

ST. MICHAEL'S GOLF CLUB LIMITED

A.B.N. 22 001 008 206
(a company limited by guarantee)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Seventy-First Annual General Meeting will be held at The Clubhouse, Little Bay on Saturday, 27th November 2010 at 5.00pm

President

R Buckley

Captain

M Clover

Treasurer

D A Cutrupi

Committee

P Banton

M Claridge

M Harmer

M Nicholls

Auditors

Lamb Lowe and Partners,
Chartered Accountants

General Manager

M H Watts

Life Members

C J Robinson (1972)

J P Styman (1987)

E O'Grady (2002)

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BUSINESS **for the year ended 30th June 2010**

1. Confirmation of the Minutes of the last Annual General Meeting of St. Michael's Golf Club Limited.
2. Receipt and adoption of Annual Report and Accounts of St. Michael's Golf Club Limited for the year ended 30 June 2010.
3. "That pursuant to section 10(6) and 10(6a) of the Registered Clubs Act 1976, the members approve and agree to the following expenditure and benefits for certain members of the Club during the period from the date of this resolution to the date of the next Annual General Meeting:
 - (i) The provision of a meal and beverage for each Director immediately following each Board Meeting of the Club.
 - (ii) The provision that the existing designated parking spaces for Directors be maintained.
 - (iii) The provision of two (2) parking spaces for the Lady President and the Lady Captain.
 - (iv) The provision of reasonable cost of attendance for Directors at functions with their spouses or partners, where appropriate, to represent the Club.
 - (v) The provision of preferential allocation of tee times for the President, Captain, Directors, and their guests on competition sheets prior to the issue of such sheets to the general membership.
 - (vi) The provision of apparel, golf balls and meals to members of teams representing the Club in any competition or event as determined by the Board.
 - (vii) Such expenditure not to exceed \$20,000.

The members acknowledge that the benefits set out above are not available to members generally, but only to those persons specified in Resolutions."

4. Declaration of ballot and confirmation of election of the Committee.
5. Any other business that may be brought forward in accordance with the Articles of Association.

By Order of the Board
M H Watts
General Manager
25th October 2010

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BUSINESS (CONTINUED) for the year ended 30th June 2010

Election of Officers

In accordance with Article 75(a), the ballot for election of officers will be conducted between the hours of 10:00am and 4:00pm on Sunday 21, November 2010, between the hours of 9:00am and 10:30am on Monday, 22 November and between the hours of 10:00am and 4:00pm on Saturday 27 November 2010.

The Committee has appointed Mr W Kilcran as Returning Officer, Mr J McEntee as Deputy Returning Officer, and a scrutineer if required.

Questions

It would be appreciated if members who wish to raise any queries or seek information at the Annual General Meeting about the annual accounts, the balance sheet or associated statements or the affairs of the Club, would give the General Manager notice in writing of their queries or requests by 17 November 2010. This will enable properly researched replies to be prepared for the benefit of all members. Queries raised from the floor at the Annual General Meeting may be taken on notice and replies furnished at a later date.

Annual Report

The Annual Report and Financial Statements have been sent electronically to those members who have provided an email address to club management. For those members who do not fall within this group, a hard copy of the Annual Report and Financial Statements of St. Michael's Golf Club Limited is attached.

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PRESIDENT'S REPORT for the year ended 30th June, 2010

For the third time I turn to composing my annual report to members. In summary, the last year has generally been a very good one for St. Michael's.

A great deal has been said of our Division I Pennant Win, so I have no hesitation in adding a bit more. Our team, throughout the competition but particularly in the semi-final against The Australian, and up against a two-time winner, Moore Park in the final, exhibited great composure, skill and above all, character. Congratulations again to Matt Steiger, Michael Williams, Ben Clementson, Luke Roberts, Nick Happell, Paulo Montoya, Rohan Dunn, Ronnie Sua-Walker, Max Lim, Grant Garcia, and Paul Bolster. I am confident that I speak for all members in saying we are very proud of your achievements.

Returning to the operations of the Club, it is pleasing to note that in the last financial year we traded successfully to produce a \$600,000 annual cash profit. The results of our corporate golf and functions businesses were particularly pleasing. Well done Jeff Wagner, Peta Goodwin and chef extraordinaire Eric Lee.

On checking my report from last year, I note that there are some matters which have carried forward which demand revisiting.

Despite our best endeavours we have yet to commence construction of the maintenance facility. Early in the year we signed a contract with Stokland Constructions Pty Limited and thereafter amended the plans to include quite significant changes to the chemical washdown areas. These changes resulted in not only delays in having to revisit the Department of Lands, but also having to resubmit an amended Development Application to Randwick Council. The good news is that all consents and approvals have now been provided and unless we receive some unforeseen objections from our neighbours, the construction will start in early November with an anticipated six month construction period. The anticipated cost, having regard to certain variables, will be approximately \$1,200,000.00. Our \$600,000.00 profit from this last financial year will go a significant way to paying for near to half of the construction costs. We have obtained a financing facility from the Commonwealth Bank and will be in a position to draw down from that facility in the first six months of 2011 when required, and to the extent necessary. Once the maintenance facility is constructed and finished, hopefully in April or May of next year, we will convert the present facility near to the 9th green to become the permanent garage for the Club's cart fleet. With our course building priorities hopefully completed by mid – 2011, we then expect to be in a position to change priorities to the clubhouse, including enhancing the Ladies' facilities and refurbishing the bar and lounge areas.

When speaking of golf carts, members are no doubt aware that in May this year we acquired a new cart fleet from Club Car Australia, increasing in number from 40 to 55. Thanks again to Kevin Gates for his assistance in this transaction. The larger number of carts are significantly for the benefit of members, but also allow us to cater for the needs of our corporate customers.

Last year I alluded to certain teething problems that we were having with our GPS system, which we were in the process of installing in our cart fleet. Regrettably those problems turned out to be insurmountable and in April this year all of those units were removed from the old fleet and were not reinstalled in the new carts.

The GPS units, when they were working efficiently, proved very popular with members and with guests. We have now entered into another agreement with Club Car who, throughout the USA and now in Australia, are rolling out their own custom-made GPS units. These units do not link to any ground infrastructure, but are up-linked to at least five satellites at any one time. Whereas it sounds expensive, the installation of the units, which will commence from the 1st December 2010, has been achieved for a financial obligation by the Club which is more than reasonable. There will be a special launch of the Club car GPS units simultaneously at

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PRESIDENT'S REPORT (CONTINUED) for the year ended 30th June, 2010

Sanctuary Cove and at St. Michael's on a date in the first week in December.

The conversion of St. Michael's to a couch course continues with the successful modification of the 10th, 11th and 13th. I recently had the benefit of hitting into one of our bunkers on the 11th, which fortunately was still out of play. They certainly do enhance the appearance of the hole, and change the entire playability and strategy which has to be adopted to play the newly defined fairway. St. Michael's opened for business in April 1938 and in April 2013 the Club will celebrate its 75th anniversary. St. Michael's commenced as a couch golf course, and both I and the Board have every confidence that by April 2013 we will again be a couch golf course with every hole fully in play. There will be minor modifications to some of the holes on the front nine, however as we get to the end of the program, we anticipate that the modifications to the 6th, 7th, 8th and 9th will involve more than just a change of grass type. I think you will all agree that these four holes are magnificently situated, but could do with something extra to make their playability and appearance far more special. Any such changes will be a matter for professional design and consultation with Club members.

Last year I reported on the change of management at the Club. Our General Manager, Murray Watts and his staff, have done another terrific job this year. Continued thanks to Darren Jones and his team for presenting the course in a consistently good condition.

Again I thank my fellow Board Members who week in, week out give of their own time for the benefit of all members of St. Michael's.

