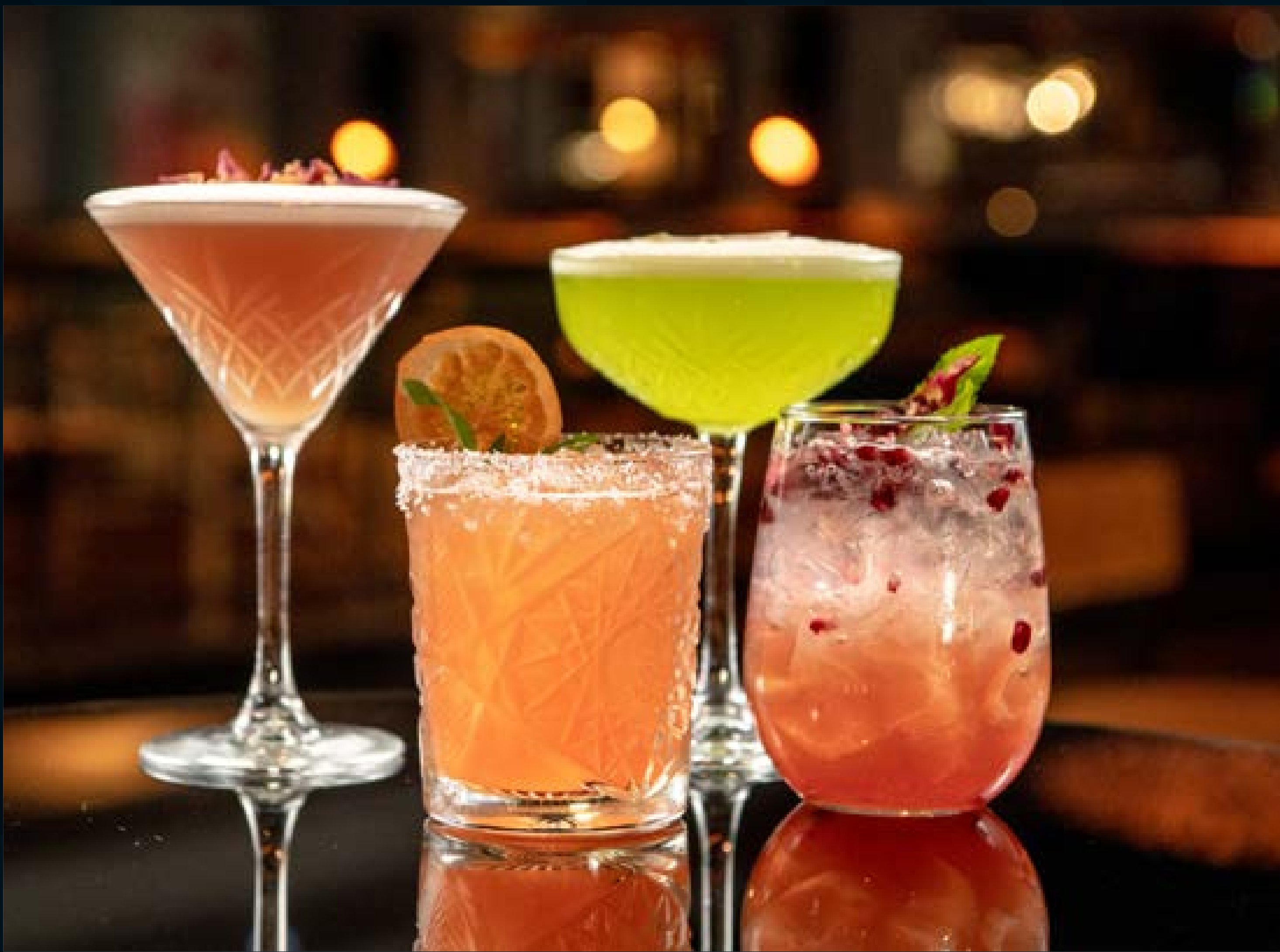
COLLEGIANS



ANNUAL REPORT 2023

2023 ANNUAL REPORT & FINANCIAL STATEMENT

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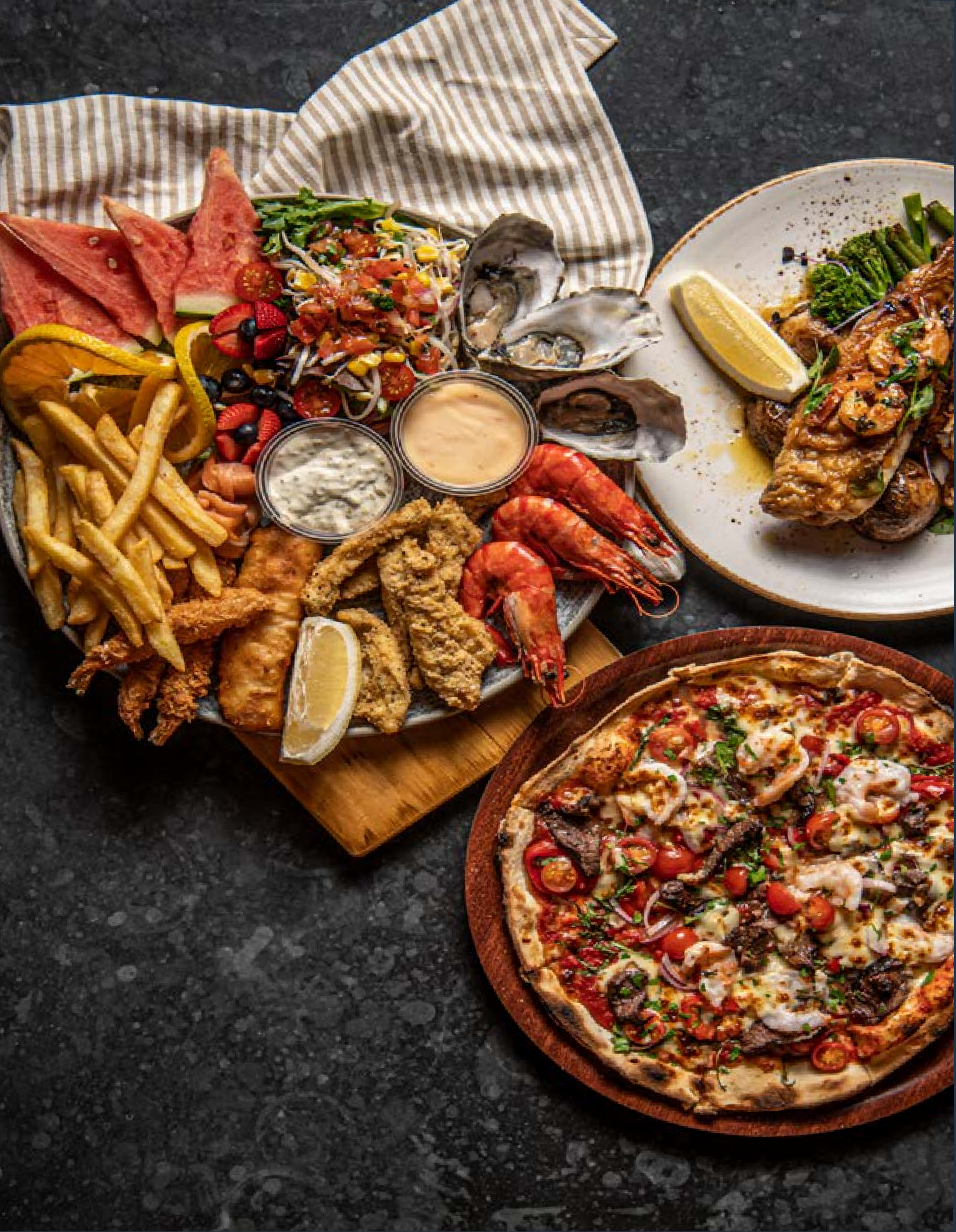


CONTENTS

NOTICE TO MEMBERS

ANNUAL GENERAL MEETING
TO BE HELD MONDAY 30 OCTOBER 2023 AT 6:30PM

The Annual General Meeting of the Company is to be held on Monday 30th October 2023 at 6.30pm at 3a Charlotte Street Wollongong.

AGENDA
The business of the Annual General Meeting will be as follows:

1. To adopt and confirm the minutes of the previous Annual General Meeting.
2. To receive the President's Report to members.
3. To receive and consider the Annual Balance Sheet and Financial Statements.
4. To confirm the election of Directors.
5. To deal with any other business which shall be deemed to be special business PROVIDED ALWAYS that nothing shall prevent a member entitled to vote at a General Meeting from asking any questions or raising any matter affecting the business of the club and the Chairman inviting some discussions of it but no decision shall be taken in relation to such question or discussion.

ORDINARY RESOLUTION 1.
To consider and if thought fit pass as an ordinary resolution* the following;

That Pursuant to Section 10(6) an honorarium be paid by the Club to the Chairman of the Board during the twelve (12) months preceding the 2024 Annual General Meeting in an amount of $8,000.00 for that period.

ORDINARY RESOLUTION 2.
To consider and if thought fit pass as an ordinary resolution* the following;

That Pursuant to Section 10(6) an honorarium be paid by the Club to each Director of the Board (excluding the Chairperson) during the twelve (12) months preceding the 2024 Annual General Meeting in an amount of $3,000.00 for that period.

ORDINARY RESOLUTION 3.
To consider and if thought fit pass as an ordinary resolution* the following;

That pursuant to section 10(6)(A) the Club is hereby authorised to provide the opportunity and benefits referred to below, to any one or more of its Directors, as the Board shall from time to time determine:-

i. The training in all aspects of the role of Directors of public corporations and the operation of the Club industry, at the cost of the Club.

ii. To participate in the affairs of representative bodies or bodies of New South Wales Registered Clubs, at the cost of the Club.

iii. To attend seminars, workshops, conferences, trade displays and other information gatherings and inspections relating to the activities, both present and future, of the Club at the cost of the Club.

iv. Meals, related refreshments and reasonable expenses incurred in Wollongong and/or elsewhere in the performance of their duties as Directors and/or the promotion of the goodwill and interests of the Club, at the cost of the Club.

