

CLARENCE RIVER JOCKEY CLUB 2023 ANNUAL REPORT



ARAPAHO (FR)
2022 Grafton Cup Winner



Annual General Meeting

NOTICE OF MEETING

Notice is hereby given that the Annual General Meeting of Clarence River Jockey Club Limited will be held in the Riverdale Lounge, Grafton Racecourse, Powell Street Grafton on Wednesday, 15 November 2023 commencing at 6.30pm.

BUSINESS

1. Receive and table Apologies
2. Confirm the minutes of the previous Annual General Meeting
3. Receive and consider the reports of the Board of Directors
4. Receive and consider the Financial Statements for the year ending 30 June 2023
5. Appoint Auditors to hold office until the next AGM
6. Deal with any business of which due notice has been given
7. Consider any other business of which the meeting may approve

Michael Beattie
Chief Executive Officer



CLARENCE RIVER JOCKEY CLUB

Grafton Racecourse
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CRJC Directors & Staff

Clarence River Jockey Club Board of Directors



Back Row L to R: Stephen Haines (Vice Chairman) Bob Pavitt Terry Green Gerry McMullan Andrew Hayes (Treasurer) Graeme Green (Chairman)
Front Row L to R: Damien Rouse Julie Hutchings Matthew Paget Graeme Rickwood

Clarence River Jockey Club Staff



Michael Beattie
Chief Executive Officer

Drew Cookson
Racecourse Manager
(to end Dec 2022)

Jesse Boffey
Racecourse Manager
(from Jan 2023)

Wayne Phillips
Hospitality & Events Manager



Sandra Johnson
Finance / Administration

Sue Donohoe
Administration

Wayne Hicks
Trackwork Supervisor





Chairman's Report

Dear Members

It is my pleasure to present the 2022/23 Annual Report to members following yet another difficult period, mainly due to the tough economic climate which we have experienced during the past few financial years.

Most race clubs have experienced similar circumstances where annual betting turnovers have only shown small increases or in many cases have fallen. I feel this is mainly due to many people within our communities doing it tough, particularly the younger generation and those trying to service a mortgage, as the cost of living expenses continually rise beyond wages.

We did finish the year with a reasonable trading outcome showing a deficiency of \$111,000 after meeting all expenses and improvements, maintenance, depreciation and provisions. I refer you to our Treasurer's detailed report herein, which I recommend to members as it outlines all our financial activities.

We have done a lot of work and improvements around the tracks over the past couple of years, although there is always more to be done. Funding for this work is our biggest problem, particularly when we don't have a great profit margin to work with and must contribute much of the expenditure from our own cash flows.

The club is indeed fortunate to have a good team of skilled staff in all areas of our operation. In December our long term track manager Mr Drew Cookson decided to move away and I would like to take this opportunity to thank him for his many years of loyal service and wish him and his family well for the future.

With a massive shortage of skilled people available in the track manager space we have been fortunate to be in a position to appoint Drew's former apprentice, Mr Jesse Boffey to this position. Jesse and his team have done a wonderful job taking over and we are very proud of the manner in which the team have been able to continue to present our trainers with a great race track surface.

We are all looking forward to eventually replacing the Pro Ride Synthetic track with a fully serviced New Sand track and the planning for this change is well under way. Our dam and water storage facilities are in place and we are just waiting for the new irrigation required for a sand track to be finalised. This should be completed in the next year or so.

I take this opportunity to thank all members, our Management and their staff for their continued support over the past year and look forward to a positive future. I must also pass on our condolences to the families and friends of our Life Members who we have lost during the past year, may they all rest in peace. We acknowledge the great contribution they all made to our club.

Yours Sincerely,

Graeme Green

Chairman

Clarence River Jockey Club Ltd



Treasurer's Report



The Club has reported a loss of \$111,337 for the year ended 30 June 2023 as compared to a loss of \$225,189 the previous year. Whilst continuing losses are always cause for concern, it is appropriate to look at the underlying performance of the Club on a normalised basis, which is explained later in this report.

When reviewing these reports, it is also important to note that the recent July 2023 carnival is not included in these results and will be reported on as part of next year's annual report.

Race meeting trading

I draw your attention firstly to the Detailed Income Statement set out at the end of the report.

