

GRACE PARK HAWTHORN CLUB INC.  
COMMITTEE OF MANAGEMENT REPORT

Your Committee of Management submit the financial report of Grace Park Hawthorn Club Inc. for the financial year ended 31 July 2023.

COMMITTEE OF MANAGEMENT

The names of the Committee Members throughout the year and at the date of this report are:

Mrs Jane Nathan (President)  
Mr Angus Henderson (Secretary)  
Mr Gaurav Gupta (Treasurer)  
Mr Adam Hubble  
Ms Rebecca Xuereb

Mr Paul De Leso  
Ms Polina Jessop  
Mr Gyver Huang  
Mr Tim O'Loughlin  
Mr Steven Cuff (resigned August 2023)

PRINCIPAL ACTIVITIES

The principal activities of the association during the financial year were:  
- to provide a sporting facility that caters for tennis, squash and snooker players of all standards and abilities with a special emphasis on competition play.

SIGNIFICANT CHANGES


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

OPERATING RESULT


Net Result for the Period

| 2023      | 2022   |
|-----------|--------|
| \$        | \$     |
| (132,486) | 18,003 |

Signed in accordance with a resolution of the Committee of Management

  
COMMITTEE MEMBER  
TREASURER

Dated this 8 day of Nov 2023.

  
COMMITTEE MEMBER  
President

2023.

16 November '23

**GRACE PARK HAWTHORN CLUB INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 JULY 2023**

|  | Note | 2023<br>\$       | 2022<br>\$       |
|--|------|------------------|------------------|
| <b>ASSETS</b>                                |      |                  |                  |
| <b>CURRENT ASSETS</b>                        |      |                  |                  |
| Cash & Cash Equivalents                      | (7)  | 247,358          | 392,320          |
| Trade & Other Receivables                    |      | 6,787            | 18,837           |
| Amounts Due from ATO                         |      | -                | -                |
| Inventories                                  |      | 18,790           | 19,307           |
|  |      | <u>272,935</u>   | <u>430,464</u>   |
| <b>TOTAL CURRENT ASSETS</b>                  |      |                  |                  |
| <b>NON-CURRENT ASSETS</b>                    |      |                  |                  |
| Property, Plant and Equipment                | (8)  | 4,571,110        | 4,542,308        |
|  |      | <u>4,571,110</u> | <u>4,542,308</u> |
| <b>TOTAL NON-CURRENT ASSETS</b>              |      |                  |                  |
| <b>TOTAL ASSETS</b>                          |      |                  |                  |
|  |      | <u>4,844,045</u> | <u>4,972,772</u> |
| <b>CURRENT LIABILITIES</b>                   |      |                  |                  |
| Trade & Other Payables                       | (9)  | 42,292           | 16,234           |
| Income in Advance                            |      | 170,764          | 187,403          |
| Provisions                                   | (10) | 10,912           | 6,657            |
| Interest Bearing Liabilities                 | (11) | 10,305           | 10,305           |
|  |      | <u>234,273</u>   | <u>220,599</u>   |
| <b>TOTAL CURRENT LIABILITIES</b>             |      |                  |                  |
| <b>NON-CURRENT LIABILITIES</b>               |      |                  |                  |
| Provisions                                   | (10) | 1,585            | 907              |
| Interest Bearing Liabilities                 | (11) | 10,374           | 20,967           |
|  |      | <u>11,959</u>    | <u>21,874</u>    |
| <b>TOTAL NON-CURRENT LIABILITIES</b>         |      |                  |                  |
| <b>TOTAL LIABILITIES</b>                     |      |                  |                  |
|  |      | <u>246,232</u>   | <u>242,473</u>   |
| <b>NET ASSETS</b>                            |      |                  |                  |
|  |      | <u>4,597,813</u> | <u>4,730,299</u> |
| <b>EQUITY</b>                                |      |                  |                  |
| Retained Earnings                            |      | 4,597,813        | 4,730,299        |
|  |      | <u>4,597,813</u> | <u>4,730,299</u> |
| <b>TOTAL EQUITY</b>                          |      |                  |                  |
|  |      | <u>4,597,813</u> | <u>4,730,299</u> |
| Commitments for Expenditure                  | (12) |                  |                  |
| Contingent Liabilities and Contingent Assets | (13) |                  |                  |