I again thank and congratulate those members of the Club who give their own time for junior golf, senior golf, for Masters golf, and to the ladies also who give of their time to assist in not only their endeavours, but the communal activities in the Club, particularly Founders Day. To those members again, thank you very much.

I give my sincerest condolences for those members who have lost friends or family in this last year .

To all members of the Club I wish you good health and good golfing.

Rick Buckley
President

VALE

As at 25 October 2010

We record the passing of:

Mr John Samuel Patrick McFadyen
Mr David Murray
Mr Jae Kyung Lee

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CAPTAIN'S REPORT for the year ended 30th June, 2010

Once again it gives me a great deal of pleasure to write to you in this Annual Report. It has been an honour and a privilege for me over the past 12 months to be Captain of this wonderful golf club.

What a year it has been culminating in our Group One Major Pennant victory against Moore Park last April. Managed by Gerard Raper and Paul Bolster Captained by Luke Roberts the victory was sweet success. Most of the team played in the Eric Apperly competition a few months earlier only to be beaten by the Australian Golf Club in the semi final.

Also the Ladies team winning the Silver Inter-Club captained by Phoebe Hoy and our men's team winning the Interclub Challenge Cup in a thrilling final against Manly. The team managed by Craig Hausman and captained by Matt Whitaker.

Congratulations to our members that have been selected in the various State teams, Matt Steiger and Michael Williams. Matt recently competed in the USA and Canada. I would like to mention Ben Clementson our current Club Champion who shot a course record at North Ryde to win their Vardon event.

The St. Michael's Cup, our showcase event was won by Zac Mullins in a playoff. This event, now played in July, has for the past two years been played as a shotgun start. All those who have played in this format have congratulated the organisers of the event. After the 18 holes are completed a shootout is then played on the 9th hole. St. Michael's member Dennis Glynn won the handicap event.

The handicap change in April this year as seen some members handicaps change significantly and some didn't vary by many strokes at all. This system has been introduced Australia wide by the governing body Golf Australia which will also introduce the Slope system for course rating in the near future.

As we move into a new growing season our course superintendant Darren Jones and his team have been hard at it over the construction period of the winter. Record rain falls in Sydney have not slowed our course redevelopment plans with the 11th hole now complete. The new bunker complex, sand waste area and the sandstone block laying in the creek have added a new dimension to the hole. Also new tees on 12 and 13 have been turfed and will be opened for play as soon as possible.

I would like to take this opportunity to thank a number of members who very generously give up their time for the club in various ways. Gerard Raper, Paul Bolster, Matt Whitaker, Craig Hausman, Luke Roberts, Jim Mooney and John Serhan who once again donates his time and efforts to our Junior program and has been instrumental in the success of our representative teams.

I cannot end this report without special mention of my fellow Board members and the General Manager and his staff who have together put this great club in a very strong position both financially and professionally for the coming years.

Murray Clover
Captain
Match and Greens Chairman

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REPRESENTATIVE TEAMS 2009/2010

Masters Pennant Team

Stephen Gibson	Mark Claridge	
Greg Gladstone	Sam Choi	Robert Wallhausen
David Turnbull	Lee Maskine	Jim Mooney
Clive Wasserman	Gerard Raper	Dennis Glynn (Player/Manager)
Michael Bransby	Christopher Anderson	

Major Pennant Team

Luke Roberts (Captain)	Rohan Dunn	
Michael Williams	Paulo Montoya	Paul Bolster (Player/Manger)
Ben Clementson	Ronald Sua-Walker	John Serhan (Coach)
Matthew Stieger	Max Lim	Jeff Wagner (Coach)
Grant Garcia	Nicholas Happell	

Junior Pennant Team

Grant Garcia	Bradley Williams	Shaun Cameron
Scott Jamieson	Jake Baker	Kane Meyn
Sean McCarten		

Inter-Club Challenge Team

Matt Whitaker (Captain)	Craig Johnson	Darren Arthur
Scott Morrison	Derek Pitman	Paul Bolster
Jack Scruse	Brendan Doak	Craig Hausman (Player/Manager)
Peter Legg	Chris Smith	

Encourage Shield Team

Shuming Wang	John Mossman	Mitchell Scannell
Daniel Kolar	Max Smouha	Jack Musgrove
Mark Burg	Daniel Stang	

Eric Apperley Shield

Michael Williams	Chace Baso	Max Lim
Matthew Stieger	Ronald Sua-Walker	Shane Bishop
Ben Clementson	Derek Pitman (Manager)	

Mixed Pennant Team

Jim Mooney	Christine Phibbs	Andrew De Manicor
Helen Mooney	Marianne Cerkesas	Yangeun Skerman
Rewi Wynyard	Trevor Mayes	Jon Pardi
Suzanne Martin	Myra Golding	Margaret Wnyard

2009/2010 CHAMPIONSHIPS

2009 Club Championship	Ben Clementson
2009 Harry Berwick Plate	Dennis Glynn
2009 'B' Grade Championship	Marino Rodriguez
2009 'C' Grade Championship	Ian Timewell
2009 Senior Championship	Jim Mooney
2009 Junior Championship	Shaun Cameron
2009 Fourball Championship	Stephen Gibson/Craig Johnson
2009 Mixed Foursomes Championship	Steve McHugh/Helen McHugh
2009 First President's Trophy	Dennis Glynn
2009 Foursomes Championship	Julian Lee/Wayne Buckley
2010 St. Michael's Cup	Zachary Mullins

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TREASURER'S REPORT for the year ended 30th June 2010

The Company recorded a net profit of \$145,082 for the year ended 30 June 2010 after allowing for depreciation and amortisation of \$468,514. This compares with the previous year's operating loss of \$38,838 after depreciation and amortisation of \$484,823.

Excluding depreciation and amortisation expense, the net profit for the year was \$613,596 and for the prior year the net profit was \$445,985.

The items of significance included in the result, together with prior year comparatives, net of GST, are as follows:

INCOME	2010	2009
	\$	\$
Entrance Fees	199,671	243,430
Members Subscriptions	1,185,589	1,227,435
Green Fees	1,146,519	1,134,239
Cart Hire	338,463	314,698
EXPENDITURE		
Golf Course Expenses, excluding employee expenses and repairs and maintenance	390,485	405,846
Depreciation and Amortisation	468,514	484,823
Employee Benefit Expenses	1,967,214	1,990,928
Repairs and Maintenance	78,437	107,761
OTHER		
Golf Course Operating Loss	410,718	613,422
House Trading Net Loss	174,100	299,842
Golf Shop Net Profit	70,245	40,044
Catering Net Profit / (Loss)	115,758	(30,615)

Capital expenditure for the year, net of GST, included the following items:

	\$
Building Improvements	29,872
Course Improvements	107,289
Office Equipment and Sundry Items	63,434
Maintenance Workshop & Storage Facility	45,835

This year's result is a pleasing one when compared with the prior year and considering the overall downturn in the golfing industry in recent times. It is worth noting the positive contribution from the catering operations. Cash reserves have been maintained at an acceptable level. Currently, our main current capital commitments relate to the construction of the maintenance workshop and storage facility and the fairway couch program.

I wish to express my appreciation to my fellow Board members, Murray Watts and the staff for their commitment and contribution during the year.

D Cutrupi
Treasurer

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Financial Report
for the year ended
30th June, 2010

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DIRECTORS' REPORT **for the year ended 30th June, 2010**

Your directors present their report on the company for the financial year ended 30th June 2010.

Directors

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

Paul C. Banton
Richard F. Buckley
Mark Claridge
Murray C. Clover
Domenic A. Cutrupi
Michael J. Harmer
Marcus C. Nicholls

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

Company Secretary

The following person held the position of company secretary at the end of the financial year:

Mr Murray Watts
General manager, appointed 12 May 2008

Principal Activity of the Company

The principal activity of the company during the financial year was to provide members with the facilities and amenities usually associated with the game of golf. There was no significant change in the nature of these activities during the year.

