

Strathfield Recreation Club

ABN: 67 000 001 178

Financial Statements

For the Year Ended 30 September 2025

Strathfield Recreation Club

ABN: 67 000 001 178

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For the Year Ended 30 September 2025

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Strathfield Recreation Club

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Directors' Report
30 September 2025

The directors present their report on Strathfield Recreation Club (the Club) for the financial year ended 30 September 2025.

Directors

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

Names	Appointed/Resigned
KING, Graham	
BOW, Robert	
PADD, Mark	Resigned on 23/02/2025
TAMANG, Mrigesh	
YOGANATHAN, Nirupan	
MURRAY, Allan	Resigned on 23/02/2025
PARK, Esther	
YEE, William	Appointed on 23/02/2025
SMITH, Andrew	Appointed on 23/02/2025

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

Principal activities

The principal activity of Strathfield Recreation Club during the financial year was to provide members and their guests with the amenities and facilities enabling them to enjoy tennis, futsal and indoor social and recreational activities.

The following significant changes in the nature of the principal activity occurred during the financial year:

- to replace and repair surfaces and drainage to courts 4 and 5.
- to open up, develop and strengthen the membership to be a more diversified mix with wider access to services within the club.
- to expand membership numbers and support staff in their workplace.
- to reduce all existing loans to zero and build capital to facilitate future construction of new facilities.
- the continue staff and director training and compliance education.
- the improve the standard of tennis and promote the sport to as a great a diversified community as is possible.
- lodged the Development Application to Burwood Council for the construction of new tennis, futsal and parking facilities and follow the submission through to approval.

Strathfield Recreation Club

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Directors' Report

30 September 2025

Short term objectives

- to promote tennis as a lifelong sport both within the club and to the community in general.
- to maintain the clubs highly successful financial position and build capital.
- to maintain the clubs facilities and grounds to its current high quality.
- to promote the concept of a wider more inclusive and diver membership.

Long term objectives

Over the next five years the Board plans to:

- Continue to operate successfully keeping abreast of changing economic, social and legislative conditions.
- Further develop and detail to members a five to ten year strategic plan setting out long term opportunities and goals.
- Strive to increase female tennis membership and board participation.
- Introduce subsidised coaching arrangements for members to improve the standard of tennis at the Club.

Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

- Keep abreast of all issues that affect trading conditions, review selected new opportunities and seek ways to maximise use of the clubs facilities.
- Present to members a 5 year strategic plan for their consideration and approval that will guide future investments and development opportunities.
- Improve and maintain all facilities to meet the needs of members as we continue to grow.
- Capturing the club's rich tennis heritage and we will enhance awareness and our tennis credentials by trailing co-hosted sanctioned tennis events.
- Execute new member coaching strategies aiming particularly to increase female tennis membership and successful Badge participation.
- Train and develop staff and Board members to meet future needs and operating demands.
- Adoption of state of the art business software to stay at the forefront of club administration which includes integrated systems such as membership, boom gates and rewards points.
- Continue to improve communication with between administration, the Board of directors and members.

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Directors' Report 30 September 2025

Information on Directors

The names of each person who has been a director during the year and to the date of this report are:

KING, Graham

Qualification	B.Engineering (USYD), Dip Power Engineering (USYD), Dip Business, Cert IV Res Building Construction
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BOW, Robert

Qualification	B.Build (QS), B.Sc(Arch), B.Arch (hons), [UNSW], A.R.A.I.A
Special responsibilities	Club President

PADD, Mark

Qualification	B.Pharmacy
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TAMANG, Mrigesh

Qualification	Masters of Geotechnical Engineering (MEng), Bachelor of Engineering (BEng), Member of Australian Institute of Engineers (MIEAUST)
Special responsibilities	Vice President

YOGANATHAN, Nirupan

Qualification	B. Commerce, B. Science, Masters of Economics (Usyd)
Special responsibilities	Tennis Committee

MURRAY, Allan

Qualification	B. Medical Science (MQ), B.Science - Psychology (Usyd) Dip. Project Management, Cert. Change Manager, PhD - Reducing Carbon and Waste from Infrastructure Construction (in Progress)
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PARK, Esther

Qualifications	B. Nursing (Usyd), Class 2 Agent License
Special responsibilities	Vice President, Tennis Committee

YEE, William

Qualifications	B. Commerce, Fruit Wholesaler Sydney Markets
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SMITH, Andrew

Qualifications	Managing Director Of Lighting Business
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Members' guarantee

Strathfield Recreation Club is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$6, subject to the provisions of the company's constitution.