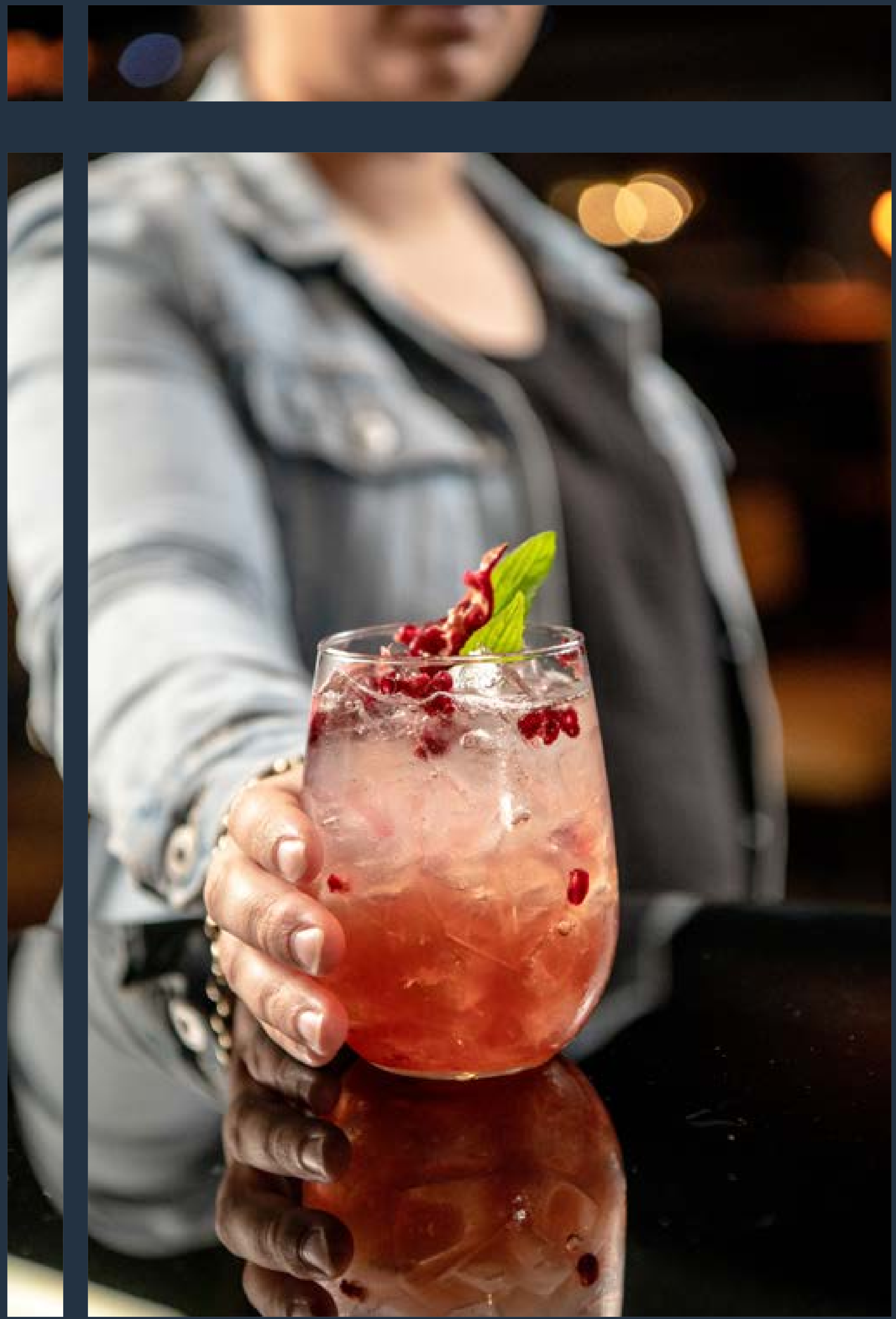
v. Arising out of the activities referred in paragraph i. ii. and iv. hereof, the Club is authorised, in appropriate circumstances, to meet whatever costs are incurred by a Director, being accompanied by his/ her partner.

vi. The supply of representative clothing for the use of Directors when acting in the interests of the Club.

MICHAEL WILKINS

CHIEF EXECUTIVE OFFICER

* Ordinary Resolutions requires the support of 50% of the members present and entitled to vote.



PRESIDENTS' REPORT

Reflecting on the year just completed in June 2023 - finally an uninterrupted year of being open, fully staffed and operational. Rugby league competitions in full swing and all of us back leading normal lives albeit with inflation and cost of living expenses the current focus for many.

Our clubs as a group delivered a solid financial performance returning a profit $1,366,849 as compared to the $486,362 of 2021/22 and generating in excess of $6,100,000 in net cash, nearly double that of 2021/22. In particular our Illawarra Leagues premises, although improved from the 2021/22 loss of ($735,238) only improved to a loss of ($497,963) still largely trailing behind the pre COVID trading levels. The Port Kembla premises continued to perform poorly delivering a loss for 2022/23 of ($742,535) which as you would all be aware led to its closure in May 2023. We had many hopes that Port would be an ongoing part of Collegians offering but the mounting losses could not be sustained and hence the difficult decision was made to close the premises.

The projects heralded in my 2022 report continue to bubble along. Scott Carver Architects have been engaged to deliver a master plan for the Charlotte Street site to deliver an effective and exciting way forward to utilise our land holding in excess of 23,000m2. As mentioned last year, these plans include club development, and a myriad of possibilities such as a boutique hotel, multi-level parking, residential, commercial and possibly child care facilities on the site. It is interesting to note that between Smith Street and Gipps Road to the north some 1,500 units are in the pipeline to be built in the next few years.

The Illawarra Leagues development continues to evolve with the developer having engaged Architectus to complete their designs for submission to Wollongong Council and early concepts of the club space have been delivered facing both Church and Burelli Streets.

Collegians has completed another successful season in Rugby League with our first grade side making the Grand Final, going down to Thirroul. Reserve grade made it through to the final, and our under 18's were triumphant in winning the Grand Final. We congratulate our players and coaching staff consisting of Peter Hooper, Andrew Bray and in a successful debut as 18's coach Justin Devlin. The Board acknowledges your efforts and professionalism you all bring to our great club.

Our juniors continue to thrive with some 470 players in boys tackle, girls tag and for the first time girls tackle football. An immense amount of work and support has to be undertaken by our junior committee headed by David Riolo and our Secretary Brian O'Rourke and the many coaches, managers, trainers and back up volunteers that make junior football happen. The Board appreciates your unwavering support and recognises and applauds your efforts.

Collegians continues to support many causes and sports in our community including the highly successful Illawarra Stingrays, Wollongong United Football Club, Balgownie Senior and Junior Football clubs, Illawarra Netball, Cardinals Baseball and Corrimal Swimming Club.

Our ClubGrants for 2022/23 included –

Need a Feed Australia
- Need a Coffee Van and Community Connection Lunch

Bellambi Neighbourhood Centre
– School breakfast program,

Smith Family
- Bellambi Learning Club,

SCARF incorporated
- Refugee and migrant children education

Lifeline South Coast
– suicide prevention and crisis support

Illawarra Drug awareness Group (Life Education),

Clontarf Foundation
– Kanahooka Academy

The Shepherd Centre – for deaf children

Green Connect Farm – a new recipient for Collegians in Warrawong (doing great work)

And our largest beneficiary being Wesley Community Centre whom we supply 8,320 meals a year to the value of $51,000 for their community support ventures.

The Board wishes to recognise and thank our senior management team of CEO Michael Wilkins, Brad Linsell, Nerida Stevens, Stephanie Coleman, Natalie Kelly, Allan Rigby and Andy Anderson for their ongoing professionalism in the running of our club. We are fortunate also to have a professional and vibrant group of staff that make it happen every day. The Board thank you sincerely for your efforts in looking after our customers 364 days a year.

Your Board of Directors in 2022/23 have, as they always have, worked with the best interests of the members, fostering rugby league, supporting community endeavours and seeking the best way forward for the long term future of your club. The Board operates in an ongoing sphere of change, changing views of government, being a media punching bag, and always caught in a state of ever evolving change to deal with. As your Chairman I'm fortunate to have such a balanced and focused Board to manage the many and varied aspects of running a club. I wholeheartedly thank our Directors for their ongoing dedication and commitment to your club and its successes.

We continue to live in interesting and challenging times, and I'm sure this will not change any time soon. We look forward with optimism as to what 2024 brings Collegians

BRUCE PRIOR
DIRECTOR

JUNIOR RUGBY LEAGUE

2023 was a historic season for Collegians JRLFC with female tackle players representing the Club in stand-alone girls' teams for the first time in the history of the Club. We fielded teams in the 14s,16s, and 18s girls tackle competition, the 14GT making the semis and the 18GT defeated in the Grand Final. U18 registration numbers almost hit 500 with 490 registered, 180 of them female, continuing to be a hugely successful growth area for our Club. In total as a club from under 6 to 16s, we had 33 teams competing in Rugby League in the Illawarra Junior and Merged Competitions. This included seven girls Blues Tag teams across six age groups, (Under 9, 10, 11, 13, 14 & 16). With multiple teams in the under 6 to under 10 year age groups.

We again, had a team in the Open Ladies League Tag Competition (administered by our Junior Club). They had a successful year winning the Minor Premiership undefeated and maintaining that to win the Premiership. This is the second year in a row they have been undefeated Premiers. The team stacked with Collies Juniors.

Collies had many teams progress to semi-finals, however most fell short at the final hurdles. Our 12.1 eliminated in the final and 15.1 narrowly beaten in the semis. Our 13 girls Blues Tag made the final whilst the 11s and 16.1 girls Blues Tag won the Premiership, the 16s going through undefeated.

We had a host of juniors in various representative teams this year. With Tom Kirk in the Steelers Harold Matts team and Sienna Yeo in the Tarsha Gale. Jorja Correia-Kauter, Maria Paseka, Emma Walsh, Bronte Wilson and Rhian Yeo all selected in Steelers Lisa Fiola Squad. Rhian and Tom both representing NSWCCC U18 girls and boys respectively. Ben Askew and Noah Skippen played for the South Coast dragons in the Andrew Johns Cup whilst Cooper Morrison and Mitchell Sleigh got picked for NSW CCC u15s. Callum Cooney selected an age young in the 15s NSWCCC Country team. Further to this a host of juniors selected in 13, 14, 15 and 16 Illawarra development squads.

A big thank you, as always to all the committee members, coaching staff and volunteers that attend our meetings during the season and for their input and assistance to make sure the season ran as smoothly as possible. A huge thank you to all coaches, managers, water runners, trainers, canteen staff and the various other volunteers your effort is greatly appreciated by the players and the Club. Special mention to Jeff Whalley, Matt Byrne, Jeff Murphy, Garry Lavender, Dave Ingham, Dave Methven,Andrew Moore, Dave Evans, Deb and Shane Wilson, Trent Yeo, Brayden Boyd and Glen Boyd, amongst others for your continued effort for our Club. A big thanks also goes to our groundsman Luke Renehan.

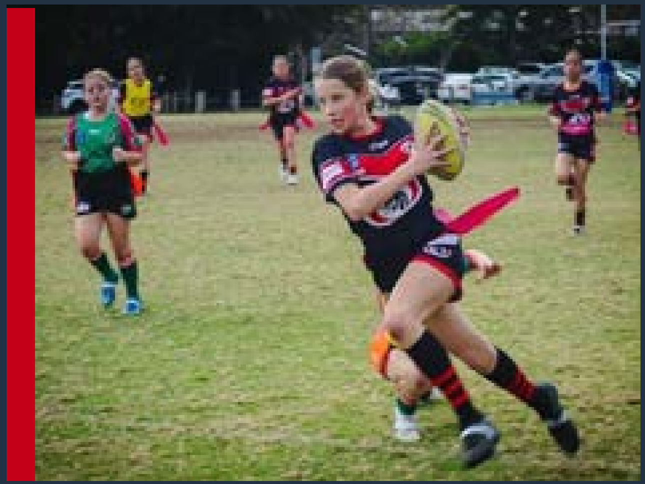
A huge thankyou to Brian O'Rourke and Wanda Methven for everything that you do to ensure we are a well-run and efficient Club. Not easy with so many teams and people to manage!