Operating Results

The financial statements disclose a profit of \$145,082 (2009 \$38,838 loss). The company is not liable for income tax.

Review of Operations

The trading results of the company arose from the facilities provided by a licenced golf club. The funds generated were used primarily to maintain the golf course, clubhouse and the facility in general.

Dividends

No dividend has been recommended or paid during the year, as payment of dividends is not permitted by the company's constitution.

After Balance Date Events

The directors are not aware of any circumstance or event which may have arisen since the end the financial year which significantly affected, or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

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DIRECTORS' REPORT (continued) for the year ended 30th June, 2010

Future Developments

Likely developments, future prospects and business strategies of the operations of the company and the expected results of those operations have not been included in this report as the directors believe, on reasonable grounds, that the inclusion of such information would be likely to result in unreasonable prejudice to the company.

Environmental Issues

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

Directors' Interests

No director has an interest required to be disclosed by Section 300 of the Corporations Act, as the company does not have a share capital, nor does it have a related corporation. Similarly, no director has an interest in a contract or proposed contract with the company, other than as detailed in note 16, which requires disclosure under that Section.

Directors' Benefits

No director since the end of the previous financial year has received or has become entitled to receive a benefit (other than through normal business activities as detailed in note 16) by reason of a contract made by the company with a director, or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

State of Affairs

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

Directors and Officers Indemnification Insurance

Directors' indemnity premiums have been provided for and paid by the company during the year for Directors, Officers and Committee Members liability insurance. The insurance is in respect of legal liability for damages and legal costs to a maximum of \$1,000,000 arising from claims made by reason of any omissions or acts (other than dishonesty) by them, whilst acting in their individual or collective capacity as Directors, Officers or Committee Members of the company.

The premium paid excluding GST for this cover was \$3,060.58.

The company has not, during or since the financial year, in respect of the auditor of the company:

1. Indemnified or made any relevant agreement for indemnifying against a liability incurred as the auditor, including costs and expenses in successfully defending legal proceedings; or
2. Paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as the auditor for the costs or expenses to defend legal proceedings.

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DIRECTORS' REPORT (continued) for the year ended 30th June, 2010

Information on Directors

Name	Occupation	Experience as Director	Special Duties
Richard F. Buckley	Solicitor	11 years	President
Murray C. Clover	Aircraft Maintenance Engineer	6 years	Captain
Domenic A. Cutrupi	Chartered Accountant	11 years	Treasurer
Paul C. Banton	Retired	6 years	Committee
Michael J. Harmer	Chartered Accountant	4 years	Committee
Mark Claridge	Teacher	3 years	Committee
Marcus C. Nicholls	Financial Planner	3 years	Committee

Meetings of Directors

During the financial year, 12 meetings of directors (together with numerous meetings of committees) were held.

Director	Number Attended	Number Eligible to Attend
Paul C. Banton	12	12
Richard F. Buckley	11	12
Mark Claridge	11	12
Murray C. Clover	11	12
Domenic A. Cutrupi	11	12
Michael J. Harmer	10	12
Marcus C. Nicholls	9	12

Membership

The membership position as at 30th June 2010 in the various classifications is shown below:

	Member		Ladies	
	2010	2009	2010	2009
Life	3	3	-	1
Ordinary	512	522	4	3
Long Service	77	74	12	12
Non Playing	172	195	24	29
Country	44	44	3	6
Junior	65	57	5	3
Clergy	38	37	3	3
Associate	64	74	84	84
Social	20	2	14	13
Mid Week	115	97	-	-
	1,110	1,125	149	154

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DIRECTORS' REPORT (continued) for the year ended 30th June, 2010

Proceedings on Behalf of Company

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

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

Auditor's Independence Declaration

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

Made and signed in accordance with a resolution of the Board of Directors.



Director
Richard F. Buckley



Director
Domenic A. Cutrupi

Dated this 13th day of October 2010

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LAMB LOWE
& PARTNERS

Chartered Accountants

ABN: 38 649 975 046

130 Francis Street
Richmond NSW 2753
Australia

PO Box 293
Richmond NSW 2753

Phone (02) 4578 3044
Fax (02) 4588 5263

Email admin@lamblowe.com.au

The Board of Directors
St Michael's Golf Club Ltd
PO Box 375
MAROUBRA NSW 2035

Dear Board Members,

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2010 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.

Signed at: 130 Francis Street
RICHMOND NSW 2753

LAMB LOWE & PARTNERS
Chartered Accountants



Date: 8th October 2010

C W LAMB
Partner

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STATEMENT OF COMPREHENSIVE INCOME for the year ended 30th June, 2010

	Note	2010 \$	2009 \$
Revenue	2	4,841,057	4,902,127
Other income	2	-	5,980
Cost of sales	3	(703,807)	(887,214)
Employee benefits expense		(1,967,214)	(1,990,928)
Depreciation and amortisation expense	3	(468,514)	(484,823)
Finance costs	3	(10,977)	(18,782)
Course expenditure		(390,485)	(405,846)
Cleaning expense		(85,966)	(81,028)
Repairs and maintenance expense		(78,437)	(107,761)
Other expenses		(990,575)	(970,563)
Profit (loss) before income tax expense		145,082	(38,838)
Income tax expense	1(a)	-	-
Profit (loss) for the year		145,082	(38,838)
Other comprehensive income after income tax		-	-
Total other comprehensive income for the year		-	-
Total comprehensive income for the year		145,082	(38,838)
Profit attributable to:			
Members of the company		145,082	(38,838)
Total comprehensive income attributable to:			
Members of the company		145,082	(38,838)

The accompanying notes form part of these financial statements.

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STATEMENT OF FINANCIAL POSITION for the year ended 30th June, 2010

	Note	2010 \$	2009 \$
CURRENT ASSETS			
Cash and cash equivalents	6	829,119	854,549
Trade and other receivables	7	174,729	31,241
Inventories	8	138,736	102,517
Other current assets	9	212,470	78,547
TOTAL CURRENT ASSETS		<u>1,355,054</u>	<u>1,066,854</u>
NON-CURRENT ASSETS			
Property, plant and equipment	10	2,945,231	3,413,807
TOTAL NON-CURRENT ASSETS		<u>2,945,231</u>	<u>3,413,807</u>
TOTAL ASSETS		<u>4,300,285</u>	<u>4,480,661</u>
CURRENT LIABILITIES			
Trade and other payables	11	314,115	345,153
Borrowings	12	58,956	79,785
Short-term provisions	13	227,835	211,781
Other current liabilities	14	405,358	658,569
TOTAL CURRENT LIABILITIES		<u>1,006,264</u>	<u>1,295,288</u>
NON-CURRENT LIABILITIES			
Borrowings	12	3,875	62,831
Long-term provisions	13	49,679	27,157
TOTAL NON-CURRENT LIABILITIES		<u>53,554</u>	<u>89,988</u>
TOTAL LIABILITIES		<u>1,059,818</u>	<u>1,385,276</u>
NET ASSETS		<u>3,240,467</u>	<u>3,095,385</u>
EQUITY			
Retained earnings		3,240,467	3,095,385
TOTAL EQUITY		<u>3,240,467</u>	<u>3,095,385</u>

The accompanying notes form part of these financial statements.

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STATEMENT OF CHANGES IN EQUITY for the year ended 30th June, 2010

	Retained Earnings \$	Total Equity \$
Balance at 1 July 2008	3,134,223	3,134,223
Profit (loss) attributable to members of the company	(38,838)	(38,838)
Total other comprehensive income	-	-
Balance at 30 June 2009	<u>3,095,385</u>	<u>3,095,385</u>
Profit (loss) attributable to members of the company	145,082	145,082
Total other comprehensive income	-	-
Balance at 30 June 2010	<u><u>3,240,467</u></u>	<u><u>3,240,467</u></u>

The accompanying notes form part of these financial statements.