Total race meeting income was \$7,828,515 which represented an increase of \$1,112,310 on the previous year. This was mostly due to Country prizemoney increases of \$2,000 per race which took effect from 1 September 2022 and is reflected in the increased distribution from RNSW. Improved TAB turnover for the full year also contributed to the increased distribution. An improvement in crowd numbers for the July 2022 carnival, which were up more than 50% on July 2021 (although still well below pre-COVID levels), also made a positive contribution to total income.

The larger variances are represented by;

- An increase in Racing NSW distribution of \$791,252
- An increase in admission charges of \$32,187
- An increase in race day trading net income (bar, food, etc) of \$114,069
- An increase in Sky Channel International rights fees of \$82,360

Total race meeting expenditure was \$854,682 more than the previous year and again mostly relates to increased Country prizemoney (\$667,685). An increase in race day wages totalling \$122,922 also contributed to this increase but note that 3 additional race meetings were held during the year.

With the exception of the items identified above, most other raceday items are largely comparable with the previous year. Overall, the net income from race meetings was \$1,097,680 which represents an increase of \$257,628 on the prior year (2022: \$1,097,680).

Non-raceday income & expenditure

Non-race day income totalled \$1,006,978 compared to \$1,870,607 the previous year, representing a reduction of \$863,629. The significant items are as follows;

- Grants from Racing NSW in the current year of \$393,131 (2022: \$1,357,769). These grant funds relate to the water project \$374,846 and a flood recovery grant of \$18,285.
- RNSW Club assistance of \$151,375 relating to reduced TAB wagering performance (non-recurring).

Non-race day expenditure totalled \$2,215,995 which was a reduction of \$719,853 on the previous year. Most items are largely consistent with the prior year, with the exception of the reduction in occupancy costs of \$719,274.

Racecourse occupancy costs are detailed in Note 13, with the major variances being;

- Course wages costs increased \$57,503
- Water project costs totalling \$651,238 compared to \$1,423,237 the prior year

Capital purchases

During the financial year the club purchased the following capital items totalling \$70,802 (refer to Note 9);

- Water pump \$6,552
- Rotary slasher \$14,091
- Side by side 4-wheeler \$14,589
- Various small plant items totalling \$23,354
- Various small building capital items totalling \$12,216

Normalised results – 5 year comparison

The following table summarises the Club's performance over the past 5 years after adjusting for abnormal or one-off items, as well as non-cash expenses.

Year ended 30 June	2023	2022	2021	2020	2019
Reported net profit (loss)	(111,337)	(225,188)	30,367	(192,831)	411,075
Add (less) abnormal items;					
Grants received	(393,131)	(1,357,769)	(176,605)	(26,015)	(84,840)
RNSW Club Assistance	(151,375)	(156,979)	(91,890)	-	-
Jobkeeper/Cash Flow boost	-	-	(297,500)	(257,000)	-
Jobkeeper top-up payments	-	-	114,356	112,235	-
Water project costs	651,238	1,423,237	127,236	12,880	28,550
Trust Capital Improvements	-	28,955	955	-	-
Insurance recoveries	-	-	-	-	(758,434)
R&M – storm related	-	-	-	198,902	258,434
Add back non-cash items;					
Trust charges	19,667	19,667	19,667	19,667	19,667
Depreciation	97,461	104,826	102,809	112,058	99,156
Normalised cash profit (loss)	112,523	(163,251)	(170,605)	(20,104)	(26,392)

Financial position

The Club remains in a reasonable financial position with net current assets of \$692,756 as at 30 June 2023 compared to \$800,581 the prior year (a reduction of \$107,825). Cash and cash equivalents at 30 June 2023 were \$444,900 and represents an increase of \$184,679.

The year ahead

As has been the case for a number of years now, the 2024 financial year will again be challenging, with the July 23 carnival experiencing reduced TAB turnover, particularly evident on Cup day. On a positive note, we are thankful to have received additional funding of \$79,000 from RNSW Country to partially offset reduced TAB turnover on the July 23 Cup and Ramornie.

I refer you to the further detailed financial information contained within the 2023 Annual Report on the following pages.