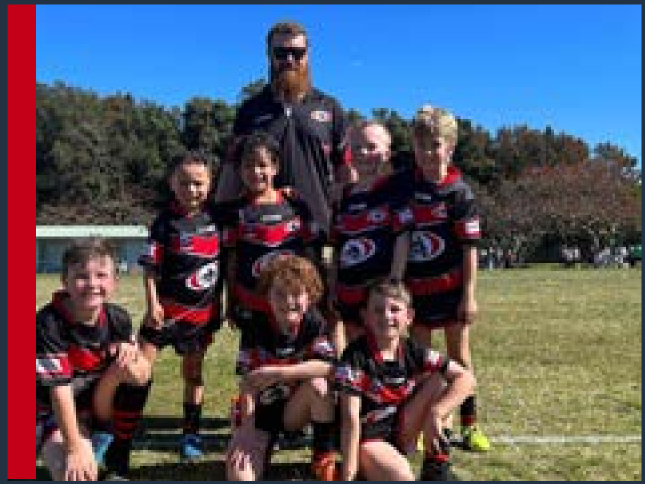
On behalf of all of the Collegians JRLFC Player, Coaches, Parents, Staff and Volunteers, I would like to again thank CEO Michael Wilkins and Club President Bruce Prior and his Board of Directors for their ongoing support to the Collegians Juniors. Again to Bruce Prior (Collegians RLFC Senior President) and Secretary Craig Worthington, congratulations to the seniors on a great season and thanks for your ongoing support.

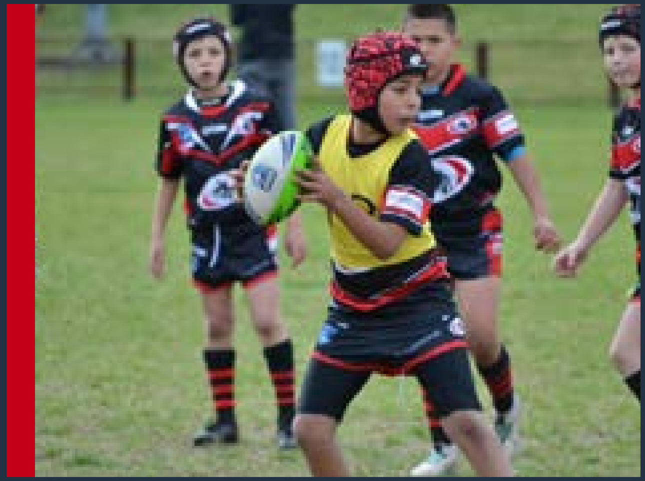
Our AGM will be held on Wednesday, 15th November 2023 @ 7.00pm at Collegians Figtree, 147 The Avenue, Figtree. All are encouraged and welcome to attend to contribute to our great club into 2024.

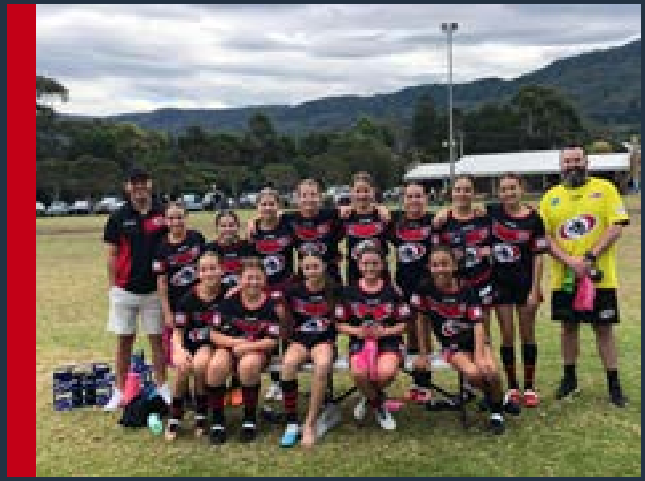
DAVID RIOLO

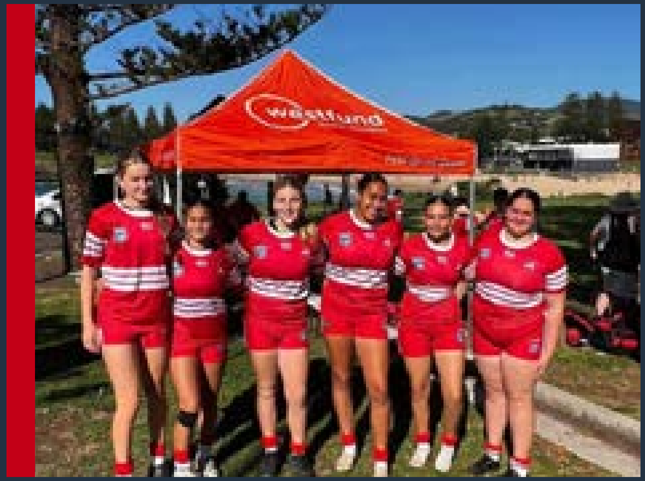
JUNIOR LEAGUE CHAIRMAN

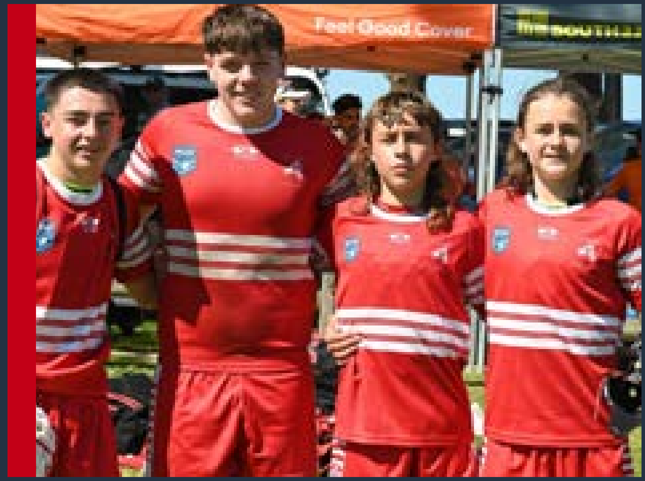


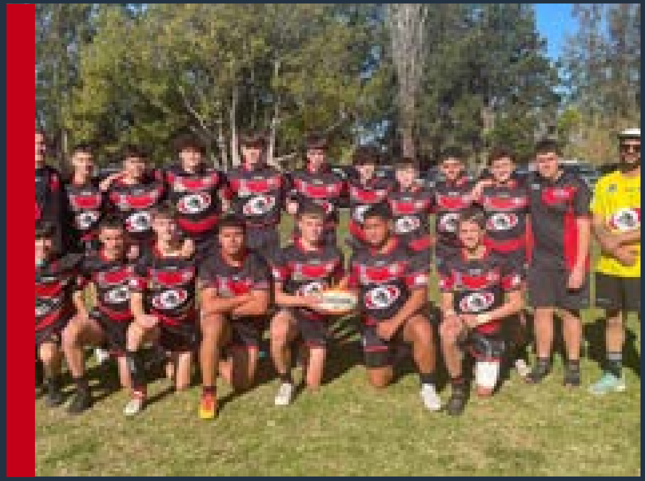


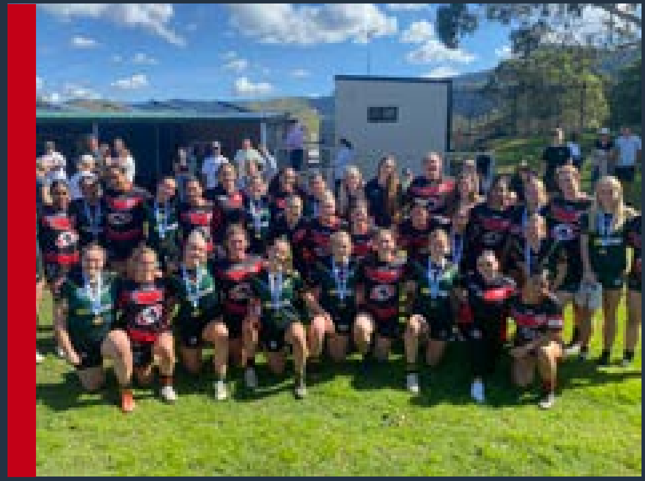












SENIOR RUGBY LEAGUE

The 2023 season started by looking for a replacement coach for our three-time premiership winning coach Nathan Fien, who had accepted a position as assistance coach with newcomers to the NRL, the Dolphins. Little did we know, a ready-made replacement had been in our system for over 5 years, Peter Hooper.

Peter has done an outstanding job not only as first grade coach, but most importantly as a club coach. The comradery generated by Pete within the club has been nothing but commendable, as the end of season results show. 1st Grade was defeated in the grand final 24/18 by Thirroul in what was arguably one of the best grand finals for many years.

Reserve grade, coached by Andrew Bray, had a hot & cold year, not helped by the various injuries. They bowed out in the final against Corrimal, going down 13/12.

Finally, our might under 18's side, what a year its been for the boys and coach Justin Devlin. The boys defeated Thirroul in the grand final 32/18. Full credit to these boys, and Justin for the way they conducted themselves both on and off the field. A mention also to some of our under 16 players who filled in throughout the year.

It is with great pleasure that I announce that our 3 coaches have been re-appointed for the 2024 season

At the Illawarra District Rugby League presentation our fullback, Callum Gromek was named IDRL Player of the year, also picking up best back award in the Presidents' Cup competition.

Sam McCann picked up the Highest try scorer in the 1st Grade competition while Eden Hodges won the U18 Player of the Year award and U18 Highest points scorer award.

The above results are not possible without the input of our off-field staff and volunteers, on behalf of myself and the players we thank you for your support.

