,017)
Net cash used in investing activities	<u>(1,994,559)</u>	<u>(14,141,378)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	-	9,000,000
Repayment of borrowings	(2,127,866)	(113,719)
Repayment of leases	(65,796)	(71,585)
Net cash (used in)/ provided by financing activities	<u>(2,193,662)</u>	<u>8,814,696</u>
Net increase/ (decrease) in cash and cash equivalents held	880,623	(730,458)
Cash and cash equivalents at beginning of year	<u>4,956,675</u>	<u>5,687,133</u>
Cash and cash equivalents at end of financial year	6 <u><u>5,837,298</u></u>	<u><u>4,956,675</u></u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 March 2025

The financial report covers Belmont 16Ft Sailing Club Limited as an individual entity. Belmont 16Ft Sailing Club Limited is a not-for-profit Club limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Belmont 16Ft Sailing Club Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 27 May 2025.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001*.

The financial statements have been prepared on an accruals 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.

2 Material Accounting Policy Information

Material accounting policy information relating to the preparation of these financial statements are presented below, and are consistent with prior reporting periods unless otherwise stated.

(a) Income tax

The club has claimed an income tax exemption as a sporting club in accordance with section 50-45 of the *Income Tax Assessment Act 1997*. Accordingly no provision for income tax has been recognised in the financial statements.

(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.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Club commencing from the time the asset is held ready for use. Land is not depreciated.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Buildings	2% - 20%
Plant and Equipment	9% - 50%

(c) Impairment of non-financial assets

At the end of each reporting period, the Club assesses whether there is any indication that an asset may be impaired. 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 value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

Notes to the Financial Statements

For the Year Ended 31 March 2025

2 Material Accounting Policy Information (cont'd)

(d) Employee benefits

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at their present value.

(e) 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 six months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(f) Financial instruments

Financial instruments are recognised initially on the date that the Club becomes party to the contractual provisions of the instrument.

Financial assets

Amortised cost

The Club's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

Net gains or losses, including any interest or dividend income are recognised in profit or loss.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Club has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Notes to the Financial Statements

For the Year Ended 31 March 2025

2 Material Accounting Policy Information (cont'd)

(f) Financial instruments (cont'd)

Financial liabilities

The Club measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Club comprise trade payables, bank and other loans and lease liabilities.

(g) Gaming Machine Rebate

The Club received a rebate to compensate the loss of gaming machine income due to the introduction of GST. The period which the rebate relates to is from 1 April 2024 to 31 March 2025 for the current financial year. During the previous year income has been recorded in the accounts for the 10 months to 31 March 2024 with the remainder being recorded as a liability. The current liability represents income which will be taken up in the succeeding financial year.

(h) Investment property

Investment properties, comprising rental properties, are held to generate long term rental yields. All tenant leases are on an arm's length basis. Investment property is carried at fair value. Changes to value are to be recorded in the statement of profit or loss and other comprehensive income as other income.

(i) Revenue and other income

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Club expects to receive in exchange for those goods or services.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Club have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Club are:

Revenue from contracts with customers

Revenue from the sale of goods is recognised at the point of delivery.

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

Notes to the Financial Statements

For the Year Ended 31 March 2025

2 Material Accounting Policy Information (cont'd)

(i) Revenue and other income (cont'd)

Specific revenue streams (cont'd)

Gaming machine revenue is recognised at the point of sale and represents the difference between the amounts earned through gaming wagers less the payouts from those wagers. Liabilities are recognised for anticipated payouts for progressive jackpots.

Revenue from membership subscriptions and sailing fees are recognised on a straight-line basis over the membership term.

Interest revenue

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).

Other income

Other income is recognised on an accruals basis when the Club is entitled to it.

(j) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). 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 payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(k) Leases

At inception of a contract, the Club 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 Club where the Club is 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 operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of 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 Club uses the incremental borrowing rate.

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

Notes to the Financial Statements

For the Year Ended 31 March 2025

2 Material Accounting Policy Information (cont'd)

(l) Provisions

Provisions are recognised when the Club 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 present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of profit or loss and other comprehensive income.

(m) Going concern

As at 31 March 2025, the Club has a net current liability position of \$4,310,400. Included within current liability is the construction loan of \$7,000,000, which has been classified as current due to its maturity date of November 2025. The Club has a long standing relationship with its financier, and is actively negotiating to refinance the facility. Based on these conversations, the directors are confident that the facility will be re-financed with continued support from the bank. Therefore, the financial statements have been prepared on a going concern basis.