Andrew Hayes
Treasurer



2023 Financial Statements: Directors' Report for the year ended 30 June 2023

Your directors present their report on the company for the financial year ended 30 June 2023.

Principal Activities

The company's principal activities are the promotion and conduct of thoroughbred horse racing in Grafton and the surrounding district. The company is also the trustee of the Grafton Racecourse & Recreation Reserve.

These principal activities assist in achieving the short term and long term objectives of the company by:

- providing facilities for members, industry stakeholders and the community.
- providing entertainment and social facilities for members and the community.
- providing turnover, cash flow and profit to meet the financial objectives of the company.

Short and Long Term Objectives of the Company

The company has identified the following short term objectives:

- to meet racing industry benchmarks.
- to continue to provide training facilities for industry stakeholders.
- to maintain and provide racing facilities for members and the community.
- to operate in a financially prudent manner that allows for ongoing maintenance and future capital improvements.
- to increase function centre patronage.

The company has identified the following long term objectives:

- to continue to be financially secure.
- to promote thoroughbred racing in the community and maintain our existing standing as a leading country club in NSW.

Strategies

The company has adopted the followings strategies in order to achieve these objectives:

- the preparation of an annual budget and ongoing review, and the review of the strategic plan.
- the review of the company operations and compliance with legislative obligations such as workplace health and safety and industry expectations.
- the development of existing and additional revenue streams and the maintenance of the race track and facilities to encourage industry and community participation at Grafton.

Performance Measurement

The company uses the following key performance indicators to measure performance:

- Deficit after income tax expense, for the financial year was \$111,377 (2022 Deficit: \$225,189).
- Cash provided by operating activities for the financial year was \$274,865 (used in 2022: \$1,317,574).
- Total Grafton TAB turnover generated during the financial year was \$12,770,115 and Fixed Odds \$13,449,577 (2022: TAB \$11,132,720 and Fixed Odds \$11,613,572).
- Total race meetings held during the year was 28 (2022: 25).
- Total Grafton trained starters during the financial year was 1,402 (2022: 1,025).
- The compliance with workplace health and safety and environmental requirements.
- Total members (including members and members guests) 728 (2022: 736).



Directors' Report

for the year ended 30 June 2023

Directors Information

Directors

The names of the directors in office at any time during or since the end of the year and the period that each director has been in office:

Directors Name	Special Responsibilities	Period as Director	Qualifications and Experience
Graeme E Green	- Chairman - Member of executive committee	Appointed 8 March 2000	Retired Financial Services Executive Diploma of Financial Services Retired Vice Chairman Credit Union
Stephen F Haines	- Vice Chairman - Member of executive committee - Review of bar operations	Appointed 28 November 2001	Licensed Real Estate Agent Real Estate Certificate of Registration Certificate IV Business Management Certificate IV Property Services Real Estate Certificate IV Property Services Stock & Station Agency
Andrew H Hayes	- Treasurer - Member of executive committee	Appointed 27 November 2012	Chartered Accountant, Bachelor of Business, Graduate Diploma in Financial Planning Director, Chief Financial Officer and Company Secretary of Westlawn Finance Limited
Robert J Pavitt	Director	Appointed 28 February 1991	Retired Town Planner Northern Rivers Racing Association Chairman Racing NSW Country Chairman
Julie A Hutchings	Director	Appointed 27 February 1992	Businesswoman Artist Farmer
Graeme J Rickwood	Director	Appointed 8 March 2000	Retired Businessman - Retail Industry
Terence M Green	Director	Appointed 26 November 2014	Property Manager and Valuer holding - Diploma in Business. Has had a number of years experience in the Racing Industry
James "Gerry" McMullan	Director	Appointed 16 November 2016 Resigned 31 August 2023	Self-employed Business Owner Earthmoving and Construction
Damien K Rouse	Director	Appointed 14 November 2018	Business Development Manager - Westlawn Finance Certificate IV in Financial Services Justice of the Peace
Matthew David Paget	Director	Appointed 27 June 2022	Youth Officer Retired Jockey 26 years as a jockey Group and listed winner NRRRA Premiership winner
Andrew Brien	Director	Appointed 25 October 2023	Masters Business Administration Licenced Real Estate Agent Director/Principal Dougherty Property Maclean & Grafton



Directors' Report for the year ended 30 June 2023

Company Secretary

Michael Beattie was appointed as the company secretary on 12 November 2014. Michael is the Chief Executive Officer of the company and has been working within the industry for 45 years.