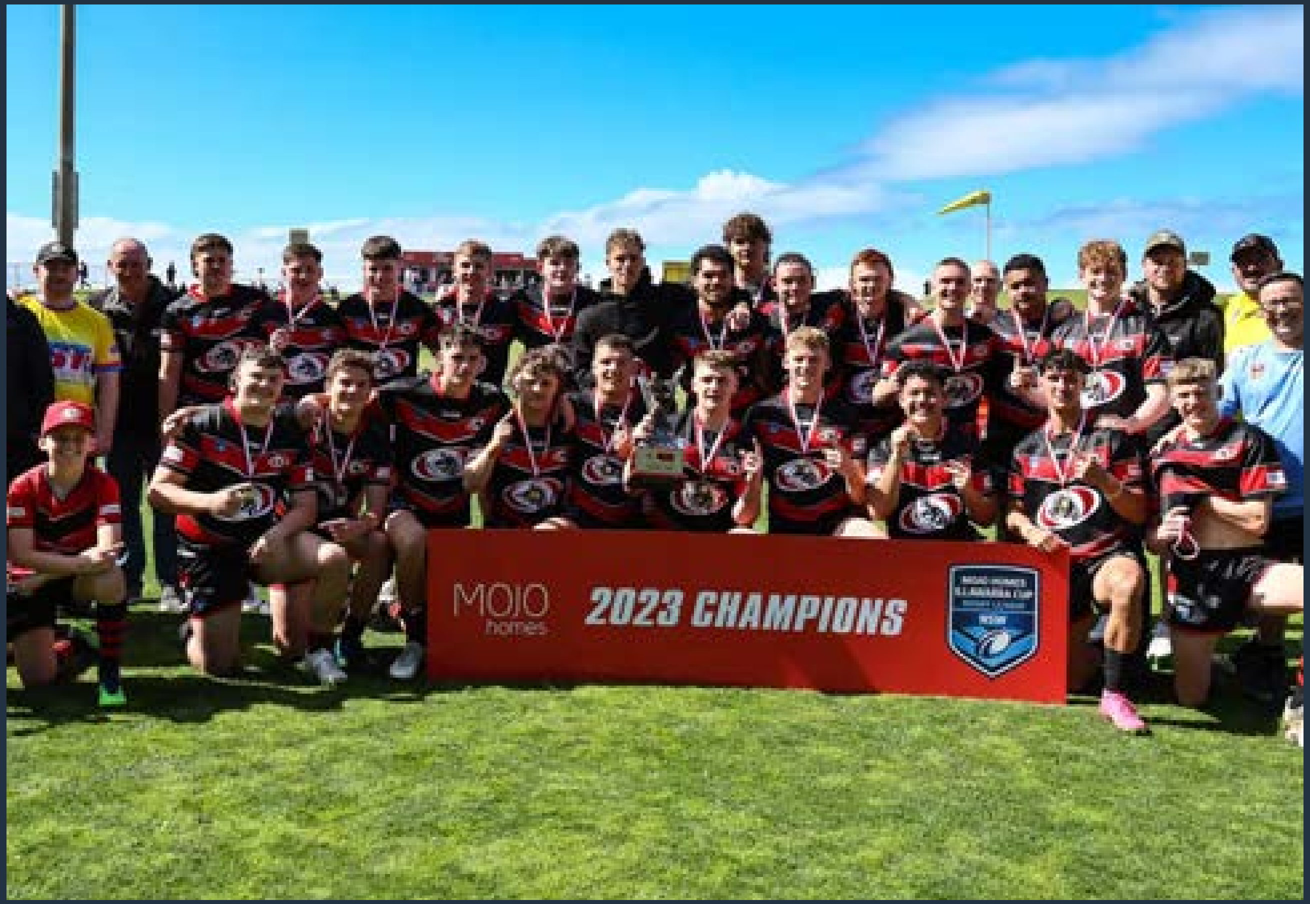
Our senior management team certainly make our jobs so much easier. Thanks to Brad Linsell, Nerida Stevens, Stephanie Coleman, Natalie Kelly, Allan Rigby & Andy Anderson. Thanks also goes to our greenskeeper Luke Rehehan for the way the ground is presented each week.

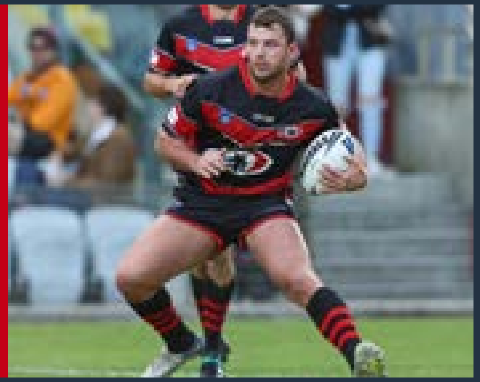
To our CEO Michael Wilkins, your support behind the scenes in helping drive the success of rugby league at both junior & senior levels is applaudable & we thank you for your ongoing support.

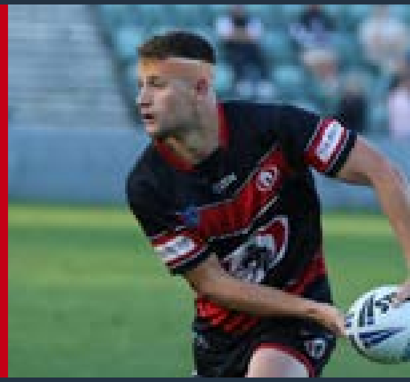
Finally, our secretary and great mate Craig Worthington, thank you for your tireless work to make our great club a success.

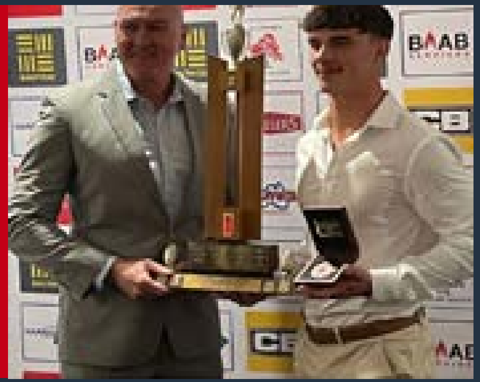
In closing, from the Collegians players, myself and the coaching team thanks goes to all our loyal supporters. We look forward to seeing you in 2024.

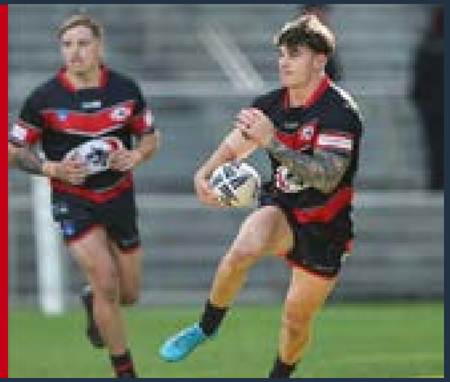
BRUCE PRIOR
CHAIRMAN

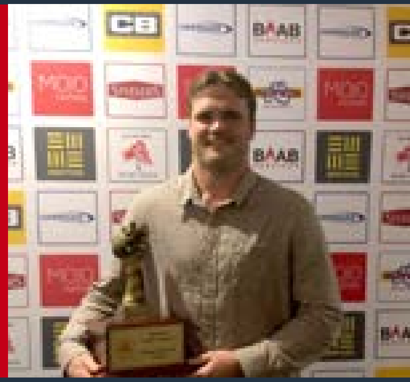












ANNUAL FINANCIAL REPORT

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DIRECTORS' REPORT

The directors present their report together with the consolidated financial statements of the Group comprising Collegians Rugby League Football Club Ltd (the Company), and its controlled entity for the financial year ended 30 June 2023 and the auditor's report thereon.

1. DIRECTORS

The directors of the Company at any time during or since the end of the financial year are:

	OCCUPATION	YEARS OF SERVICE
BRUCE PRIOR (CHAIRMAN)	Retired	28
ADAM CANAVAN (DEPUTY CHAIRMAN)	Health Worker	18
KEVIN MURPHY	Retired	64
FRANK CUSACK	Retired	45
JEFF WHALLEY	Retired	19
NEIL BALLINGER	Retired	15
LEE FLORO	Director of Radiology	13
BRIAN O'ROURKE (TREASURER)	Retired	9

DIRECTORS' MEETINGS

The number of directors' meetings (including meetings of committees of directors) and number of meetings attended by each of the directors of the Company during the financial year were:

DIRECTOR	NUMBER OF MEETINGS ATTENDED	MEETINGS ELIGIBLE TO ATTEND
BRUCE PRIOR	11	11
ADAM CANAVAN	10	11
KEVIN MURPHY	11	11
FRANK CUSACK	11	11
JEFF WHALLEY	11	11
NEIL BALLINGER	9	11
LEE FLORO	10	11
BRIAN O'ROURKE	10	11

2. ENVIRONMENTAL REGULATION

The Group's operations are not subject to significant environmental regulation under either Commonwealth or State legislation.

3. PRINCIPAL ACTIVITIES

The principal activities of the Group during the course of the financial year were that of a Rugby League Football Club, operations of licensed premises, supply of meat products and operation of two takeaway restaurants. There were no significant changes in the nature of the activities of the Group during the year.

4. REVIEW OF OPERATIONS

The profit of the group for the financial year after providing for income tax amounted to $1,366,849 (2022: $486,362).

5. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In December 2021 the Group received a private ruling from the Australian Taxation Office confirming that the Group is exempt from income tax for years ending 30 June 2021, 30 June 2022 and 30 June 2023.

In the opinion of the Directors there were no other significant changes in the state of affairs of the Group that occurred during the financial year under review.

6. EVENTS SUBSEQUENT TO REPORTING DATE

On the 18 August 2023, a loan facility matured and $500,000 was repaid. The facility was rolled for for a further 3 months.

Other than the matter detailed above, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years.

7. LIKELY DEVELOPMENTS

The short and long term objective for the club is to continue to trade successfully by delivering quality food, beverages and gaming whilst promoting the sport of rugby league football and extending the club.

The Club uses industry accepted KPI's to monitor performance in terms of service delivery to members, financial results and liquidity levels.

8. MEMBERS GUARANTEE

The parent company is limited by guarantee. If the company is wound up, the articles of association state that each member is required to contribute a maximum of $3 each. At 30 June 2023 the number of members was 23,396 (2022: 24,208). The total amount that members of the company are liable to contribute if the company is wound up is $70,188 (2022: $72,624).

9. INDEMNIFICATION AND INSURANCE OF OFFICERS AND AUDITORS

INDEMNIFICATION

Since the end of the previous financial year, the Company has not indemnified or made a relevant agreement for indemnifying against a liability any person who is or has been an officer or auditor of the Group.

INSURANCE PREMIUMS

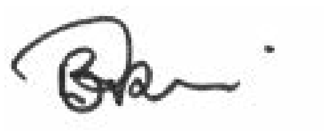
During the financial year the Company has paid premiums in respect of directors' and officers' liability and legal expenses insurance contracts for the year ended 30 June 2023 and since the financial year, the Company has paid premiums in respect of such insurance contracts for the year ending 30 June 2023. Such insurance contracts insure against certain liability (subject to specific exclusions) persons who are or have been directors or executive officers of the Group.

The directors have not included details of the nature of the liabilities covered or the amount of the premiums paid in respect of the directors' and officers' liability and legal expenses insurance contracts, as such disclosure is prohibited under the terms of the contract.

10. LEAD AUDITOR'S INDEPENDENCE DECLARATION

The Lead auditor's independence declaration is set out on page 50 and forms part of the directors' report for the financial year ended 30 June 2023.