At 30 September 2025 the collective liability of members was \$92,028 (2024: \$63,192).

Directors' Report
30 September 2025

Future developments and results

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

Meetings of directors


During the financial year, 13 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follow:


	Directors' Meetings	
	Number eligible to attend	Number attended
KING, Graham	13	9
BOW, Robert	13	11
PADD, Mark	5	5
TAMANG, Mrigesh	13	11
YOGANATHAN, Nirupan	12	11
MURRAY, Allan	5	-
PARK, Esther	13	7
YEE, William	8	7
SMITH, Andrew	8	8

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 September 2025 has been received and can be found on page 5 of the financial report.

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

Director: 
Dated: 15/01/26.
Robert Bow

Director: 
NIRUPAN
YOGANATHAN
14/01/26

Auditor's Independence Declaration under section 307C of the Corporations Act 2001 to the Directors of Strathfield Recreation Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2025, there have been:

(i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit



PKF



DAVID HUTCHISON
PARTNER

15 JANUARY 2026
NEWCASTLE, NSW

Strathfield Recreation Club

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 September 2025

	Note	2025 \$	2024 \$
Revenue			
Revenue	4	11,966,368	10,640,358
Finance income		307,769	21,906
Expenses			
Cost of sales		(979,144)	(1,121,005)
Poker machine duty		(1,794,319)	(1,481,013)
Employee benefits expense	5	(2,480,223)	(2,193,692)
Depreciation and amortisation expense	5	(750,167)	(972,946)
Other operating expenses	5	(2,433,324)	(2,221,283)
Finance costs		(1,251)	(4,776)
Surplus before income tax		3,835,709	2,667,549
Income tax expense	2(i)	-	-
Surplus for the year		3,835,709	2,667,549
Other comprehensive income, net of income tax			
Other comprehensive income		-	-
Total comprehensive income for the year		3,835,709	2,667,549

The accompanying notes form part of these financial statements.

Strathfield Recreation Club

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Statement of Financial Position As At 30 September 2025

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	2,179,105	1,309,794
Trade and other receivables		75,056	118,870
Inventories		92,364	61,096
Financial assets	7	6,000,000	3,000,000
Other assets	8	213,423	138,156
TOTAL CURRENT ASSETS		8,559,948	4,627,916
NON-CURRENT ASSETS			
Property, plant and equipment	9	43,510,445	43,601,249
Intangible assets	10	1,039,863	1,039,863
Right of use assets		6,592	50,564
TOTAL NON-CURRENT ASSETS		44,556,900	44,691,676
TOTAL ASSETS		53,116,848	49,319,592
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	691,258	702,355
Lease liability		7,072	45,932
Employee benefits	12	158,889	167,283
Other liabilities	13	157,040	129,463
TOTAL CURRENT LIABILITIES		1,014,259	1,045,033
NON-CURRENT LIABILITIES			
Lease liability		-	7,072
Employee benefits	12	41,101	41,708
TOTAL NON-CURRENT LIABILITIES		41,101	48,780
TOTAL LIABILITIES		1,055,360	1,093,813
NET ASSETS		52,061,488	48,225,779
EQUITY			
Reserves	14	32,602,689	32,602,689
Accumulated surplus		19,458,799	15,623,090
TOTAL EQUITY		52,061,488	48,225,779

The accompanying notes form part of these financial statements.

Strathfield Recreation Club

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Statement of Changes in Equity For the Year Ended 30 September 2025

	Accumulated surplus \$	Reserves \$	Total \$
Balance at 1 October 2024	15,623,090	32,602,689	48,225,779
Surplus for the year	3,835,709	-	3,835,709
Balance at 30 September 2025	19,458,799	32,602,689	52,061,488
Balance at 1 October 2023	12,955,541	32,602,689	45,558,230
Surplus for the year	2,667,549	-	2,667,549
Balance at 30 September 2024	15,623,090	32,602,689	48,225,779

The accompanying notes form part of these financial statements.

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Statement of Cash Flows For the Year Ended 30 September 2025

	2025	2024
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	13,206,819	11,691,149
Payments to suppliers and employees	(8,927,266)	(7,795,731)
Interest received	307,769	21,906
Finance costs	(1,251)	(4,776)
Net cash provided by operating activities	<u>4,586,071</u>	<u>3,912,548</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment (net)	(615,391)	(564,097)
Purchase of financial assets	<u>(3,021,867)</u>	<u>(3,000,000)</u>
Net cash used in investing activities	<u>(3,637,258)</u>	<u>(3,564,097)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payment of lease liabilities	<u>(45,932)</u>	<u>(90,188)</u>
Net cash used in financing activities	<u>(45,932)</u>	<u>(90,188)</u>
Net increase in cash and cash equivalents held	902,881	258,263
Cash and cash equivalents at beginning of year	<u>1,309,794</u>	<u>1,051,531</u>
Cash and cash equivalents at end of financial year	6 <u><u>2,212,675</u></u>	<u><u>1,309,794</u></u>

The accompanying notes form part of these financial statements.