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STATEMENT OF CASH FLOWS for the year ended 30th June, 2010

	Note	2010 \$	2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		4,908,188	5,471,828
Interest received		35,990	44,093
Cash payments in the course of operations		(4,857,936)	(4,704,223)
Interest paid		(10,977)	(18,782)
Net cash provided by (used in) operating activities	15(a)	<u>75,265</u>	<u>792,916</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of property, plant & equipment		128,087	11,345
Payments for property, plant & equipment		(148,997)	(310,021)
Net cash provided by (used in) investing activities		<u>(20,910)</u>	<u>(298,676)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		-	40,455
Repayments of borrowings		(79,785)	(68,031)
Net cash provided by (used in) financing activities		<u>(79,785)</u>	<u>(27,576)</u>
Net increase (decrease) in cash held		(25,430)	466,664
Cash at beginning of year		854,549	387,885
Cash at end of year	15(b)	<u><u>829,119</u></u>	<u><u>854,549</u></u>

The accompanying notes form part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is for St Michael's Golf Club Limited as an individual entity, incorporated and domiciled in Australia. St Michael's Golf Club Limited is an unlisted public company, limited by guarantee.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board and the *Corporations Act 2001*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Accounting Policies

(a) Income Tax

Based on the nature of its activities as a sporting and recreational club, the company is exempt from income tax in accordance with the terms of Section 50-45 of the Income Tax Assessment Act, 1997.

(b) Inventories

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

(c) Property, Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

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

Depreciation

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

The useful life for each class of depreciable asset are:

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Class of Fixed Asset	Useful Life
Property & Course Improvements	10 - 40 Years
Motor Vehicles	8 Years
Links Plant & Equipment	2 - 10 Years
Furniture and Fittings	3 - 10 Years

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

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

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

(d) Financial Instruments

Initial recognition and measurement

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

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as: (i) the amount at which the financial asset or financial liability is measured at initial recognition; (ii) less principal repayments; (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and (iv) less any reduction for impairment.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

The company does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of accounting standards specifically applicable to financial instruments.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated

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as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

(iii) Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Fair value

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

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the statement of comprehensive income.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity 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 value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(e) Impairment of Assets

At the end of each reporting date, the company assesses whether there is any indication that an asset may be impaired. If such 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 comprehensive income.

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

(f) Employee Benefits

Provision is made for the company'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 the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

(g) Cash and cash equivalents

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

(h) Trade and Other Payables

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

(i) Revenue

Sales Revenue

Sales revenue comprised revenue earned from poker machine takings, bar sales, subscriptions and course income. Sales revenue is recognised when goods are provided, or when the fee in respect of services provided is receivable. Revenue is recognised net of the amount of goods and services tax (GST).

Interest Income

Interest revenue is recognised when received.

(j) Finance Costs

Finance costs are recognised as an expense in the period in which they are incurred.

(k) Goods and Services Tax (GST)

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

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

(l) Comparative Figures

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

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

(m) Critical Accounting Estimates and Judgements

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

(n) Company Limited By Guarantee

Every member of the company undertakes, in accordance with the Constitution of the company, to contribute such amount (not exceeding \$2.00) as may be required in the event of the winding up of the company during the time that they are a member or within one year afterwards.

(o) Adoption of New and Revised Accounting Standards

During the current year, the company has adopted all the revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

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The adoption of these Standards has impacted the recognition, measurement and disclosure of certain transactions. The following is an explanation of the impact the adoption of these Standards has had on the financial statements of the company.

AASB 101: Presentation of Financial Statements

In September 2007, the Australian Accounting Standards Board revised AASB 101, and as a result there have been changes to the presentation and disclosure of certain information within the financial statements. Below is an overview of the key changes and the impact on the company's financial statements.

Disclosure impact

Terminology changes - The revised version of AASB 101 contains a number of terminology changes, including the amendment of the names of the primary financial statements. These changes are not expected to impact the financial performance or financial position of the company.

Statement of comprehensive income - The revised AASB 101 requires all income and expenses to be presented in either one statement - the statement of comprehensive income, or two statements - a separate income statement and a statement of comprehensive income. The previous version of AASB 101 required only the presentation of a single income statement.

The company's financial statements now contain a statement of comprehensive income.

Other comprehensive income - The revised version of AASB 101 introduces the concept of 'other comprehensive income' which comprises of income and expense that are not recognised in profit or loss as required by other Australian Accounting Standards. Items of other comprehensive income are to be disclosed in the statement of comprehensive income.

(p) New Accounting Standards for Application in Future Periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods and which the group has decided not to early adopt. A discussion of those future requirements and their impact on the company is as follows:

- AASB 9: Financial Instruments and AASB 2009–11: Amendments to Australian Accounting Standards arising from AASB 9 [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 & 1038 and Interpretations 10 & 12] (applicable for annual reporting periods commencing on or after 1 January 2013).

These Standards are applicable retrospectively and amend the classification and measurement of financial assets. The company has not yet determined any potential impact on the financial statements.

(p) New Accounting Standards for Application in Future Periods (continued)

The changes made to accounting requirements include:

- simplifying the classifications of financial assets into those carried at amortised cost and those carried at fair value;
- simplifying the requirements for embedded derivatives;
- removing the tainting rules associated with held-to-maturity assets;
- removing the requirements to separate and fair value embedded derivatives for financial assets carried at amortised cost;
- allowing an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument; and

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- requiring financial assets to be reclassified where there is a change in an entity's business model as they are initially classified based on: (a) the objective of the entity's business model for managing the financial assets; and (b) the characteristics of the contractual cash flows.

• AASB 124: Related Party Disclosures (applicable for annual reporting periods commencing on or after 1 January 2011).

This Standard removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities and clarifies the definition of a 'related party' to remove inconsistencies and simplify the structure of the Standard. No changes are expected to materially affect the group.

• AASB 2009-4: Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 2 and AASB 138 and AASB Interpretations 9 & 16] (applicable for annual reporting periods commencing from 1 July 2009) and AASB 2009-5: Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 5, 8, 101, 107, 117, 118, 136 & 139] (applicable for annual reporting periods commencing from 1 January 2010).

These Standards detail numerous non-urgent but necessary changes to Accounting Standards arising from the IASB's annual improvements project. No changes are expected to materially affect the group. • AASB 2009-12: Amendments to Australian Accounting Standards [AASBs 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052] (applicable for annual reporting periods commencing on or after 1 January 2011).

This Standard makes a number of editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of IFRSs by the IASB. The Standard also amends AASB 8 to require entities to exercise judgment in assessing whether a government and entities known to be under the control of that government are considered a single customer for the purposes of certain operating segment disclosures. The amendments are not expected to impact the group.

The company does not anticipate early adoption of any of the above reporting requirements and does not expect them to have any material effect on the company's financial statements.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

	2010 \$	2009 \$
NOTE 2: REVENUE		
Revenue		
Sale of goods	1,602,365	1,471,940
Interest received - other persons	35,990	44,093
Rendering of services	1,385,260	1,470,865
Insurance recoveries	5,592	131,501
Other revenue	1,811,850	1,783,728
	<u>4,841,057</u>	<u>4,902,127</u>
Other income		
Gain on disposal of property, plant & equipment	-	5,980
	<u>-</u>	<u>5,980</u>
NOTE 3: EXPENSES		
Cost of sales	703,807	887,214
Borrowing costs:		
- interest paid	10,977	18,782
	<u>10,977</u>	<u>18,782</u>
Depreciation and amortisation expense:		
- depreciation	353,013	372,985
- amortisation	115,501	111,838
	<u>468,514</u>	<u>484,823</u>
NOTE 4: AUDITORS' REMUNERATION		
Remuneration of the auditor for:		
- audit or reviewing the financial report	15,840	15,330
- non-audit services	-	-
	<u>15,840</u>	<u>15,330</u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

	2010 \$	2009 \$
NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION		
<u>Short-term benefits</u>		
Salary & wages	306,882	312,660
Superannuation	29,938	30,112
Non-cash benefits	23,304	23,304
	<u>360,124</u>	<u>366,076</u>
<u>Long-term benefits</u>		
Employee benefits	90,172	74,045
	<u>450,296</u>	<u>440,121</u>
NOTE 6: CASH AND CASH EQUIVALENTS		
Cash on hand	6,200	6,400
Cash at bank	221,954	443,570
Cash management	200,965	404,579
Short term deposits	400,000	-
	<u>829,119</u>	<u>854,549</u>
NOTE 7: TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade receivables	34,729	31,241
Other receivables	140,000	-
	<u>174,729</u>	<u>31,241</u>

(a) Credit risk - Trade and other receivables

The company does not have any material credit risk exposure to any single receivable or group of receivables.