(n) New accounting standards and interpretations adopted in the current period

The Club has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

These standards and Interpretations did not have any material impact on these financial statements.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - impairment of property, plant and equipment

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

Key judgements - private tax ruling

The Club was granted a private ruling determining the Club to be income tax exemption under the income tax act section 50-45 of the *Income Tax Assessment Act 1997* as a club established for the encouragement of a game or sport. The exemption will be self assessed at the end of each financial year.

Notes to the Financial Statements

For the Year Ended 31 March 2025

4 Revenue and Other Income

	2025	2024
	\$	\$
- Revenue from contracts with customers	32,057,255	27,203,039
- Other revenue from ordinary activities	342,119	319,709
- Fair value adjustments	110,000	175,000
	32,509,374	27,697,748

Disaggregation of revenue from contracts with customers

Revenue from contracts with customers has been disaggregate and the following table shows this breakdown:

Timing of revenue recognition

- At a point in time	31,876,434	27,051,978
- Over time	180,821	151,061
	32,057,255	27,203,039

5 Finance Expenses

Interest expense	761,892	633,751
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6 Cash and Cash Equivalents

Cash at bank and in hand	956,548	1,299,656
Short-term bank deposits	4,880,750	3,657,019
	5,837,298	4,956,675

7 Other Assets

CURRENT		
Prepayments	944,697	774,863

8 Investment Property

Balance at beginning of year	10,395,000	10,220,000
Fair value adjustment	110,000	175,000
Balance at end of year	10,505,000	10,395,000

Investment properties are stated at fair value, which has been determined based on valuations performed by Altitude Belmont as at 31 March 2025 and 31 March 2024 for the current and prior year respectively.

Notes to the Financial Statements

For the Year Ended 31 March 2025

9 Property, Plant and Equipment

	2025 \$	2024 \$
Land and buildings		
At cost	47,830,766	47,591,752
Accumulated depreciation	(11,250,211)	(10,018,869)
Total land and buildings	36,580,555	37,572,883
Plant and equipment		
At cost	17,868,832	17,587,671
Accumulated depreciation	(9,611,056)	(9,308,840)
Total plant and equipment	8,257,776	8,278,831
Total property, plant and equipment	44,838,331	45,851,714

(a) Movements in carrying amounts

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

	Land and Buildings \$	Plant and Equipment \$	Total \$
Year ended 31 March 2025			
Balance at the beginning of year	37,572,883	8,278,831	45,851,714
Additions	239,014	2,043,710	2,282,724
Disposals	-	(68,753)	(68,753)
Depreciation expense	(1,231,342)	(1,996,012)	(3,227,354)
Balance at the end of the year	36,580,555	8,257,776	44,838,331

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

Notes to the Financial Statements For the Year Ended 31 March 2025

10 Leases

Club as a lessee

The Club is a lessee of Crown Lands comprised of Lot 2028 in Deposited Plan 823177 also known as Belmont 16s, The Parade, Belmont, NSW, 2280.

Right-of-use assets

Year ended 31 March 2025

Balance at beginning of year	Land \$ 1,268,483
Depreciation charge	(27,645)
Remeasurement of lease liability	50,003
Balance at end of year	1,290,841

Lease liabilities

	2025 \$	2024 \$
Non-current Lease liabilities	1,346,623	1,306,739
Current Lease liabilities	9,857	9,109
	1,356,480	1,315,848

11 Trade and Other Payables

CURRENT

Trade payables	1,529,438	1,584,532
Deposits	158,916	237,063
Sundry payables and accrued expenses	881,908	779,311
GST payable	156,380	47,205
Gaming machine duty tax	331,409	311,719
	3,058,051	2,959,830

12 Borrowings

CURRENT

Secured liabilities:

Loans	7,130,559	122,051
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NON-CURRENT

Secured liabilities:

Loans	2,840,284	11,976,658
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Notes to the Financial Statements**For the Year Ended 31 March 2025****12 Borrowings (cont'd)****Summary of borrowings**

The Club has entered into various loan agreements to finance projects outside of normal operations. These borrowings are classified as either current or non-current liabilities based on their repayment terms and maturity dates. The following details provide an overview of the Club's borrowing facilities:

Residential Loan (\$918,237)

Details: Principal and interest (variable rate)

Expiry Date: April 2033

Residential Loan (\$298,791)

Details: Principal and interest (variable rate)

Expiry Date: November 2035

Residential Loan (\$1,753,815)

Details: Principal and interest

Expiry Date: January 2045

Construction Loan (\$7,000,000)

Details: Interest only (variable interest)

Expiry Date: November 2025 (negotiations underway with financier to refinance this facility into principal and interest)

Defaults and breaches

During the current and prior year, there were no defaults or breaches on any of the loans.