Meetings of Directors

During the financial year, 12 meetings of directors (including special meetings) were held and the attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
Graeme E Green	12	9
Stephen F Haines	12	12
Andrew H Hayes	12	11
Robert J Pavitt	12	10
Julie A Hutchings	12	7
Graeme J Rickwood	12	9
Terence M Green	12	10
James "Gerry" McMullan	12	8
Damien K Rouse	12	10
Matthew David Paget	12	7
Andrew Brien	-	-

Membership Details


The Clarence River Jockey Club Ltd is a public company limited by guarantee and no shares or options are issued. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company.

Membership Class	Number of Members	Individual Members Contribution on winding up of Company	Total Members Contribution on winding up of Company
Life / Honorary	37	\$ 2	\$ 74
Ordinary	569	\$ 2	\$ 1,138
Junior Members	10	\$ 2	\$ 20
Young Members	41	\$ 2	\$ 82
Total	657	\$ 2	\$ 1,314

Auditors' Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is attached to these financial statements.

The Directors report is signed in accordance with a resolution of the Board of Directors, by:


Graeme E Green
Chairman
Dated: 25 October 2023


Andrew H Hayes
Treasurer

Auditors' Independence Declaration



Crowe Central North
ABN 91 680 058 554

105 Prince Street
Grafton NSW 2460 Australia
PO Box 13
Grafton NSW 2460 Australia

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATION ACT 2001
TO THE DIRECTORS OF
CLARENCE RIVER JOCKEY CLUB LTD**

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www.crowe.com.au

ABN 24 001 892 459

I declare that, to the best of my knowledge and belief, during the financial year to 30 June 2023 there has 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.

CROWE CENTRAL NORTH

A handwritten signature in black ink, appearing to read "Natasha House".

Natasha House
Partner
Registered Company Auditor (ASIC RAN 520891)
105 Prince Street
Grafton NSW 2460

Dated: 25 October 2023

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss Verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Central North, an affiliate of Findex (Aust) Pty Ltd. Liability limited by a scheme approved under Professional Standards Legislation. Liability limited other than for acts or omissions of financial services licensees. © 2019 Findex (Aust) Pty Ltd



Statement of Comprehensive Income

for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Revenues	2	9,306,867	8,936,523
Interest revenue calculated using the effective interest method		4,599	1,896
Cost of goods sold	3	(333,377)	(207,351)
Depreciation expense	3	(97,461)	(104,826)
Employee benefits expense		(762,884)	(660,388)
Racecourse occupancy costs		(1,837,027)	(2,527,208)
Returns to owners (including prize money and trophies)	3	(5,941,360)	(5,273,675)
Other expenses		<u>(450,694)</u>	<u>(390,160)</u>
Deficit before income tax expense attributable to members		(111,337)	(225,189)
Income tax expense	1 (b)	<u>-</u>	<u>-</u>
Deficit after income tax expense		<u>(111,337)</u>	<u>(225,189)</u>
Other comprehensive income for the year, net of tax		<u>-</u>	<u>-</u>
Total comprehensive income for the year attributable to members		<u>(111,337)</u>	<u>(225,189)</u>

The accompanying notes form part of these financial statements.



Statement of Financial Position

as at 30 June 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	444,900	260,221
Trade and other receivables	5	663,622	1,103,735
Inventories	6	85,161	40,355
Investments and other financial assets	7	116,368	113,689
Other current assets	8	26,373	9,668
TOTAL CURRENT ASSETS		1,336,424	1,527,668
NON CURRENT ASSETS			
Investments and other financial assets	7	53,325	72,992
Property, plant and equipment	9	800,468	827,127
TOTAL NON CURRENT ASSETS		853,793	900,119
TOTAL ASSETS		2,190,217	2,427,787
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	309,748	416,624
Employee benefits	11	182,960	152,976
Contract liabilities	12	150,960	157,487
TOTAL CURRENT LIABILITIES		643,668	727,087
NON CURRENT LIABILITIES			
Employee benefits	11	8,113	50,927
TOTAL NON CURRENT LIABILITIES		8,113	50,927
TOTAL LIABILITIES		651,781	778,014
NET ASSETS		1,538,436	1,649,773
EQUITY			
Retained earnings		1,538,436	1,649,773
TOTAL EQUITY		1,538,436	1,649,773

The accompanying notes form part of these financial statements.