The following table details the company's trade and other receivables exposed to credit risk (prior to collateral and other credit enhancements) with ageing analysis and impairment provided for if applicable. Amounts are considered as 'past due' when the debt has not been settled within the terms and conditions agreed between the company and the customer or counterparty to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the company.

The balances of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

NOTE 5: TRADE AND OTHER RECEIVABLES (CONTINUED)

(a) Credit risk - Trade and other receivables (continued)

	Gross amount	Past Due and Impaired	Past due but not impaired (days overdue)			Within initial trade terms
			< 30	31 - 60	> 60	
2010						
Trade receivables	34,729	-	225	-	7,700	26,804
Other receivables	140,000	-	-	-	-	140,000
	<u>174,729</u>	<u>-</u>	<u>225</u>	<u>-</u>	<u>7,700</u>	<u>166,804</u>
2009						
Trade receivables	31,241	-	14,332	3,080	1,925	11,904
Other receivables	-	-	-	-	-	-
	<u>31,241</u>	<u>-</u>	<u>14,332</u>	<u>3,080</u>	<u>1,925</u>	<u>11,904</u>

The company does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.

	2010 \$	2009 \$
NOTE 8: INVENTORIES		
CURRENT		
Stock on hand - bar	18,857	17,729
Stock on hand - catering	8,717	5,969
Stock on hand - golf shop	111,162	78,819
	<u>138,736</u>	<u>102,517</u>
NOTE 9: OTHER ASSETS		
CURRENT		
Accrued income	7,019	675
Prepayments	86,434	70,735
Asset deposits	119,017	7,137
	<u>212,470</u>	<u>78,547</u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

	2010 \$	2009 \$
NOTE 10: PROPERTY, PLANT & EQUIPMENT		
NON-CURRENT		
Leasehold improvements, at cost	23,400	23,400
Club house & car park, at cost	1,732,059	1,702,187
Amenities building, directors valuation	6,000	6,000
Less: accumulated amortisation	(888,158)	(808,009)
	<u>873,301</u>	<u>923,578</u>
Course improvements, at cost	2,749,303	2,693,614
Less: accumulated depreciation	(1,254,088)	(1,112,146)
	<u>1,495,215</u>	<u>1,581,468</u>
Development costs, at cost	28,892	28,892
Less: accumulated amortisation	(12,615)	(10,174)
	<u>16,277</u>	<u>18,718</u>
Links plant, at cost	1,279,809	1,264,813
Less: accumulated depreciation	(1,055,985)	(954,031)
	<u>223,824</u>	<u>310,782</u>
Furniture & fittings, at cost	1,158,671	1,132,579
Less: accumulated depreciation	(859,631)	(793,561)
	<u>299,040</u>	<u>339,018</u>
Motor vehicles, at cost	30,638	30,638
Less: accumulated depreciation	(28,342)	(24,258)
	<u>2,296</u>	<u>6,380</u>
Club car carts, at cost	108,787	380,787
Less: accumulated depreciation	(73,509)	(146,924)
	<u>35,278</u>	<u>233,863</u>
Total property, plant and equipment	<u><u>2,945,231</u></u>	<u><u>3,413,807</u></u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

NOTE 10: PROPERTY, PLANT & EQUIPMENT (CONTINUED)

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 & Buildings \$	Course \$	Plant & Equipment \$	Total \$
Balance at 1 July 2008	883,090	1,701,536	1,016,485	3,601,111
Additions	99,195	40,283	163,406	302,884
Disposals	-	-	(11,345)	(11,345)
Gain/(Loss) on disposal	-	-	5,980	5,980
Depreciation	-	(88,502)	(284,483)	(372,985)
Amortisation	(58,707)	(53,131)	-	(111,838)
Balance at 30 June 2009	<u>923,578</u>	<u>1,600,186</u>	<u>890,043</u>	<u>3,413,807</u>
Additions	29,872	55,689	63,436	148,997
Disposals	-	-	(128,087)	(128,087)
Gain/(Loss) on disposal	-	-	(20,972)	(20,972)
Depreciation	-	(109,031)	(243,982)	(353,013)
Amortisation	(80,149)	(35,352)	-	(115,501)
Balance at 30 June 2010	<u>873,301</u>	<u>1,511,492</u>	<u>560,438</u>	<u>2,945,231</u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

	2010 \$	2009 \$
NOTE 11: TRADE AND OTHER PAYABLES		
CURRENT		
Trade payables	103,673	116,123
Other payables	88,235	131,363
Input tax credits	(42,872)	(44,539)
GST payable	136,510	121,230
Accrued charges	28,569	20,976
	<u>314,115</u>	<u>345,153</u>
NOTE 12: BORROWINGS		
CURRENT		
Hire purchase liability	58,956	79,785
	<u>58,956</u>	<u>79,785</u>
NON-CURRENT		
Hire purchase liability	3,875	62,831
	<u>3,875</u>	<u>62,831</u>
NOTE 13: PROVISIONS		
CURRENT		
Provision for holiday pay	175,929	162,970
Provision for long service leave	50,042	47,470
Provision for accrued days off	1,864	1,341
	<u>227,835</u>	<u>211,781</u>
NON-CURRENT		
Provision for long service leave	49,679	27,157
	<u>49,679</u>	<u>27,157</u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

	2010 \$	2009 \$
NOTE 14: OTHER LIABILITIES		
CURRENT		
Income in advance		
Members subscriptions	253,457	474,452
Members house accounts	63,476	117,722
Deposits received	88,425	66,395
	<u>405,358</u>	<u>658,569</u>
NOTE 15: CASH FLOW INFORMATION		
(a) Reconciliation of cash flow from operations with profit (loss) after income tax:		
Profit (loss) after income tax	145,082	(38,838)
Non-cash flows in profit (loss):		
Loss (profit) on disposal of non-current assets	20,972	(5,980)
Amortisation	115,501	111,838
Depreciation	353,013	372,985
Decrease (increase) in receivables	(143,488)	41,050
Decrease (increase) in current inventories	(36,219)	(5,719)
Decrease (increase) in prepayments	(15,699)	(9,599)
Decrease (increase) in other assets	(118,224)	411
Increase (decrease) in trade payables	(12,450)	(26,624)
Increase (decrease) in other payables and accruals	(18,588)	68,590
Increase (decrease) in provision for employee benefits	38,576	(7,679)
Increase (decrease) in income in advance	(253,211)	292,481
Net cash provided by (used in) operating activities	<u>75,265</u>	<u>792,916</u>
(b) Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Cash on hand	6,200	6,400
Cash at bank	422,919	848,149
Cash on deposit	400,000	-
	<u>829,119</u>	<u>854,549</u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