Strathfield Recreation Club

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Notes to the Financial Statements

For the Year Ended 30 September 2025

The financial report covers Strathfield Recreation Club as an individual entity. Strathfield Recreation Club is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Strathfield Recreation Club is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

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

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

Material accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Material Accounting Policy Information

(a) Revenue and other income

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

Sale of goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time where the performance obligations have been met and transfer of control have been completed. Revenue is recognised net of any discounts given to members/patrons.

Provision of services

Revenue from rendering of services comprises revenue from memberships, together with other services to members and other patrons of the Club and is recognised when the services are provided.

Revenue from the provision of membership subscriptions is recognised on a straight-line basis over the membership period.

Gaming machine revenue is recognised on an accrual basis, calculated as net of gaming machine collections and payout's, less any costs associated with future jackpot contributions.

Rental income

Rental income from sub-leases is recognised on a straight line basis over the term of the lease.

Other income

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

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

Notes to the Financial Statements

For the Year Ended 30 September 2025

2 Material Accounting Policy Information (cont'd)

(b) Property, plant and equipment

Classes of property, plant and equipment are measured using the cost or revaluation model as specified below.

Plant and equipment and buildings are measured using the cost model and land is measured using the revaluation model.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Fair value

Land is held at fair value using the revaluation model.

Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a straight-line method from the date that management determine that the asset is available for use. Land is not depreciated.

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

Fixed asset class	Depreciation rate
Buildings	2.5% - 20%
Plant and Equipment	2.5% - 50%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Future capital improvements is capitalised within property, plant and equipment and capital works in progress. When development is completed, the asset will be transferred to plant and equipment. No depreciation is charged during the development phase.

(c) Intangible assets

Poker machine entitlements

Poker machine entitlements are initially recorded at cost. Poker machine entitlements have an indefinite life and are tested annually for impairment and carried at cost less any accumulated amortisation and impairment losses.

Notes to the Financial Statements

For the Year Ended 30 September 2025

2 Material Accounting Policy Information (cont'd)

(d) Financial instruments

Financial assets

Financial assets are initially measured at fair value. Transactions costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the group has transferred substantially all the risk and rewards of ownership. When there is not reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Impairment of financial assets

The company recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Company's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain. Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

Financial liabilities

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

(e) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is evidence of an impairment indicator for non-financial assets. Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss. Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

Notes to the Financial Statements

For the Year Ended 30 September 2025

2 Material Accounting Policy Information (cont'd)

(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 wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period 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 satisfy vesting requirements. Cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

(g) Cash and cash equivalents

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

(h) Goods and services tax (GST)

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

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

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

(i) Income Tax

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

Notes to the Financial Statements

For the Year Ended 30 September 2025

2 Material Accounting Policy Information (cont'd)

(j) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no right at the end of the reporting period to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

3 Critical Accounting Estimates and Judgments

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

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

The significant estimates and judgements made have been described below.

Key estimates - impairment

In assessing impairment, management estimates the recoverable amount of each asset or cash-generating unit based on expected future cash flows and uses an interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate.

Key estimates- Income tax exempt status

The Directors of the Club have self assessed their ongoing exemption from income tax at 30 September 2025, as a Sporting Club in accordance with Section 50.45 of the Income Tax Assessment Act 1997.

Key estimates - fair value of land

The Club carries its land at fair value with changes in the fair value recognised in revaluation reserve. Independent valuations are obtained triennially. At the end of each reporting period the committee members update their assessment of the fair value of land, taking into account the most recent valuations and movements in the market. The directors consider the current value of the club as appropriate.

An independent valuation of freehold land situated at 4a Lyon Street, Strathfield NSW 2135 was undertaken on the 8th of November 2023, resulting in a fair value adjustment of \$2,300,000 which was recognised in other comprehensive income in previous year. The independent valuation was carried out by Acrumentis Statutory Services Pty Ltd and based on market evidence and current zoning restrictions to determine the highest and best use of the Club's land.