This report is signed in accordance with a resolution of the directors:



BRUCE PRIOR

DIRECTOR

BRIAN O'ROURKE

DIRECTOR

DATED AT WOLLONGONG THIS 22ND DAY OF AUGUST 2023

STATEMENTS OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 30 JUNE 2023

		CONSOLIDATED GROUP		PARENT ENTITY	
	NOTE	2023 ($)	2022 ($)	2023 ($)	2022 ($)
Revenue	2	38,985,945	26,150,705	38,519,784	25,507,870
Cost of goods sold		(5,420,718)	(3,259,096)	(4,544,860)	(2,471,082)
Employee benefits expense		(11,147,881)	(7,276,688)	(10,811,324)	(6,976,205)
Depreciation and amortisation expenses		(3,900,948)	(3,545,538)	(3,856,754)	(3,523,305)
Other expenses	14	(17,187,925)	(11,511,634)	(18,148,718)	(12,022,974)
OPERATING PROFIT		**1,328,473**	**557,749**	**1,158,128**	**514,304**
Finance income		86,196	5,940	86,196	5,940
Finance expense		(47,820)	(38,538)	(47,820)	(38,538)
NET FINANCE COSTS		**38,376**	**(32,598)**	**38,376**	**(32,598)**
Profit before income tax		1,366,849	525,151	1,196,504	481,706
Income tax expense	4	-	(38,789)	-	(35,858)
PROFIT FOR THE YEAR		**1,366,849**	**486,362**	**1,196,504**	**445,848**
RETAINED EARNINGS					
Retained earnings at the beginning of the reporting period		60,775,887	60,289,525	60,033,691	59,587,843
RETAINED EARNINGS AT THE END OF THE REPORTING PERIOD		**62,142,736**	**60,775,887**	**61,230,195**	**60,033,691**

The statements of income and retained earnings are to be read in conjunction with the notes to the financial statements set out on pages 19 - 39.

STATEMENTS OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2023

		CONSOLIDATED GROUP		PARENT ENTITY	
	NOTE	2023 ($)	2022 ($)	2023 ($)	2022 ($)
ASSETS					
Cash and cash equivalents	13	10,503,173	8,138,212	9,934,829	7,763,229
Trade and other receivables		92,301	13,747	91,309	12,667
Inventories		612,825	582,733	564,475	547,916
Prepayments and deposits	5	505,398	569,586	487,279	556,920
Assets held for sale	17	1,347,529	-	1,347,529	-
TOTAL CURRENT ASSETS		**13,061,226**	**9,304,278**	**12,425,421**	**8,880,732**
Financial assets	6	-	-	403,545	403,545
Intangible assets	7	2,750,000	2,450,000	2,750,000	2,450,000
Property, plant and equipment	8	66,917,722	68,789,502	66,680,649	68,759,611
TOTAL NON-CURRENT ASSETS		**69,667,722**	**71,239,502**	**69,834,094**	**71,613,156**
TOTAL ASSETS		**82,728,948**	**80,543,780**	**82,259,515**	**80,493,888**
LIABILITIES					
Trade and other payables	9	2,275,255	2,070,088	2,242,823	2,063,992
Borrowings	10	1,578,969	1,054,338	1,545,786	1,035,865
Employee benefits	11	1,212,042	1,124,589	1,192,784	1,110,734
TOTAL CURRENT LIABILITIES		**5,066,266**	**4,249,015**	**4,981,393**	**4,210,591**
Borrowings	10	741,882	1,750,000	1,269,863	2,480,728
Employee benefits	11	69,200	60,014	69,200	60,014
Deferred revenue	3	1,000,000	-	1,000,000	-
TOTAL NON-CURRENT LIABILITIES		**1,811,082**	**1,810,014**	**2,339,063**	**2,540,742**
TOTAL LIABILITIES		**6,877,348**	**6,059,029**	**7,320,456**	**6,751,333**
NET ASSETS		**75,851,600**	**74,484,751**	**74,939,059**	**73,742,555**
MEMBERS' FUNDS					
AMALGAMATION RESERVE	22(l)	13,708,864	13,708,864	13,708,864	13,708,864
RETAINED EARNINGS		62,142,736	60,775,887	61,230,195	60,033,691
TOTAL EQUITY		**75,851,600**	**74,484,751**	**74,939,059**	**73,742,555**

The statements of financial position are to be read in conjunction with the notes to the financial statements set out on pages 19 - 39.

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	CONSOLIDATED GROUP		PARENT ENTITY	
		2023 ($)	2022 ($)	2023 ($)	2022 ($)
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers		42,805,984	28,744,197	42,293,118	28,067,079
Payments to suppliers and employees		(36,705,682)	(25,430,681)	(36,420,196)	(24,772,624)
Interest received		86,196	5,940	86,196	5,940
Interest paid		(27,806)	(38,538)	(34,190)	(38,538)
NET CASH FROM OPERATING ACTIVITIES		**6,158,692**	**3,310,918**	**5,924,928**	**3,261,857**
CASH FLOWS FROM INVESTING ACTIVITIES					
Payments for property, plant and equipment		(3,023,337)	(2,103,112)	(3,023,337)	(2,103,112)
Proceeds from sale of property, plant and equipment		-	22,954	-	22,954
Acquisition of businesses		(424,000)	-	(424,000)	
Proceeds from option deed		1,000,000		1,000,000	
NET CASH USED IN INVESTING ACTIVITIES		**(2,447,337)**	**(2,080,158)**	**(2,447,337)**	**(2,080,158)**
CASH FLOWS FROM FINANCING ACTIVITIES					
Net repayment of borrowings		(1,269,131)	(1,037,669)	(1,269,131	(1,037,669)
Payment of lease liability		(77,263)	(27,523)	(36,860)	(9,388)
NET CASH FROM FINANCING ACTIVITIES		**(1,346,394)**	**(1,065,192)**	**(1,305,991**	**(1,047,057)**
NET INCREASE IN CASH HELD		2,364,961	165,568	2,171,600	134,642
Cash and cash equivalents at 1 July		8,138,212	7,972,644	7,763,229	7,628,587
CASH AND CASH EQUIVALENTS AT 30 JUNE	13	**10,503,173**	**8,138,212**	**9,934,829**	**7,763,229**

The statements of cash flows are to be read in conjunction with the notes to the financial statements set out on pages 19 - 39.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

1. REPORTING ENTITY

These consolidated financial statements comprise Collegians Rugby League Football Club Ltd (the “Company”) and its controlled entity (together referred to as the “Group”) and are as at and for the year ended 30 June 2023. Collegians Rugby League Football Club Ltd is a company limited by guarantee, incorporated and domiciled in Australia.

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

Collegians Rugby League Football Club Ltd 3A Charlotte Street, Wollongong NSW 2500

The Group is a not-for-profit entity and primarily involved with the operation of a Rugby League Football Club, operations of licensed premises and supply of meat products.

2. REVENUE

Revenue recognised from contracts with customers.

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022 ($)
Sale of goods	10,437,783	6,134,653	9,971,622	5,525,322
Gaming revenue	26,479,600	17,868,804	26,479,600	17,868,804
Other revenue	1,772,603	1,861,237	1,722,603	1,827,733
	38,689,986	**25,864,694**	**38,223,825**	**25,221,859**
RENTAL INCOME	**295,959**	**286,011**	**295,959**	**286,011**
TOTAL REVENUE	**38,985,945**	**26,150,705**	**38,519,784**	**25,507,870**
TIMING OF REVENUE RECOGNITION				
Product and services transferred at a point in time	38,631,432	25,804,531	38,165,271	25,161,696
Product and services transferred over time	354,513	346,174	354,513	346,174
	38,985,945	**26,150,705**	**38,519,784**	**25,507,870**

3. DEFERRED REVENUE

In August 2022, an option deed for the sale of non-core property held by the Club was executed with the option period expiring on 30 April 2025. The call option was exercised and the Club received $1,000,000.

	2023 ($)	2022 ($)	2023 ($)	2022 ($)
Deffered revenue	$1,000,000	-	$1,000,000	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

4. TAX ASSETS AND LIABILITIES

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022 ($)
CURRENT TAX EXPENSE				
Current tax	-	-	-	-
Adjustment for prior years*	-	(61,511)	-	(61,511)
TOTAL CURRENT TAX EXPENSE	**-**	**(61,511)**	**-**	**(61,511)**
DEFERRED TAX EXPENSE				
Adjustment for prior years*	-	100,300	-	97,369
TOTAL DEFERRED TAX EXPENSE	**-**	**100,300**	**-**	**97,369**
TOTAL TAX EXPENSE	**-**	**38,789**	**-**	**35,858**
RECONCILIATION				
Accounting profit before tax	**-**	**525,151**	**-**	**481,706**
De-recognition of previously recognised deferred taxes	-	100,300	-	97,369
Under/ (over) provision for the period	-	(61,511)	-	(61,511)
TOTAL TAX EXPENSE	**-**	**38,789**	**-**	**35,858**

*In December 2021 the Group received a private ruling from the Australian Taxation Office confirming that the Group is exempt from income tax for years ending 30 June 2021, 30 June 2022 and 30 June 2023.

5. PREPAYMENTS & DEPOSITS

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022 ($)
Prepayments	502,476	566,664	484,357	553,998
Deposits	2,922	2,922	2,922	2,922
TOTAL	**505,398**	**569,586**	**487,279**	**556,920**

6. FINANCIAL ASSETS

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022 ($)
Other investments	-	-	403,545	403,545
TOTAL INVESTMENTS	**-**	**-**	**403,545**	**403,545**

The subsidiary listed below has share capital consisting solely of ordinary shares, which are held directly by the Parent Entity. The proportion of ownership interest held equals the voting rights held by the Parent Entity.
The subsidiary's principal place of business is also its country of incorporation or registration. See accounting policy Note 22(a).