	2010 \$	2009 \$
NOTE 15: CASH FLOW INFORMATION (CONTINUED)		
(c) Non-cash financing and investing activities		
Property, plant & equipment		
During the year the company acquired property, plant & equipment with an aggregate fair value of \$Nil (2009 \$Nil) by means of finance leases. These acquisitions are not reflected in the statement of cash flows.		
(d) Standby credit facilities		
Total facilities available:		
Bank overdraft	200,000	200,000
Business loan facility	700,000	-
Contingent liabilities - autopay	7,000	7,000
	<u>907,000</u>	<u>207,000</u>
Facilities utilised at balance date	-	-
Facilities not utilised at balance date	<u>907,000</u>	<u>207,000</u>
Bank Overdrafts		
The bank overdraft facility of the company is secured by a fixed and floating charge over the company's assets.		
NOTE 16: CAPITAL AND LEASING COMMITMENTS		
FINANCE LEASING COMMITMENTS		
Finance leasing and hire purchase commitments payable		
- not later than one year	61,875	90,759
- later than one year but not later than five years	3,947	65,822
Minimum payments	65,822	156,581
Less future finance charges	(2,991)	(13,965)
	<u>62,831</u>	<u>142,616</u>

ST. MICHAEL'S GOLF CLUB LIMITED

A.B.N. 22 001 008 206
(a company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

	2010 \$	2009 \$
NOTE 16: CAPITAL AND LEASING COMMITMENTS (CONTINUED)		
OPERATING LEASE COMMITMENTS		
Non - cancellable operating leases contracted for but not capitalised in the financial statements.		
- not later than one year	126,080	47,586
- later than one year but not later than five years	467,434	190,343
- later than five years	993,928	951,717
	<u>1,587,442</u>	<u>1,189,646</u>
CAPITAL COMMITMENTS		
Capital expenditure commitments payable not later than one year		
- Maintenance shed project	871,196	-
	<u>871,196</u>	<u>-</u>
NOTE 17: RELATED PARTY TRANSACTIONS		
During the year CBC Partners, a firm of which Mr Domenic Cutrupi is a partner, provided accounting services under normal commercial terms and conditions. The total fees rendered amounted to \$6,180 (2009 \$5,285).		
McLaughlin & Riordan, a firm of which Mr Richard Buckley is a partner, has provided legal advice under normal commercial terms and conditions. The total fees rendered amounted to \$nil (2009 \$20,787).		
NOTE 18: SEGMENT REPORTING		
The company operates a golf club at Little Bay, Sydney, NSW.		

ST. MICHAEL'S GOLF CLUB LIMITED

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

NOTE 19: FINANCIAL RISK MANAGEMENT

The company's financial instruments consist mainly of cash and cash equivalents, trade and other receivables and trade and other payables.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	2010 \$	2009 \$
Financial Assets		
Cash and cash equivalents	829,119	854,549
Trade and other receivables	174,729	31,241
	<u>1,003,848</u>	<u>885,790</u>
Financial Liabilities		
Financial liabilities at amortised cost		
- Trade and other payables	314,115	345,153
- Borrowings	62,831	142,616
	<u>314,115</u>	<u>345,153</u>

Financial Risk Management Policies

The Board of Directors reviews and agrees policies for managing risk to enable the company to meet its financial targets.

Specific Financial Risk Exposures and Management

The main risks the company is exposed to through its financial instruments are interest rate risk, liquidity risk, credit risk and price risk.

a. Interest rate risk

The company's exposure to interest rate risk is not significant.

b. Liquidity risk

Liquidity risk arises from the possibility that the company might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The company manages adequate liquidity risk by monitoring forecast cash flows, managing credit risk related to financial assets and only investing surplus cash with major financial institutions.

The tables below reflect an undiscounted contractual maturity analysis for financial liabilities.

Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

NOTE 19: FINANCIAL RISK MANAGEMENT (CONTINUED)
Financial liability and financial asset maturity analysis

	Within 1 Year \$	1 to 5 Years \$	Over 5 Years \$	Total Contractual Cash Flow \$
2010				
Financial liabilities due for payment				
Trade and other payables	314,115	-	-	314,115
Hire purchase liability	58,956	3,875	-	62,831
Total expected outflows	<u>373,071</u>	<u>3,875</u>	<u>-</u>	<u>376,946</u>
Financial assets - cash flows realisable				
Cash and cash equivalents	829,119	-	-	829,119
Trade and other receivables	174,729	-	-	174,729
Total anticipated inflows	<u>1,003,848</u>	<u>-</u>	<u>-</u>	<u>1,003,848</u>
Net (outflow)/inflow on financial instruments	<u>630,777</u>	<u>(3,875)</u>	<u>-</u>	<u>626,902</u>
2009				
Financial liabilities due for payment				
Trade and other payables	345,153	-	-	345,153
Hire purchase liability	79,785	62,831	-	142,616
Total expected outflows	<u>424,938</u>	<u>62,831</u>	<u>-</u>	<u>487,769</u>
Financial assets - cash flows realisable				
Cash and cash equivalents	854,549	-	-	854,549
Trade and other receivables	31,241	-	-	31,241
Total anticipated inflows	<u>885,790</u>	<u>-</u>	<u>-</u>	<u>885,790</u>
Net (outflow)/inflow on financial instruments	<u>460,852</u>	<u>(62,831)</u>	<u>-</u>	<u>398,021</u>

c. Credit risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss to the entity. The entity does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the entity.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

NOTE 19: FINANCIAL RISK MANAGEMENT (CONTINUED)

d. Price risk

Price risk relates to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices largely due to demand and supply factors for commodities. The entity is not exposed to any material commodity price risk.

Net Fair Values

Fair value estimation

The fair values of financial assets and liabilities are presented in the following table and can be compared to their carrying values as presented in the balance sheet. Fair values are those amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

Fair values derived may be based on information that is estimated or subject to judgement, where changes in assumptions may have a material impact on the amounts estimated. Areas of judgement and the assumptions have been detailed below. Where possible, valuation information used to calculate fair value is extracted from the market, with more reliable information available from markets that are actively traded. In this regard, fair values for listed securities are obtained from quoted market bid prices.

		2010		2009	
		Net Carrying Value \$	Net Fair Value \$	Net Carrying Value \$	Net Fair Value \$
Financial assets					
Cash and cash equivalents	(i)	829,119	829,119	854,549	854,549
Trade and other receivables	(i)	174,729	174,729	31,241	31,241
		<u>1,003,848</u>	<u>1,003,848</u>	<u>885,790</u>	<u>885,790</u>
Financial liabilities					
Trade and other payables	(i)	314,115	314,115	345,153	345,153
Hire purchase liability	(ii)	62,831	57,764	142,616	119,156
		<u>376,946</u>	<u>371,879</u>	<u>487,769</u>	<u>464,309</u>

The fair values disclosed in the above table have been determined based on the following methodologies:

(i) Cash and cash equivalents, trade and other receivables and trade and other payables are shortterm instruments in nature whose carrying value is equivalent to fair value. Trade and other payables exclude amounts provided for relating to annual leave and deferred income which is not considered a financial instrument.

(ii) Fair values are determined using a discounted cash flow model. The fair values of fixed rate borrowings will differ to the carrying values.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 30th June, 2010

NOTE 19: FINANCIAL RISK MANAGEMENT (CONTINUED)

Net Fair Values (continued)

Sensitivity analysis

The following table illustrates sensitivities to the company's exposures in interest rates and equity prices. The table indicates the impact on how profit and equity values reported at balance date would have been affected by changes in the relevant risk variable that management considers to be reasonably possible. These sensitivities assume that the movement in a particular variable is independent of other variables.

	2010 \$	2009 \$
(Increase) decrease in profit		
- Increase in interest rate by 2%	(14,782)	(9,296)
- Decrease in interest rate by 2%	14,782	9,296
(Increase) decrease in equity		
- Increase in interest rate by 2%	(14,782)	(9,296)
- Decrease in interest rate by 2%	14,782	9,296

This sensitivity analysis has been performed on the assumption that all other variables remain unchanged. No sensitivity analysis has been performed for foreign exchange risk, as the entity is not exposed to fluctuations in foreign exchange.