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Notes to the Financial Statements For the Year Ended 30 September 2025

4 Revenue and Other Income

	2025	2024
	\$	\$
- Membership subscriptions	231,010	230,559
- Bar sales	1,605,272	1,599,088
- Poker machine clearance (net of payouts)	8,490,305	7,319,659
- Rental revenue	151,998	152,510
- Golden Goal revenue	598,283	590,741
- Other sales revenue	889,500	747,801
	<u>11,966,368</u>	<u>10,640,358</u>

Disaggregation of revenue from contracts with customers

Revenue from contracts with customers has been disaggregated into revenue earned at a point in time and revenue earned over time.

Timing of revenue recognition

- At a point in time	11,583,360	10,257,289
- Over time	383,008	383,069
	<u>11,966,368</u>	<u>10,640,358</u>

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Notes to the Financial Statements For the Year Ended 30 September 2025

5 Result for the year

The result for the year includes the following specific expenses:

	2025	2024
	\$	\$
Depreciation & impairment		
Depreciation on buildings	313,345	339,612
Depreciation on plant and equipment	392,850	547,618
Depreciation of right-of-use asset	43,972	85,716
	<u>750,167</u>	<u>972,946</u>
Employee benefits expense:		
- Salary and employee benefit expense	2,112,084	1,876,957
- Contributed superannuation	225,290	196,204
- Other employee costs	142,849	120,531
	<u>2,480,223</u>	<u>2,193,692</u>
Other operating expenses		
- Advertising	53,780	45,042
- Bank charges	65,604	57,233
- Cleaning	262,117	241,563
- Donations	479,738	380,288
- Utilities	174,553	169,923
- Entertainment expenses	221,118	228,284
- Insurance expense	141,967	132,755
- Other operating expenses	443,917	420,406
- Subcontracting costs	208,885	195,705
- Repairs and maintenance	356,566	317,063
- Security costs	25,079	33,021
	<u>2,433,324</u>	<u>2,221,283</u>

6 Cash and Cash Equivalents

Cash on hand	373,650	198,515
Cash at bank	1,805,455	1,111,279
	<u>2,179,105</u>	<u>1,309,794</u>

7 Financial Assets

CURRENT		
Term deposits	6,000,000	3,000,000

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Notes to the Financial Statements For the Year Ended 30 September 2025

8 Other assets

	2025	2024
	\$	\$
CURRENT		
Accrued income	170,120	132,216
Other asset	43,303	5,940
	<u>213,423</u>	<u>138,156</u>

9 Property, plant and equipment

LAND AND BUILDINGS

Freehold land

At independent valuation	32,300,000	32,300,000
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Buildings

At cost	11,736,833	11,767,320
Accumulated depreciation	(1,999,872)	(1,693,979)
	<u>9,736,961</u>	<u>10,073,341</u>

Future capital improvements

At cost	869,155	394,962
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Plant and equipment

At cost	3,214,144	3,333,535
Accumulated depreciation	(2,609,815)	(2,500,589)
	<u>604,329</u>	<u>832,946</u>
	<u>43,510,445</u>	<u>43,601,249</u>

Movements in Carrying Amounts

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

	Future Capital Improvements	Land	Buildings	Plant and Equipment	Total
	\$	\$	\$	\$	\$
Year ended 30 September 2025					
Balance at the beginning of year	394,962	32,300,000	10,073,341	832,946	43,601,249
Additions	610,939	-	-	145,750	756,689
Disposals/write off	(73,192)	-	(64,822)	(3,519)	(141,533)
Transfer	(63,554)	-	41,508	22,046	-
Depreciation expense	-	-	(313,066)	(392,894)	(705,960)
Balance at the end of the year	<u>869,155</u>	<u>32,300,000</u>	<u>9,736,961</u>	<u>604,329</u>	<u>43,510,445</u>

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Notes to the Financial Statements For the Year Ended 30 September 2025

9 Property, plant and equipment (cont'd)

Movements in Carrying Amounts (cont'd)

Future capital improvements

Future capital improvements relate to expenditure incurred in relation to the ongoing development of the Club premises. The value of future capital improvements are recognised at cost and transferred to buildings on completion of the development.

Independent valuation of land

An independent valuation of freehold land situated at 4a Lyon Street, Strathfield NSW 2135 was undertaken on the 8th of November 2023, resulting in a fair value adjustment of \$2,300,000 being recognised in other comprehensive income in previous year. The independent valuation was carried out by Acrumentis Statutory Services Pty Ltd and based on market evidence and current zoning restrictions to determine the highest and best use of the Club's land.