(a) Security

The bank overdraft, loans and commercial bills are secured by:

(i) Registered first mortgage over freehold properties owned by the Club;

- 15-19, 21, 23, 25, 27, 29, 31, 33, 35, 37 Ross Street Belmont NSW 2280
- 90, 92, 94 Evans Street Belmont NSW 2280

(ii) Registered equitable mortgage over assets;

- All the Club's assets including liquor and gaming machine licences
- Property 36, 38-44, 46-54 Ross Street, Belmont NSW 2280

13 Employee Benefits

	2025	2024
	\$	\$
CURRENT		
Long service leave	592,910	593,756
Annual leave	645,579	595,203
	<u>1,238,489</u>	<u>1,188,959</u>

Notes to the Financial Statements

For the Year Ended 31 March 2025

14 Contingencies

Belmont 16 Ft Sailing Club Limited has bank guarantees totaling \$39,500 substituting for security deposits with Department of Lands, Tabcorp Holdings Pty Limited and the State of New South Wales.

15 Related Parties

(a) Transactions with related parties

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

The following transactions occurred with related parties:

Certain Directors and Directors' related persons participate in the Club sailing activities and receive prizes under the same terms and conditions attached to sailing events as other sailing members.

16 Capital Commitments

	2025	2024
	\$	\$
Capital expenditure commitments contracted for:		
Centenary project	-	159,006

17 Financial Risk Management

Financial assets

Held at amortised cost

Cash and cash equivalents

Trade and other receivables

5,837,298 4,956,675

245,709 267,380

Total financial assets

6,083,007 5,224,055

Financial liabilities

Held at amortised cost

Trade and other payables

Borrowings

3,058,051 2,959,830

9,970,843 12,098,709

Total financial liabilities

13,028,894 15,058,539

18 Members' Guarantee

The Club is incorporated under the *Corporations Act 2001* and is a Club limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the Club. At 31 March 2025 the number of members was 44,526 (2024: 40,901).

19 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Club is \$ 685,574 (2024: \$ 639,326).

Notes to the Financial Statements

For the Year Ended 31 March 2025

20 Auditors' Remuneration

	2025	2024
	\$	\$
Remuneration of the auditor PKF, for:		
- auditing or reviewing the financial statements	27,700	26,350
- other services	1,800	1,750
	29,500	28,100

21 Events After the End of the Reporting Period

The financial report was authorised for issue on 27 May 2025 by the directors.

On 27 May 2025, the Club signed an agreement with the financier to repay \$1 million of the construction loan and refinance the remaining facility over a period of 5 years, with principal and interest payments.

No other 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.

22 Statutory Information

The registered office and principal place of business of the Club is:

Belmont 16Ft Sailing Club Limited
CNR Ross Street
The Parade
Belmont NSW 2280

Belmont 16Ft Sailing Club Limited

ABN: 50 001 020 471

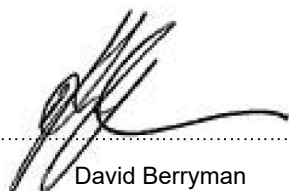
Directors' Declaration

The directors of the Club declare that:

1. The financial statements and notes, as set out on pages 12 to 26, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Simplified Disclosure Standard; and
 - b. give a true and fair view of the financial position as at 31 March 2025 and of the performance for the year ended on that date of the Club.
2. In the directors' 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 of the Board of Directors.

Director



David Berryman

Director



Mathew Waters

Dated: 27 May 2025

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BELMONT 16FT SAILING CLUB

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Belmont 16FT Sailing Club (the Club), which comprises the statement of financial position as at 31 March 2025, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the directors' declaration.

In our opinion, the accompanying financial report of Belmont 16FT Sailing Club, is in accordance with the Corporations Act 2001, including:

- (a) Giving a true and fair view of the Club's financial position as at 31 March 2025, and of its financial performance for the year then ended; and
- (b) Complying with the Australian Accounting Standards – Simplified Disclosure Requirements and Corporations Regulations 2001.

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

Independence

We are independent of the Club in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Club, would be in the same terms if given to the directors as at the time of this auditor's report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Club's annual report for the year ended 31 March 2025 but does not include the financial report and our auditor's report thereon.

Other Information (cont'd)

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 Club are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosure Requirements and the Corporations Act 2001, 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 Club'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 Club or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 the financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.

Auditor's Responsibilities for the Audit of the Financial Report (cont'd)

- 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 Club'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 Club 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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, action taken to eliminate threats or safeguards applied.



PKF



CLAYTON HICKEY
PARTNER

27 MAY 2025
NEWCASTLE, NSW