NOTE 20: COMPANY DETAILS

The registered office of the company is:

St. Michael's Golf Club Ltd
Jennifer Street
Little Bay NSW 2036

ST. MICHAEL'S GOLF CLUB LIMITED

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DIRECTORS' DECLARATION

The directors of the company declare that:

1. the financial statements, encompassing the Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and notes thereto, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 30 June 2009 and of the performance for the year ended on that date of the company.
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



Director
Richard F. Buckley



Director
Domenic A. Cutrupi

Dated this 13th day of October 2010

ST. MICHAEL'S GOLF CLUB LIMITED

A.B.N. 22 001 008 206
(a company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ST. MICHAEL'S GOLF CLUB

We have audited the accompanying financial statements of St Michael's Golf Club Limited (the company) which comprises the statement of financial position as at 30th June 2010 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

The Responsibility of the Directors for the Financial Statements

The directors of the company are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards (including the Accounting Interpretations) and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

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

We note that additional financial data presented in the financial statements, namely the detailed revenue and trading statements and detailed revenue and expense schedules are in accordance with the books and records which have been subjected to the auditing procedures applied in our statutory audit of the Company. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given.

Independence

In conducting our audit we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by Corporations Act 2001, provided to the directors of St Michael's Golf Club Limited on 8 October 2010, would be in the same terms if provided to the directors as at the date of this auditor's report.

ST. MICHAEL'S GOLF CLUB LIMITED

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(a company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ST. MICHAEL'S GOLF CLUB

Auditor's Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of St Michael's Golf Club Limited as of 30 June 2010, and its financial performance and cash flows for the year then ended in accordance with the Corporations Act 2001 and the Australian Accounting Standards (including Australian Accounting Interpretations).

Signed at: 130 Francis Street
Richmond NSW

LAMB LOWE & PARTNERS
Chartered Accountants



Date: 13th October 2010

C W LAMB
Partner

ST. MICHAEL'S GOLF CLUB LIMITED

A.B.N. 22 001 008 206
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INDEPENDENT AUDIOT REPORT ON ADDITIONAL FINANCIAL INFORMATION for the year ended 30th June, 2010

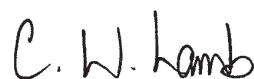
Our Audit Report on the financial report of St Michael's Golf Club Ltd for the year ended 30th June 2010, presented on the preceding pages, does not relate to the additional financial information presented herein after.

This additional financial information presented in the following statements, namely the detailed and departmental trading and profit and loss statements, have been prepared from the accounting records of the company and we do not express an opinion thereon.

Signed at: 130 Francis Street
RICHMOND NSW 2753

LAMB LOWE & PARTNERS
Chartered Accountants

Date: 13th October 2010



C W LAMB
A Partner of that firm

ST. MICHAEL'S GOLF CLUB LIMITED

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TRADING, PROFIT AND LOSS STATEMENT for the year ended 30th June, 2010

	2010 \$	2009 \$
INCOME		
Entrance Fees	199,671	243,430
Subscriptions Received	1,185,589	1,227,435
Interest Received	35,990	44,093
Insurance Recoveries	5,592	131,501
Sundry Income	1,747	-
Profit/(Loss) on Course Operations	(410,718)	(613,422)
Profit/(Loss) on House Trading Account	(174,100)	(299,842)
Profit/(Loss) on Golf Shop	70,245	40,044
Profit/(Loss) on Sale of Non Current Assets	(20,972)	5,980
	<u>893,044</u>	<u>779,219</u>
EXPENDITURE		
Accountancy Fees (Note 17)	6,180	5,285
Advertising	-	2,036
Amortisation of Fixed Assets	81,955	78,992
Auditor's Remuneration (Note 4)	15,840	15,330
Bank Charges	17,968	17,336
Consultancy Fees	11,917	11,736
Computer Expenses	48,243	27,280
Depreciation	10,824	11,604
Directors' Meeting Costs	891	1,025
Equipment Hire	3,528	3,638
Fringe Benefits Tax	7,254	3,567
Holiday Pay Provision	16,357	3,563
Insurance	87,116	80,703
Interest Paid	10,977	18,782
Legal Costs (Note 17)	-	38,282
Long Service Leave Provision	3,246	1,143
Payroll Tax	11,631	14,677
Postage, Printing & Stationery	25,091	32,604
Repairs & Maintenance	-	300
Salary & Wages	278,093	332,454
Sick Leave Provision	-	(1,045)
Staff Expenses	4,544	3,920
Staff Training & Welfare	1,870	927
Subscriptions	36,457	32,178
Sundry Administration Expenses	6,185	7,844
Superannuation Contributions	42,573	52,134
Telephone	11,235	13,910
Travelling & Car Expenses	114	360
Uniforms	200	-
Workers Compensation	7,673	7,492
	<u>747,962</u>	<u>818,057</u>
Profit (loss) before income tax	<u>145,082</u>	<u>(38,838)</u>

This page does not form part of the audited financial accounts.

ST. MICHAEL'S GOLF CLUB LIMITED

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TRADING ACCOUNT - GOLF COURSE for the year ended 30th June, 2010

	2010 \$	2009 \$
INCOME		
Cart Hire	338,463	314,698
GPS Hire	9,540	-
Green Fees	1,146,519	1,134,239
Sundry Income	5,010	15,113
	<u>1,499,532</u>	<u>1,464,050</u>
EXPENDITURE		
Advertising	5,791	6,741
Cart Expenses	31,791	25,271
Course Expenditure	1,288,000	1,416,575
Depreciation - Plant & Equipment	236,815	272,226
Management Fee	182,250	175,599
Operating Supplies	4,187	1,044
Pennant Expenses	31,129	34,283
Score Cards	9,754	18,257
Sundry Expenses	2,802	5,383
Tournament Entry Fees	1,078	6,453
Trophy & Golf Ball Expenses	116,653	115,640
	<u>1,910,250</u>	<u>2,077,472</u>
NET PROFIT/(LOSS) ON GOLF COURSE	<u>(410,718)</u>	<u>(613,422)</u>
(transferred to trading, profit & loss statement)		

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ST. MICHAEL'S GOLF CLUB LIMITED

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ANALYSIS OF COURSE EXPENDITURE for the year ended 30th June, 2010

	2010 \$	2009 \$
EXPENDITURE		
ADO Provision	-	-
Chemicals & Fertiliser	78,346	85,131
Electricity	32,396	20,778
Equipment Hire	5,048	15,462
Greenkeeping Tools	1,226	267
Holiday Pay Provision	(7,373)	(8,424)
Irrigation	34,947	23,588
Lease Rental	51,983	50,095
Links Supplies	23,086	28,310
Long Service Leave Provision	17,627	(7,779)
Machinery Supplies	1,978	2,749
Medical Tests	-	773
Motor Vehicle Expenses	3,445	3,215
Oil & Fuel - Course Equipment	21,856	30,933
Pathways & Roads	4,136	9,328
Payroll Tax	29,643	37,322
Plant Maintenance	28,868	38,639
Rates - Council & Water	41,257	40,127
Repairs & Maintenance - General	13,012	12,808
Sand & Soil	5,431	7,960
Security - Internal	-	120
Seed & Turf	3,672	5,576
Sick Leave Provision	-	(14,431)
Staff Expenses	17,912	12,568
Staff Training & Welfare	8,917	7,114
Superannuation	63,078	72,219
Telephone	7,998	6,554
Trees & Plants	13,740	13,212
Uniforms	9,690	4,288
Wages	755,474	898,015
Workers Compensation	20,607	20,058
Transfer to Trading Account - Golf Course	<u>1,288,000</u>	<u>1,416,575</u>