10 Intangible Assets

	2025	2024
	\$	\$
Poker machine entitlements	<u>1,039,863</u>	<u>1,039,863</u>

11 Trade and Other Payables

CURRENT

Trade payables	375,991	431,290
Payroll accrual	105,857	57,455
GST payable	<u>209,410</u>	<u>213,610</u>
	<u>691,258</u>	<u>702,355</u>

12 Employee Benefits

CURRENT

Provision for employee benefits	<u>158,889</u>	<u>167,283</u>
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13 Other Liabilities

CURRENT

Advance payments - members subscriptions	135,599	107,218
Advance payments - GST rebates	7,031	8,005
Rental bond	<u>14,410</u>	<u>14,240</u>
	<u>157,040</u>	<u>129,463</u>

Strathfield Recreation Club

ABN: 67 000 001 178

Notes to the Financial Statements For the Year Ended 30 September 2025

14 Reserves

	2025	2024
	\$	\$
Asset revaluation reserve - land	32,450,000	32,450,000
Capital profits reserve	152,689	152,689
	<u>32,602,689</u>	<u>32,602,689</u>

(a) Asset revaluation reserve

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model.

15 Financial Risk Management

Financial assets

Held at amortised cost

Cash and cash equivalents	2,179,105	1,309,794
Trade and other receivables	75,056	118,870
Other financial asset	6,000,000	3,000,000

Total financial assets

<u>8,254,161</u>	<u>4,428,664</u>
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Financial liabilities

Held at amortised cost

Trade and other payables	691,258	702,355
Other liabilities	157,040	129,463
Lease liabilities	7,072	53,004

Total financial liabilities

<u>855,370</u>	<u>884,822</u>
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16 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 6 each towards meeting any outstanding obligations of the Company. At 30 September 2025 the number of members was 15,338 (2024: 10,532).

17 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Company is \$ 287,256 (2024: \$247,242).

18 Auditors' Remuneration

Remuneration of the auditor, PKF for:

- auditing or reviewing the financial statements	27,450	26,145
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19 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 September 2025 (30 September 2024: None).

Strathfield Recreation Club

ABN: 67 000 001 178

Notes to the Financial Statements
For the Year Ended 30 September 2025

20 Related Parties

(a) The Company's main related parties are as follows:

Key management personnel - refer to Note 17.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

(b) Transactions with related parties

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

	2025
	\$
Payment of Wages to Related Party	
Salary and wages	98,678
Superannuation	11,454
	110,132

21 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of 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.

22 Statutory Information

The registered office and principal place of business of the company is:
Strathfield Recreation Club
4a Lyons Street
Strathfield NSW 2135

Strathfield Recreation Club

ABN: 67 000 001 178

Consolidated Entity Disclosure Statement

For the Year Ended 30 September 2025

Strathfield Recreation Club has no controlled entities and, therefore, is not required by the Australian Accounting Standards to prepare consolidated financial statements. As a result, section 295(3A)(a) of the Corporations Act 2001 does not apply to the entity.

Basis of Preparation

This Consolidated Entity Disclosure Statement (CEDS) has been prepared in accordance with the Corporations Act 2001.

Strathfield Recreation Club

ABN: 67 000 001 178

Director's Declaration

For the Year Ended 30 September 2025

The directors of the Club declare that:

1. The financial statements and notes, as set out on pages 8 to 21, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Simplified Disclosure; and
 - b. give a true and fair view of the financial position as at 30 September 2025 and of the performance for the year ended on that date of the Club.
2. In the directors' opinion, there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.
3. The information disclosed in the attached consolidated entity disclosure statement is true and correct.

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

Director



Dated :

15/01/26 .
Robert Bow.

Director



NIRUPAN
YOGANATHAN
14/01/26

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF STRATHFIELD RECREATION CLUB LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Strathfield Recreation Club Limited (the Company), which comprises the statement of financial position as at 30 September 2025, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of Strathfield Recreation Club Limited, is in accordance with the Corporations Act 2001, including:

- (a) Giving a true and fair view of the company's financial position as at 30 September 2025, and of its financial performance for the year then ended; and
- (b) Complying with the Australian Accounting Standards – Simplified Disclosure Requirements and Corporations Regulations 2001.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report.

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

Independence

We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 September 2025 but does not include the financial report and our auditor's report thereon.

Other Information (cont'd)

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosure Requirements and the Corporations Act 2001, and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

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

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

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

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

PKF
PKF



DAVID HUTCHISON
PARTNER

15 JANUARY 2026
NEWCASTLE, NSW