The subsidiary of the Group is:

		OWNERSHIP INTEREST	
NAME	**PRINCIPAL PLACE OF BUSINESS**	**2023**	**2022**
Graze Balgownie Pty Ltd	127 Balgownie Rd. Balgownie NSW	100%	100%

7. INTANGIBLE ASSETS

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022 ($)
Poker machine entitlements	2,450,000	2,450,000	2,450,000	2,450,000
Goodwill	300,000		300,000	
TOTAL INTANGIBLE ASSETS	**2,750,000**	**2,450,000**	**2,750,000**	**2,450,000**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

8. PROPERTY, PLANT AND EQUIPMENT

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022 ($)
FREEHOLD LAND				
At cost	22,773,621	24,121,150	22,773,621	24,121,150
TOTAL FREEHOLD LAND	**22,773,621**	**24,121,150**	**22,773,621**	**24,121,150**
BUILDINGS				
At cost	51,462,780	50,646,944	51,211,305	50,613,054
Accumulated depreciation and impairment losses	(14,556,732)	(13,294,545)	(14,535,783)	(13,278,217)
TOTAL BUILDINGS	**36,906,048**	**37,352,399**	**36,675,522**	**37,334,837**
PLANT AND EQUIPMENT				
At cost	52,611,122	53,364,273	52,059,460	52,812,611
Accumulated depreciation	(45,373,069)	(46,048,320)	(44,828,054)	(45,508,987)
TOTAL PLANT AND EQUIPMENT	**7,238,053**	**7,315,953**	**7,231,406**	**7,303,624**
TOTAL COST	**126,847,523**	**128,132,367**	**126,044,386**	**127,546,815**
TOTAL ACCUMULATED DEPRECIATION AND IMPAIRMENT LOSSES	**(59,929,801)**	**(59,342,865)**	**(59,363,837)**	**(58,787,204)**
TOTAL PROPERTY, PLANT AND EQUIPMENT	**66,917,722**	**68,789,502**	**66,680,549**	**68,759,611**

RECONCILIATIONS OF CARRYING AMOUNT

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022 ($)
LAND				
Carrying amount at beginning of year	24,121,150	24,117,750	24,121,150	24,117,750
Additions	-	3,400	-	3,400
Reclassification to held for sale	(1,347,529)	-	(1,347,529)	-
CARRYING AMOUNT AT END OF YEAR	**22,773,621**	**24,121,150**	**22,773,621**	**24,121,150**

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022($)
BUILDINGS				
Carrying amount at beginning of year	37,352,399	38,197,610	37,334,837	38,163,720
Additions	27,850	25,278	27,850	25,278
Additions – right of use asset	842,894	-	591,418	-
Reclassification from plant and equipment	15,974	-	15,974	-
Disposals	(70,249)	-	-	-
Disposals – depreciation offset	70,249	-	-	-
Depreciation	(918,854)	(870,489)	(880,342)	(863,824)
Impairment loss	(414,215)	-	(414,215)	-
CARRYING AMOUNT AT END OF YEAR	**36,906,048**	**37,352,399**	**36,675,522**	**37,334,837**
PROPERTY, PLANT AND EQUIPMENT				
Carrying amount at beginning of year	7,315,953	7,939,522	7,303,624	7,921,288
Additions	2,995,487	2,074,435	2,995,487	2,074,435
Acquisitions through business combinations	100,000	-	100,000	-
Reclassification to buildings	(15,974)	-	(15,974)	-
Disposals	(3,832,675)	(22,955)	(3,832,675)	(22,955)
Disposals – depreciation offset	3,657,354	-	3,657,354	-
Depreciation	(2,982,092)	(2,675,050)	(2,976,410)	(2,669,144)
CARRYING AMOUNT AT END OF YEAR	**7,238,053**	**7,315,953**	**7,231,406**	**7,303,624**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

8. PROPERTY, PLANT & EQUIPMENT (CONT.)

Property, plant and equipment includes right of use assets of $800,837 related to leased properties (see Note 12). Owing to a change in use, certain land and buildings were re-valued by an independent valuer as of 30 June 2023 and resulted in an impairment loss of $414,215. Level 2 and 3 inputs were used to determine the fair value. Sale prices of comparable land parcels in close proximity were adjusted for differences in key attributes such as size and configuration. The most significant inputs into this valuation approach are price per square metre.

As required under section 41J of the Registered Clubs Amendment Act 2006, the Club is required to specify the core property and non-core properties owned and occupied as at the end of the financial year. Core property: Land and buildings at 3a Charlotte Street Wollongong and Land at 147 The Avenue Figtree.

Non-core property: Land and buildings at 126 Balgownie Road, Balgownie; Land and buildings at 4 Wentworth Street, Port Kembla; Land and buildings at 97-99 Church Street, Wollongong; Land and buildings at 147 The Avenue, Figtree and Land at 4-16 Charlotte Street Wollongong.

9. TRADE AND OTHER PAYABLES

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022($)
Trade payables	2,105,219	1,893,591	2,072,787	1,887,495
Subscriptions in advance	95,584	95,236	95,584	95,236
Deposits held	50,730	58,451	50,730	58,451
Rent received in advance	23,722	22,810	23,722	22,810
TOTAL TRADE AND OTHER PAYABLES	**2,275,255**	**2,070,088**	**2,242,823**	**2,063,992**

10. LOANS AND BORROWINGS

FINANCING ARRANGEMENTS

CURRENT

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022($)
Bank loan secured	1,500,000	1,000,000	1,500,000	1,000,000
Lease liability	78,969	54,338	45,786	35,865
TOTAL CURRENT LOANS AND BORROWINGS	**1,578,969**	**1,054,338**	**1,545,786**	**1,035,865**

NON-CURRENT

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022($)
Bank loan secured	-	1,750,000	-	1,750,000
Related party borrowings	-	-	730,728	730,728
Lease liability	741,882	-	539,135	-
TOTAL NON-CURRENT LOANS AND BORROWINGS	**741,882**	**1,750,000**	**1,269,863**	**2,480,728**

The bank loans and bills are secured by mortgage over certain properties and a general security arrangement over the assets and undertakings of the Group.

(a) TERMS AND REPAYMENT SCHEDULE

The terms and conditions of the Parent's outstanding loans are as follows:

	INTEREST RATE	MATURITY	30 JUNE 2023 CARRYING AMOUNT	30 JUNE 2022 CARRYING AMOUNT
Bank loan - secured	3.98%	18/08/2023	1,500,000	2,750,000
Related party borrowings			730,728	730,728
Lease liability	4.8-5%	2025-33	584,921	35,865
TOTAL			**2,815,649**	**3,516,593**

The secured bank loans are secured over land and buildings.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

11. EMPLOYEE BENEFITS

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022($)
CURRENT				
Annual leave provision	622,915	573,220	608,425	564,252
Long service leave provision	589,127	551,369	584,359	546,482
	1,212,042	**1,124,589**	**1,192,784**	**1,110,734**
NON CURRENT				
Long service leave provision	69,200	60,014	69,200	60,014
	69,200	**60,014**	**69,200**	**60,014**

Defined contribution superannuation funds

The Group makes contributions to defined contribution superannuation funds. The amount recognised as an expense was $1,015,211 for the financial year ended 30 June 2023 (2022: $662,641).

12. LEASES

LEASES AS LESSOR

The Group leases out buildings held under operating leases. The Group has classified these leases as operating leases, because they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets.

The following table sets out a maturity analysis of lease payments, showing the undiscounted lease payments to be received after the reporting date.

	2023 ($)	2022 ($)
Less than one year	261,774	249,313
One to five years	793,610	269,718
More than five years	128,627	168,248
TOTAL	**1,184,011**	**687,279**

LEASES AS LESSEE

The Group leases a parcel of land that is used for a carpark and buildings. The leases run for a period of 5-10 years.

Information about leases for which the Group is a lessee is presented below. The Group presents right-of-use assets in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

(i) RIGHT OF USE ASSETS

	2023 ($)	2022 ($)
Balance at 1 July	33,537	50,385
Additions to right of use assets	842,803	-
Depreciation charge for the year	(75,503)	(16,848)
BALANCE AT 30 JUNE	**800,837**	**33,537**

(ii) FUTURE LEASE PAYMENTS

The total of future lease payments are disclosed for each of the following periods.

	2023 ($)	2022 ($)
Less than one year	118,219	24,733
One to five years	608,334	12,000
More than five years	285,982	-
TOTAL	**1,012,535**	**36,733**

13. CASH AND CASH EQUIVALENTS

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022($)
Cash on hand	1,173,080	909,060	1,171,580	907,560
Cash at bank	9,330,0993	7,229,152	8,763,249	6,855,669
TOTAL	**10,503,173**	**8,138,212**	**9,934,829**	**7,763,229**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

14. OTHER EXPENSES

	CONSOLIDATED GROUP		PARENT ENTITY	
	2023 ($)	2022 ($)	2023 ($)	2022($)
Bar expenses	66,227	89,684	66,227	89,684
Catering expenses	177,804	143,613	177,804	143,613
Entertainment expenses	2,131,488	1,272,907	2,131,488	1,272,907
Football expenses	369,734	173,186	369,734	173,186
Gaming expenses	9,336,234	5,950,762	9,336,234	5,950,762
Other expenses	4,556,902	3,881,482	5,517,695	4,392,822
Loss on sale of fixed assets	135,321	-	135,231	-
Impairment expense	414,215	-	414,215	-
TOTAL	**17,187,925**	**11,511,634**	**18,148,718**	**12,022,974**

15. RELATED PARTY TRANSACTIONS

PARENT AND ULTIMATE CONTROLLING PARTY

Collegians Rugby League Football Club Ltd (ultimate parent entity) owns 100% of subsidiary Graze Balgownie Pty Limited.

Collegians Rugby League Football Club Ltd purchase meat for catering purposes from Graze Balgownie Pty Limited. These transactions are eliminated on consolidation, totalling $1,510,827. Collegians Rugby League Football Club Ltd also has a loan from Graze for $730,728.

KEY MANAGEMENT PERSONNEL COMPENSATION

Key management personnel are those persons having authority and responsibility for planning directing and controlling the activities of the Group, directly or indirectly, including any director (executive or otherwise) of the Group. Key management personnel compensation comprised short- term employee benefits, post-employment benefits, termination payments and director honorariums.Total remuneration paid to key management personnel for the current and comparative periods was:

	2023 ($)	2022 ($)
Key management personnel compensation	1,316,729	998,791

16. AUDITORS' REMUNERATION

AUDITORS OF THE GROUP – KPMG

	2023 ($)	2022 ($)
AUDIT SERVICES		
Audit of financial statements - Group	51,000	46,400
	51,000	**46,400**

	2023 ($)	2022 ($)
OTHER SERVICES		
Compilation of financial statements	7,200	7,200
Taxation advice and tax compliance services	16,000	27,000
	23,200	**33,600**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

17. ASSETS HELD FOR SALE

In March 2023, management entered into a land swap agreement. Accordingly, the land that will be swapped as part of this agreement is presented as held for sale. The land swap is expected to occur in October 2023.

As at 30 June 2023, the assets held for sale were stated at cost and comprised of the following assets:

	2023 ($)
Property, plant and equipment	1,347,529
Assets held for sale	**1,347,529**

18. CONTINGENCIES

As part of the land swap agreement disclosed in Note 17, $1,347,529 of property, plant and equipment has been classified as held for sale and will be exchanged for land of a value of $3,257,439. However, the put option has not been exercised by management. If this is exercised before October 2023, the Group will be required to pay $1,909,910.

19. BUSINESS ACQUISITION

In December 2022 and January 2023, the Group acquired the trade and assets of Stacks Burger House and Happy Fish respectively for a total cash consideration of $424,000.

	NOTE	2023 ($)
Property, plant and equipment	8	100,000
Inventories		24,000
Total identifiable net assets acquired		**124,000**

Goodwill arising from the acquisition has been recognised as follows:

	NOTE	2023 ($)
Consideration transferred		424,000
Fair value of identiable net assets		(124,000)
Goodwill	7	**300,000**

20. SUBSEQUENT EVENTS

On 18 August 2023, a loan facility matured and $500,000 was repaid. The facility was rolled over for a further 3 months.