The accompanying notes form part of these financial statements

**GRACE PARK HAWTHORN CLUB INC.  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 JULY 2023**

|                               | Retained<br>Earnings<br>\$ | TOTAL<br>\$      |
|-------------------------------|----------------------------|------------------|
| <b>2022</b>                   |                            |                  |
| Balance at beginning of year  | 4,712,296                  | 4,712,296        |
| Net Result for the year       | 18,003                     | 18,003           |
| Other Comprehensive Income    | -                          | -                |
| <b>Balance at end of year</b> | <b>4,730,299</b>           | <b>4,730,299</b> |

|                               | Retained<br>Earnings<br>\$ | TOTAL<br>\$      |
|-------------------------------|----------------------------|------------------|
| <b>2023</b>                   |                            |                  |
| Balance at beginning of year  | 4,730,299                  | 4,730,299        |
| Net Result for the year       | (132,486)                  | (132,486)        |
| Other Comprehensive Income    | -                          | -                |
| <b>Balance at end of year</b> | <b>4,597,813</b>           | <b>4,597,813</b> |

**GRACE PARK HAWTHORN CLUB INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JULY 2023**

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**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(f) Inventories**

Inventories include goods and other property held either for sale or distribution at no or nominal cost in the ordinary course of business operations. It includes land held for sale and excludes depreciable assets.

Inventories held for distribution are measured at cost, adjusted for any loss of service potential. All other inventories, including land held for sale, are measured at the lower of cost and net realisable value.

Bases used in assessing loss of service potential for inventories held for distribution include current replacement cost and technical or functional obsolescence. Technical obsolescence occurs when an item still functions for some or all of the tasks it was originally acquired to do, but no longer matches existing technologies. Functional obsolescence occurs when an item no longer functions the way it did when it was first acquired.

Cost for all other inventory is measured on the basis of weighted average cost.

Inventories acquired for no cost or nominal considerations are measured at current replacement cost at the date of acquisition.

**(g) Financial Instruments**

Financial instruments arise out of contractual agreements that give rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Due to the nature of the Association's activities, certain financial assets and financial liabilities arise under statute rather than a contract. Such financial assets and financial liabilities do not meet the definition of financial instruments in *AASB 132 Financial Instruments: Presentation*.

From 1 July 2018, the Association applies AASB 9 and classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms.

**Categories of financial assets under AASB 9**

**Financial assets at amortised cost**

Financial assets are measured at amortised costs if both of the following criteria are met and the assets are not designated as fair value through net result:

- the assets are held by the Association to collect the contractual cash flows, and
- the assets' contractual terms give rise to cash flows that are solely payments of principal and interests.

These assets are initially recognised at fair value plus any directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method less any impairment.

The Association recognises the following assets in this category:

- cash and deposits;
- receivables (excluding statutory receivables); and
- term deposits.

**Financial assets at fair value through other comprehensive income**

Debt investments are measured at fair value through other comprehensive income if both of the following criteria are met and the assets are not designated as fair value through net result:

- the assets are held by the Association to achieve its objective both by collecting the contractual cash flows and by selling the financial assets, and
- the assets' contractual terms give rise to cash flows that are solely payments of principal and interests.

Equity investments are measured at fair value through other comprehensive income if the assets are not held for trading and the Association has irrevocably elected at initial recognition to recognise in this category.

These assets are initially recognised at fair value with subsequent change in fair value in other comprehensive income.

Upon disposal of these debt instruments, any related balance in the fair value reserve is reclassified to profit or loss. However, upon disposal of these equity instruments, any related balance in fair value reserve is reclassified to retained earnings.

**Financial assets at fair value through net result**

Equity instruments that are held for trading as well as derivative instruments are classified as fair value through net result. Other financial assets are required to be measured at fair value through net result unless they are measured at amortised cost or fair value through other comprehensive income as explained above. However, as an exception to those rules above, the Association may, at initial recognition, irrevocably designate financial assets as measured at fair value through net result if doing so eliminates or significantly reduces a measurement or recognition inconsistency ('accounting mismatch') that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The Association recognises listed equity securities as mandatorily measured at fair value through net result and designated all of its managed investment schemes as well as certain 5-year government bonds as fair value through net result.

**Categories of financial assets previously under AASB 139**

**Loans and receivables and cash** are financial instrument assets with fixed and determinable payments that are not quoted on an active market. These assets and liabilities are initially recognised at fair value plus any directly attributable transaction costs. Subsequent to initial measurement, loans and receivables are measured at amortised cost using the effective interest method (and for assets, less any impairment).