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ST. MICHAEL'S GOLF CLUB LIMITED

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TRADING ACCOUNT - GOLF SHOP for the year ended 30th June, 2010

	2010 \$	2009 \$
INCOME		
Sales	477,886	464,735
LESS COST OF TRADING		
Opening stock	78,819	71,454
Purchases	326,032	314,485
	<u>404,851</u>	<u>385,939</u>
Closing stock	111,162	78,819
	<u>293,689</u>	<u>307,120</u>
GROSS PROFIT FROM GOLF SHOP TRADING	184,197	157,615
EXPENDITURE		
Cleaning	-	350
Depreciation	14,467	17,040
Holiday Pay Provision	(1,413)	5,047
Long Service Leave Provision	2,364	2,580
Operating Supplies	4,213	3,568
Payroll Tax	11,430	11,488
Postage, Printing & Stationery	698	825
Repairs & Maintenance	255	5,974
Security	63	314
Sick Leave Provision	-	(2,857)
Staff Expenses	6,792	6,004
Staff Training & Welfare	110	-
Sundry Expenses	1,774	811
Superannuation	23,030	24,209
Telephone	2,706	2,218
Uniforms	160	665
Wages	274,246	264,822
Workers Compensation	7,627	6,062
	<u>348,522</u>	<u>349,120</u>
	(164,325)	(191,505)
OTHER INCOME		
Rental Income	48,984	50,617
Commissions	344	-
Management Fee	182,250	175,599
Sundry Income	2,992	5,333
	<u>70,245</u>	<u>40,044</u>
NET PROFIT/(LOSS) ON GOLF SHOP TRADING (transferred to trading, profit & loss statement)	<u><u>70,245</u></u>	<u><u>40,044</u></u>

This page does not form part of the audited financial accounts.

ST. MICHAEL'S GOLF CLUB LIMITED

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CONSOLIDATED TRADING ACCOUNT - HOUSE ACCOUNT for the year ended 30th June, 2010

	2010 \$	2009 \$
INCOME		
Profit/(Loss) for Bar Trading	9,913	25,472
Profit/(Loss) for Poker Machine Trading	23,334	23,384
Profit/(Loss) for Catering Trading	115,758	(30,615)
Locker Rentals	10,368	17,433
Sundry Income	51,085	39,978
	<u>210,458</u>	<u>75,652</u>
EXPENDITURE		
Amortisation of Fixed Assets	33,546	32,846
Cleaning	81,443	77,442
Depreciation	75,908	55,376
Equipment Hire	19,804	20,304
Fire Alarm Monitoring	5,253	7,790
Fire & Safety	3,744	3,260
Functions - Club	5,089	11,512
Functions - Ladies	715	-
Laundry & Linen	2,486	5,767
Light & Power	43,467	35,272
Locker Room Supplies	15,319	13,011
Payroll Tax	648	506
Repairs & Maintenance	31,151	44,197
Security - External	29,067	36,395
Security - Internal	6,302	5,308
Security - Other	11,149	12,876
Staff Expenses	401	197
Sundry Expenses	1,817	902
Superannuation	1,446	1,123
Wages	15,384	11,146
Workers Compensation	419	264
	<u>384,558</u>	<u>375,494</u>
NET PROFIT/(LOSS) ON HOUSE TRADING (transferred to trading, profit & loss statement)	<u>(174,100)</u>	<u>(299,842)</u>

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ST. MICHAEL'S GOLF CLUB LIMITED

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TRADING ACCOUNT - BAR for the year ended 30th June, 2010

	2010 \$	2009 \$
BAR TRADING		
Bar revenue	396,732	414,842
LESS COST OF TRADING		
Opening stock	17,729	20,542
Purchases	183,582	196,643
	<u>201,311</u>	<u>217,185</u>
Closing stock	18,857	17,729
	<u>182,454</u>	<u>199,456</u>
GROSS PROFIT FROM BAR TRADING	214,278	215,386
LESS BAR EXPENDITURE		
ADO Provision	523	843
Advertising	-	1,523
Bar Supplies	4,737	3,209
Cleaning	-	258
Depreciation	9,026	9,551
Gas	1,425	1,167
Holiday Pay Provision	3,780	8,779
Long Service Leave Provision	892	1,235
Payroll Tax	5,985	6,081
Repairs & Maintenance	3,392	4,223
Sick Leave Provision	-	(2,840)
Staff Expenses	8,296	3,652
Staff Training & Welfare	255	250
Stocktaking Fees	3,300	3,025
Sundry Expenses	273	-
Superannuation	11,384	10,908
Uniforms	1,020	312
Wages	145,686	134,627
Workers Compensation	4,054	3,111
	<u>204,365</u>	<u>189,914</u>
NET PROFIT/(LOSS) ON BAR TRADING (transferred to house account)	<u>9,913</u>	<u>25,472</u>

This page does not form part of the audited financial accounts.

ST. MICHAEL'S GOLF CLUB LIMITED

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TRADING ACCOUNT - POKER MACHINES for the year ended 30th June, 2010

	2010 \$	2009 \$
POKER MACHINE INCOME		
Poker Machine Takings	194,775	204,562
Sundry Income - Poker Machines	2,023	1,755
	<hr/> 196,798	<hr/> 206,317
POKER MACHINE EXPENDITURE		
Maintenance	1,759	1,620
Poker Machine Payouts	171,705	181,313
	<hr/> 173,464	<hr/> 182,933
NET PROFIT/(LOSS) ON POKER MACHINE TRADING (transferred to house account)	<hr/> <hr/> 23,334	<hr/> <hr/> 23,384

This page does not form part of the audited financial accounts.

ST. MICHAEL'S GOLF CLUB LIMITED

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TRADING ACCOUNT - CATERING for the year ended 30th June, 2010

	2010 \$	2009 \$
CATERING INCOME		
Bistro Sales	220,384	187,523
Outside Functions	507,363	167,968
Sundry Function Income	-	236,872
	<u>727,747</u>	<u>592,363</u>
LESS COST OF TRADING		
Opening stock	5,969	4,802
Purchases	230,412	381,805
	<u>236,381</u>	<u>386,607</u>
Closing stock	8,717	5,969
	<u>227,664</u>	<u>380,638</u>
GROSS PROFIT FROM CATERING	500,083	211,725
LESS CATERING EXPENDITURE		
Advertising	10,589	9,450
Cleaning	4,523	2,978
Decorations	22,262	4,680
Depreciation	5,973	7,188
Entertainment Hire	9,086	1,423
Equipment Hire	2,080	-
Gas	11,072	10,674
Holiday Pay Provision	1,608	6,266
Linen Costs	8,969	4,913
Long Service Leave Provision	964	481
Operating Supplies	12,046	6,175
Payroll Tax	10,039	6,254
Postage, Printing & Stationery	1,995	1,335
Replacements	2,834	5,811
Sick Leave Provision	-	(239)
Staff Expenses	513	546
Staff Training & Welfare	461	86
Stocktaking Fees	1,800	1,650
Subcontractors	-	7,414
Sundry Expenses	2,194	159
Superannuation	19,342	12,227
Temporary Staff	-	5,593
Wages	249,197	144,115
Workers Compensation	6,778	3,161
	<u>384,325</u>	<u>242,340</u>
NET PROFIT/(LOSS) ON CATERING TRADING (transferred to house account)	<u>115,758</u>	<u>(30,615)</u>

This page does not form part of the audited financial accounts.

ST. MICHAEL'S GOLF CLUB LIMITED

A.B.N. 22 001 008 206
(a company limited by guarantee)

ST. MICHAEL'S GOLF CLUB LIMITED for the year ended 30th June, 2010

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ST. MICHAEL'S GOLF CLUB LIMITED for the year ended 30th June, 2010

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