Other than the matter detailed above, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years.

21. BASIS OF PREPARATION

(a) STATEMENT OF COMPLIANCE

These consolidated financial statements are general purpose financial statements for distribution to the members and for the purpose of fulfilling the requirements of the Corporations Act 2001. They have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures made by the Australian Accounting Standards Board and the Corporations Act 2001.

They were authorised for issue by the Board of Directors on 22 August 2023. Changes to significant accounting policies are described in Note 21(f).

(b) BASIS OF MEASUREMENT

The financial statements have been prepared on the historical cost basis unless stated otherwise.

(c) GOING CONCERN

The financial statements have been prepared on a going concern basis, which contemplates the continuity of normal business activities and realisation of assets and settlement of liabilities in the ordinary course of business.

(d) FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Australian dollars, which is the Group's functional currency. There is no rounding in the financial statements.

(e) USE OF ESTIMATES AND JUDGEMENTS

In preparing these consolidated financial statements, management has made judgements, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the consolidated financial statements is included in the following notes:

- *Note 7 – Intangible assets*

(f) CHANGES IN ACCOUNTING POLICIES

A number of new standards are effective from 1 July 2022 but they do not have a material effect on the Group's financial statements.

22 SIGNIFICANT ACCOUNTING POLICIES

The Group has consistently applied the following accounting policies to all periods presented in these consolidated financial statements, except if mentioned otherwise (see also Note 21 (f)).

(a) BASIS OF CONSOLIDATION BUSINESS COMBINATIONS

The Group accounts for business combinations using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identifiable net assets acquired. Any gain on a bargain purchase is recognised in the amalgamation reserve immediately. Transaction costs are expensed as incurred. The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in the statement of income and retained earnings.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

22 SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF CONSOLIDATION BUSINESS COMBINATIONS (CONT.)

Any contingent consideration is measured at fair value at the date of acquisition. If an obligation to pay contingent consideration that meets the definition of a financial instrument is classified as equity, then it is not remeasured and settlement is accounted for within equity. Otherwise, other contingent consideration is remeasured at fair value at each reporting date and subsequent changes in the fair value of the contingent consideration are recognised in the statement of income and retained earnings.

SUBSIDIARIES

The consolidated financial statements incorporate all of the assets, liabilities and results of the Parent, Collegians Rugby League Football Club Ltd, and all of its subsidiaries. Subsidiaries are entities the Parent controls. The Parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of the subsidiaries is provided in Note 6.

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

TRANSACTIONS ELIMINATED ON CONSOLIDATION

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(b) FINANCIAL INSTRUMENTS

NON-DERIVATIVE FINANCIAL INSTRUMENTS

The Group's non-derivative financial assets include trade and other receivables and cash and cash equivalents. The Group's non-derivative financial liabilities include other financial liabilities.

INITIAL RECOGNITION AND MEASUREMENT

Trade receivables are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Group becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at fair value through profit or loss, transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

Financial liabilities are classified as measured at amortised cost.

DERECOGNITION

Financial assets are derecognised where the contractual right to receipt of cash flows expires or the asset is transferred to another party whereby the Group no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire.

The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of the consideration paid, including non-cash assets or liabilities assumed is recognised in profit or loss.

FINANCIAL ASSETS

On initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income – debt investment; fair value through other comprehensive income – equity investment; or fair value through profit or loss ("FVTPL").

Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

(i) *Financial assets at amortised cost*

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

FINANCIAL ASSETS – BUSINESS MODEL ASSESSMENT

The Group makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractural interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of assets;
- how the performance of the portfolio is evaluated and reported to the Group's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed);
- how managers of the business are compensated – e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Company's continuing recognition of the assets.

(c) INVENTORIES

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

(d) INTANGIBLES

POKER MACHINE ENTITLEMENTS

Poker machine entitlements have indefinite useful lives given they have no expiry date. Poker machine entitlements acquired during amalgamation with another registered club are recognised at their fair value at the date of amalgamation.

GOODWILL

Goodwill arising on the acquisition of subsidiaries or businesses is measured at cost less accumulated impairment losses.

SUBSEQUENT EXPENDITURE

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred.

AMORTISATION

Poker machine entitlements have indefinite useful lives as they have no expiry date. Accordingly, such intangible assets are not amortised but are systematically tested for impairment at each reporting date. Goodwill is not amortised.

(e) PROPERTY, PLANT AND EQUIPMENT

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

The acquisition date of an item of property, plant or equipment is determined when the significant risks and rewards of ownership have transferred to the Group. This will normally take place upon the exchange of unconditional contracts of sale, except for purchases of commercial properties, which are recognised on settlement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

22 SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(e) PROPERTY, PLANT AND EQUIPMENT

Plant and equipment – Plant and equipment are measured on a cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of the plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised either in the statement of income and retained earnings or as a revaluation decrease if the impairment losses related to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 18(g) for details on impairment).

SUBSEQUENT EXPENDITURE

Subsequent expenditure is capitalised only when it is probable that the future economic benefits associated with the expenditure will flow to the Group.

DEPRECIATION

Depreciation is calculated to write off the cost of property, plant and equipment less their estimated residual values over their useful lives.

All new additions to property, plant and equipment after 1 July 2016 are depreciated over their estimated useful lives using the straight line depreciation method. Any property, plant and equipment acquired before 1 July 2016 will continue to be depreciated using the diminishing balance method.

The depreciation is calculated over the estimated useful lives of the assets and is generally recognised in the statement of profit or loss and other comprehensive income. Land is not depreciated.

The depreciation rates of property, plant and equipment for current and comparative periods are as follows:

Buildings	2%-5%
Plant and equipment	5%-50%

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

BORROWING COSTS

Borrowing costs directly attributable to the acquisition, construction and production of assets that take a substantial period of time to prepare for their intended use or sale are added to the costs of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the statement of income and retained earnings in the period in which they are incurred.

(f) FAIR VALUE

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Group has access at that date. The fair value of a liability reflects its non-performance risk. A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. When one is available, the Group measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Group uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

If an asset or a liability measured at fair value has a bid price and an ask price, then the Group measures assets and long positions at a bid price and liabilities and short positions at an ask price.

The Group measures some of its assets and liabilities at fair value on either a recurring or non- recurring basis, depending on the requirements of the applicable accounting standard.

(g) IMPAIRMENT

The carrying amounts of the Group's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the statement of income and retained earnings, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through the statement of income and retained earnings.

(i) CALCULATION OF RECOVERABLE AMOUNT

The recoverable amount of receivables carried at amortised cost is calculated as the present value of estimated future cash flows, discounted at the original effective interest rate (i.e. the effective interest rate computed at initial recognition of these financial assets). Receivables with a short duration are not discounted.

Impairment of receivables is not recognised until objective evidence is available that a loss event has occurred. Significant receivables are individually assessed for impairment. Impairment testing of significant receivables that are not assessed as impaired individually is performed by placing them into portfolios of significant receivables with similar risk profiles and undertaking a collective assessment of impairment. Non-significant receivables are not individually assessed. Instead, impairment testing is performed by placing non-significant receivables in portfolios of similar risk profiles, based on objective evidence from historical experience adjusted for any effects of conditions existing at each balance date.

The recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

(ii) REVERSALS OF IMPAIRMENT

An impairment loss in respect of a receivable carried at amortised cost is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(h) EMPLOYEE BENEFITS

(i) SHORT TERM BENEFITS

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(ii) DEFINED CONTRIBUTION PLANS

Obligations for contributions to defined contribution superannuation funds are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a

cash refund or a reduction in future payments is available.

(iii) OTHER LONG TERM SERVICE BENEFITS

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Remeasurements are recognised in the statement of income and retained earnings in the period in which they arise

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

22 SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(h) EMPLOYEE BENEFITS (CONTINUED)

(iv)TERMINATION BENEFITS

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognises costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

(i) REVENUE

GOODS SOLD

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods. It is measured at the fair value of the consideration received or receivable and is recognised in profit or loss when a customer obtains control of the goods or services. No revenue is recognised if there is significant uncertainty regarding recovery of consideration due.

GAMING REVENUE

Poker machine revenue is recognised in profit or loss, net of prizes and jackpots, once the underlying games have been completed. Other gaming revenue is recognised in profit or loss when the underlying gaming event has been completed.

RENTAL INCOME

Rental income is recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease.

MEMBERSHIP INCOME

Membership income is recognised in profit or loss over the period the membership relates to.

(j) EXPENSES

NET FINANCING COSTS

Interest income or expense is recognised using the effective interest method. Finance costs comprise interest expense on borrowings.

(k) TAXATION

In December 2021 the Group received a private ruling from the Australian Taxation Office confirming that the Group is exempt from income tax for years ending 30 June 2021, 30 June 2022 and 30 June 2023. Prior to the private ruling being obtained the Group accounted for taxation as follows:

Effective 1 July 2016, for the purposes of income taxation, Collegians Rugby League Football Club Ltd (Head entity) and its 100% owned subsidiary Graze Balgownie Pty Limited formed a tax consolidated group.

The Income Tax Assessment Act 1997 (amended) provides that under the concept of mutuality, clubs are only liable for income tax on income derived from non-members and from outside entities.

Current tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authority based 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.

Under the group allocation approach of calculating the income taxes of the Consolidated Group and the Parent Entity there is a fluctuation in the net income subject to the tax mutuality calculation and therefore income tax expense at the two disclosing levels.

In accounting for tax consolidation under UIG 1052 the head entity and the controlled entity account for income taxes under the group allocation approach. The impact is that the intercompany sales from the controlled entity to the head company are eliminated in full in the Parent Entity tax calculation to reflect the impact of tax consolidation (i.e. no tax deduction is included for those intercompany sales in the tax calculation for the Parent Entity).

At the Consolidated Group level the intercompany sales are eliminated and the Consolidated Group is entitled to the tax deductions for expenditure incurred by the controlled entity, subject to the tax mutuality calculation. This is reflected in the reduction in taxable income, but only at the Consolidated Group level.

DEFERRED TAX

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- when the deferred income tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss;
- in respect of taxable temporary differences associated with investments in subsidiary, associates and interests in joint arrangements, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

- when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss;
- in respect of deductible temporary differences associated with investments in subsidiary, associates and interests in joint arrangements, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

As at 1 July 2016 the head entity and the controlled entities in the tax consolidated group continue to account for their own current and deferred tax amounts. The Group has applied the group allocation approach in determining the appropriate amount of current taxes and deferred taxes to allocate to members of the tax consolidated group.