The Association recognises the following assets in this category:

- cash and deposits; and
- receivables (excluding statutory receivables).

**GRACE PARK HAWTHORN CLUB INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JULY 2023**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(j) Depreciation**

The depreciable amount of all fixed assets, including buildings, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The following table indicates the depreciation rates of non current assets on which the depreciation charges are based.

| <b>Class of Fixed Asset</b> | <b>Rate</b>  |
|-----------------------------|--------------|
| Buildings                   | 2.50%        |
| Tennis Courts & Fences      | 10.00%       |
| Plant & Equipment           | 10% to 22.5% |
| Low Value Pool              | 37.50%       |

**(k) Impairment of Assets**

At the end of each reporting period, the Association assesses whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less cost of disposal and value-in-use, to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is immediately recognised in profit or loss.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the Association would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

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

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

**(l) Comparative Figures**

Where necessary comparative figures have been reclassified to facilitate comparisons.

**(m) Payables**

Payables represent the liability outstanding at the end of the reporting period for goods and services received by the Association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**(n) Goods & Services Tax**

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

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the Statement of Financial Position.

Cash flows are represented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(o) Employee Benefits**

**Short-term employee benefits**

Provision is made for the Association's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages and salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Association's obligations for short-term employee benefits such as wages and salaries are recognised as a part of the current trade and other payables in the Statement of Financial Position.

**Other long-term employee benefits**

Provision is made for employees' annual leave entitlements not expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments are measured at present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to end-of-reporting-period market yields or Government bonds that have maturity dates approximating the terms of the obligations.

Any remeasurements of other long-term employee benefit obligations due to changes in assumptions are recognised in profit or loss in the periods in which the exchanges occur.

GRACE PARK HAWTHORN CLUB INC.  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2023

|   | 2023           | 2022           |
|---|----------------|----------------|
|   | \$             | \$             |
| <b>2. REVENUE</b>                             |                |                |
| <b>Revenue from Operating Activities</b>      |                |                |
| Bar Sales                                     | 185,988        | 126,201        |
| Bar Food Sales                                | 36,758         | 15,649         |
| Functions Sales - Drink & Food                | 132,863        | 103,830        |
| Gym Hire                                      | 10,301         | 7,283          |
| Hire of Facilities                            | 22,673         | 23,515         |
| Membership Subscriptions                      | 347,653        | 255,624        |
| Tennis & Squash                               | 85,285         | 60,111         |
| Tournament Fees                               | 13,215         | 6,747          |
| Visitor Fees                                  | 9,315          | 686            |
|   | <b>844,051</b> | <b>599,646</b> |
| <b>Revenue from Non-Operating Activities</b>  |                |                |
| Fundraising                                   | -              | 10,234         |
| Grant Received                                | -              | 134,091        |
| Other Income                                  | 2,281          | 44             |
| Insurance Proceeds                            | 58,115         | -              |
| Rental Income                                 | 13,681         | 9,673          |
| Sponsorships                                  | 15,636         | 1,420          |
|   | <b>89,713</b>  | <b>155,462</b> |
|   | <b>933,764</b> | <b>755,108</b> |
| <b>TOTAL REVENUE FROM ORDINARY ACTIVITIES</b> |                |                |
| <b>3. EMPLOYEE EXPENSES</b>                   |                |                |
| Salaries & Wages                              | 325,533        | 198,920        |
| Superannuation                                | 32,904         | 19,240         |
| Workcover                                     | 2,018          | 1,643          |
|   | <b>360,455</b> | <b>219,803</b> |
| <b>4. DEPRECIATION</b>                        |                |                |
| Buildings                                     | 108,534        | 90,363         |
| Courts & Fences                               | -              | 10,214         |
| Plant & Equipment                             | -              | 4,831          |
| Low Value Pool                                | -              | 120            |
|   | <b>108,534</b> | <b>105,528</b> |

GRACE PARK HAWTHORN CLUB INC.  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 31 JULY 2023

|  | 2023                    | 2022                    |
|--|-------------------------|-------------------------|
|  | \$                      | \$                      |
| <b>8. PROPERTY, PLANT AND EQUIPMENT</b>    |                         |                         |
| Freehold Land - at Cost                    | 155,571                 | 155,571                 |
| <b>Total Land</b>                          | <b>155,571</b>          | <b>155,571</b>          |
| Buildings Renovations at Cost              | 4,694,180               | 4,694,180               |
| less Accumulated Depreciation              | <u>(559,224)</u>        | <u>(470,668)</u>        |
|  | 4,134,956               | 4,223,512               |
| <b>Total Buildings</b>                     | <b>4,134,956</b>        | <b>4,223,512</b>        |
| Tennis Courts & Fences at Cost             | 296,046                 | 175,217                 |
| less Accumulated Depreciation              | <u>(94,666)</u>         | <u>(85,716)</u>         |
|  | <b>201,380</b>          | <b>89,501</b>           |
| Plant & Equipment at Cost                  | 233,183                 | 216,676                 |
| less Accumulated Depreciation              | <u>(153,980)</u>        | <u>(143,154)</u>        |
|  | <b>79,203</b>           | <b>73,522</b>           |
| Low Value Pool at Cost                     | 8,605                   | 8,605                   |
| less Accumulated Depreciation              | <u>(8,605)</u>          | <u>(8,403)</u>          |
|  | -                       | <b>202</b>              |
| <b>TOTAL PROPERTY, PLANT AND EQUIPMENT</b> | <b><u>4,571,110</u></b> | <b><u>4,542,308</u></b> |

**GRACE PARK HAWTHORN CLUB INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JULY 2023**

|   | 2023                 | 2022                 |
|---|----------------------|----------------------|
|   | \$                   | \$                   |
| <b>9. TRADE &amp; OTHER PAYABLES</b>      |                      |                      |
| Trade Payables                            | 10,559               | 2,826                |
| Amounts Payable to ATO                    | 21,301               | 11,316               |
| Sundry Payables & Accruals                | 10,432               | 2,092                |
| <b>TOTAL TRADE &amp; OTHER PAYABLES</b>   | <b><u>42,292</u></b> | <b><u>16,234</u></b> |
| <b>10. PROVISIONS</b>                     |                      |                      |
| <b>Current</b>                            |                      |                      |
| Employee Benefits (refer note 10a)        | 10,912               | 6,657                |
| <b>Non Current</b>                        |                      |                      |
| Employee Benefits (refer note 10a)        | 1,585                | 907                  |
| <b>TOTAL PROVISIONS</b>                   | <b><u>12,497</u></b> | <b><u>7,564</u></b>  |
| <b>10a. EMPLOYEE BENEFITS</b>             |                      |                      |
| <b>Current</b>                            |                      |                      |
| Annual Leave at nominal value             | 10,912               | 6,657                |
| Long Service Leave at present value       | -                    | -                    |
|   | 10,912               | 6,657                |
| <b>Non Current</b>                        |                      |                      |
| Long Service Leave at present value       | 1,585                | 907                  |
| <b>TOTAL EMPLOYEE BENEFITS</b>            | <b><u>12,497</u></b> | <b><u>7,564</u></b>  |
| <b>11. INTEREST BEARING LIABILITIES</b>   |                      |                      |
| <b>Current</b>                            |                      |                      |
| Loan - Tennis Australia                   | 10,305               | 10,305               |
|   | 10,305               | 10,305               |
| <b>Non Current</b>                        |                      |                      |
| Loan - Tennis Australia                   | 10,374               | 20,967               |
|   | 10,374               | 20,967               |
| <b>TOTAL INTEREST BEARING LIABILITIES</b> | <b><u>20,679</u></b> | <b><u>31,272</u></b> |

*The Tennis Australia loan is to be repaid over 8 years via quarterly instalments, commencing October 2017.*



GRACE PARK HAWTHORN CLUB INC.  
ANNUAL STATEMENTS GIVE TRUE AND FAIR VIEW OF FINANCIAL POSITION  
AND PERFORMANCE  
FOR THE YEAR ENDED 31 JULY 2023

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We, Jane Nathan, and Gourav Gupta.

being members of Grace Park Hawthorn Club Inc. certify that:

The Statements attached to this certificate give a true and fair view of the financial position and performance

of Grace Park Hawthorn Club Inc. during and at the end of the financial year for the Association ending on 31 July 2023.

J. Nathan  
PRESIDENT -

16<sup>th</sup> November 2023

G. Gupta  
TREASURER -

Dated this 8 day of NOVEMBER, 2023.