The current and deferred tax amounts are measured in a systematic manner that is consistent with the broad principles in AASB 112 Income Taxes. The nature of the tax funding agreement is discussed further below. In addition to its own current and deferred tax amounts, the head entity also recognises current tax liabilities (or assets) and the deferred tax assets arising from unused tax losses and unused tax credits assumed from controlled entities in the tax consolidated group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

22 SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(k) TAXATION (CONT.)

TAX FUNDING ARRANGEMENT

As at 1 July 2016 the head entity, in conjunction with other members of the tax consolidated group, have entered into a tax funding arrangement which sets out the funding obligations of members of the tax consolidated group in respect of tax amounts. The tax funding arrangements require payments to/from the head entity equal to the current tax liability/(asset) assumed by the head entity and any tax loss deferred tax asset assumed by the head entity, resulting in the head entity recognising an inter-entity receivable/(payable) equal in amount to the tax liability/(asset) assumed.

The inter-entity receivables/(payables) are at call. Contributions to fund the current tax liabilities are payable as per the tax funding arrangement and reflect the timing of the head entity's obligation to make payments for tax liabilities to the relevant tax authorities.

(l) RESERVES

AMALGAMATION RESERVE

The amalgamation reserve in members' funds records the net assets acquired through amalgamation with other registered clubs. The amount presented is equal to the accumulated fair values of the net assets of the clubs' amalgamating with the Company. The individual assets and liabilities acquired are presented in the statement of financial position. This policy is effective for amalgamations occurring after 1 July 2016.

(m) LEASES

At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

(i) AS A LESSEE

At commencement or on modification of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease component on the basis of its relative stand- alone prices.

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Group by the end of the lease term or the cost of the right-of-use asset reflects that the Group will exercise a purchase option.

In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of- use asset is periodically reduced by impairment losses, if any, and adjusted for certain re- measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

The Group determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments, including in-substance fixed payments;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee; and
- the exercise price under a purchase option that the Group is reasonably certain to exercise, lease payments in an optional renewal period if the Group is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Group is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, if the Group changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

(ii) AS A LESSOR

At inception or on modification of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease component on the basis of their relative stand-alone prices.

When the Group acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease.

To classify each lease, the Group makes an overall assessment of whether the lease transfers substantially all of the risks and rewards incidental to ownership of the underlying asset. If this is the case, the the lease is a finance lease; if not, then it is an operating lease. As part of this assessment, the Group considers certain indicators such as whether the lease is for the major part of the economic life of the asset.

When the Group is an intermediate lessor, it accounts for its interest in the head lease and the sub- lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short- term lease to which the Group applies the exception described above, then it classifies the sub-lease as an operating lease.

If an arrangement contains lease and non-lease components, then the Group applies AASB15 to allocate the consideration in the contract.

The Group applies the derecognition and impairment requirements in AASB 9 Financial Instruments to the net investment in the lease. The Group further regularly reviews estimated unguaranteed residual values used in calculating the gross investment in the lease.

The Group recognises lease payments received under operating leases as income on a straight-line basis over the lease term as part of other revenue.

(n) ASSETS HELD FOR SALE

Non-current assets, or disposal groups comprising assets and liabilities, are classified as held-for- sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use.

Such assets, or disposal groups, are generally measured at the lower of their carrying amount and fair value less costs to sell. Any impairment loss on a disposal group is allocated first to goodwill, and then to the remaining assets and liabilities on a pro rata basis, except that no loss is allocated to inventories, financial assets or deferred tax assets, which continue to be measured in accordance with the Group's other accounting policies. Impairment losses on initial classification as held-for-sale or held-for-distribution and subsequent gains and losses on remeasurement are recognised in profit or loss.

Once classified as held-for-sale, intangible assets and property, plant and equipment are no longer amortised or depreciated, and any interest in associate is no longer equity accounted.

DIRECTORS' DECLARATION

1. In the opinion of the directors of Collegians Rugby League Football Club Limited ('the Company'):

   a) thefinancial statements and notes, set out on pages 14 to 39, are in accordance with the Corporation Act 2001, including:

      - giving a true and fair view of the Group of Company's financial position as at 30 June 2023 and of its performance, for the financial year ended on the date; and

      - complying with Australian Accounting Standards - Simplified Disclosure Requirements and the Corporations Regulations 2001; and

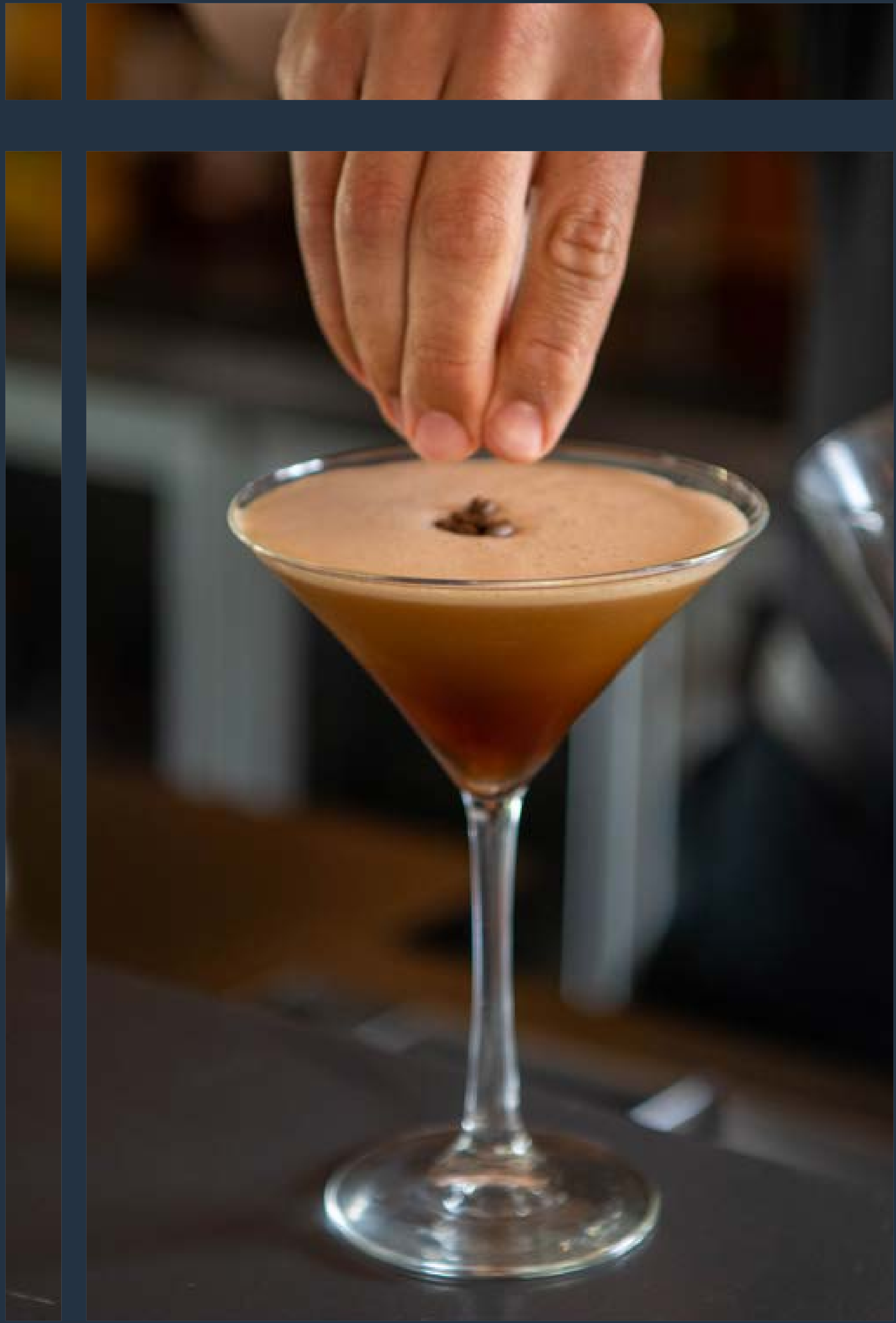
   b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable,

Signed in accordance with a resolutions of the directors:

Dated at Wollongong this 22nd day of August 2023.

BRUCE PRIOR
DIRECTOR

BRIAN O'ROURKE
DIRECTOR



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Collegians Rugby League Football Club Ltd

I declare that, to the best of my knowledge and belief, in relation to the audit of Collegians Rugby League Football Club Ltd for the financial year ended 30 June 2023 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.

KPMG

A Bird

KPMG

Adam Bird

Partner

Wollongong

22 August 2023

Independent Auditor's Report

To the members of Collegians Rugby League Football Club Ltd

Opinion

We have audited the consolidated ***Financial Report*** of Collegians Rugby League Football Club Ltd (the Group Financial Report). We have also audited the Financial Report of Collegians Rugby League Football Club Ltd (the Company Financial Report).

In our opinion, each of the accompanying Group Financial Report and Company Financial Report of Collegians Rugby League Football Club Ltd are in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Group and Company's financial position as at 30 June 2023 and of its financial performance for the year ended on that date; and
- complying with *Australian Accounting Standards- Simplified Disclosures* and the *Corporations Regulations 2001*.

The respective ***Financial Reports*** of the Group and the Company comprise:

- Statements of financial position as at 30 June 2023;
- Statements of income and retained earnings, and Statements of cash flows for the year then ended
- Notes including a summary of significant accounting policies; and
- Directors' Declaration.

The Group consists of the Company and the entities it controlled at year-end or from time to time during the financial year.

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Group and Company in accordance with 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 fulfilled our other ethical responsibilities in accordance with these requirements.

Other Information

Other Information is financial and non-financial information in Collegians Rugby League Football Club Ltd's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors are responsible for the Other Information.

The Other Information we obtained prior to the date of this Auditor's Report was the *Directors' report*.

Our opinions on the Financial Reports does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audits of the Financial Reports, our responsibility is to read the Other Information. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors are responsible for:

- preparing the Financial Reports that gives a true and fair view in accordance with *Australian Accounting Standards -Simplified Disclosures* and the *Corporations Act 2001*
- implementing necessary internal control to enable the preparation of Financial Reports that gives a true and fair view and are free from material misstatement, whether due to fraud or error; and
- assessing the Group and Company's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Group and Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- to obtain reasonable assurance about whether the Financial Reports as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinions.

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. They 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 Reports.

A further description of our responsibilities for the audit of the Financial Reports is located at the *Auditing and Assurance Standards Board* website at: http://www.auasb.gov.au/auditors_responsibilities/ar3.pdf . This description forms part of our Auditor's Report.

KPMG

A. Bird

KPMG

Adam Bird

Partner

Wollongong

22 August 2023

CLUB GRANTS

	2023 ($)
BELLAMBI NEIGHBOURHOOD CENTRE	25,000
CLONTARF	10,000
GREEN CONNECT	15,000
LIFELINE SOUTH COAST	20,000
NEED A FEED	16,000
SCARF	15,000
SMITH FAMILY	5,700
THE SHEPHERD CENTRE	9,980
WESLEY COMMUNITY CENTRE	51,780

NOTES

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