Statement of Changes in Equity for the year ended 30 June 2023

	Retained Earnings \$	Total \$
Balance at 01 July 2021	1,874,962	1,874,962
Deficit after income tax expense	(225,189)	(225,189)
Total other comprehensive income for the year	-	-
Balance at 30 June 2022	<u>1,649,773</u>	<u>1,649,773</u>
Deficit after income tax expense	(111,337)	(111,337)
Total other comprehensive income for the year	-	-
Balance at 30 June 2023	<u>1,538,436</u>	<u>1,538,436</u>

Statement of Cash Flows for the year ended 30 June 2023

	Note	2023 \$	2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		10,658,308	8,381,808
Interest received		4,599	1,896
Payments to suppliers and employees		<u>(10,388,042)</u>	<u>(9,701,278)</u>
Net cash provided by/(used in) operating activities		<u>274,865</u>	<u>(1,317,574)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(70,804)	(48,439)
Payments for investments		<u>(19,382)</u>	<u>(6,957)</u>
Net cash used in investing activities		<u>(90,186)</u>	<u>(55,396)</u>
Net increase/(decrease) in cash held		184,679	(1,372,970)
Cash at the beginning of the financial year		<u>260,221</u>	<u>1,633,191</u>
Cash at the end of the financial year	4	<u>444,900</u>	<u>260,221</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements for the year ended 30 June 2023

Note 1: Statement of Significant Accounting Policies

Basis of Preparation

The financial statements cover Clarence River Jockey Club Ltd as an individual entity. Clarence River Jockey Club Ltd is a public company limited by guarantee, incorporated and domiciled in Australia.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for not-for-profit oriented entities.

The financial statements, except for the cash flow information, 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 1 (l).

The financial statements were authorised for issue by the directors on 25 October 2023.

Accounting Policies

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

(a) Revenue

The Company recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sale of Goods

Revenue from the sale of goods is recognised at the point in time when the customer obtains control of the goods, which is generally at the time of delivery.

Rendering of Services

Revenue from a contract to provide services is recognised over time as the services are rendered based on either a fixed price or an hourly rate.

Grants

Capital grant funding that is received for the acquisition or construction of a specific non-financial asset is initially recognised as a liability. The company recognises income in profit or loss as the entity satisfies its obligations to construct or acquire the specified non-financial asset in accordance with *AASB1058: Income of Not-for-Profit Entities*.



Notes to the Financial Statements for the year ended 30 June 2023

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other Revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

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

(b) Income Tax

The directors consider that the company is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997.

(c) 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 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 exchange 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 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 unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

(d) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the statement of cash flows presentation purposes, cash and cash equivalents also includes bank overdrafts, which are shown within borrowings in current liabilities on the statement of financial position.

(e) Trade and Other Receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The company has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

(f) Property, Plant and Equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Class of Fixed Asset	Depreciation Rate
Buildings and Improvements	2.5%
Plant and equipment	5 - 33%
Motor vehicles	25%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Notes to the Financial Statements for the year ended 30 June 2023

(g) Investments and Other Financial Assets

Investments and other financial assets, other than investments in associates, are initially measured at fair value. Transaction 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 company has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income include equity investments which the company intends to hold for the foreseeable future and has irrevocably elected to classify them as such upon initial recognition.

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.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

(h) Impairment of Non-Financial Assets

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external sources of information 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 costs to sell and value in use to the asset's carrying value. Any excess of the asset's carrying value of its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

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

(i) 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.



Notes to the Financial Statements for the year ended 30 June 2023

(j) Employee Benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

(k) Goods and 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 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) Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Revenue from Contracts with Customers

When recognising revenue in relation to the sale of goods to customers, the key performance obligation of the company is considered to be the point of delivery of the goods to the customer, as this is deemed to be the time that the customer obtains control of the promised goods and therefore the benefits of unimpeded access.

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Employee Benefits Provision

As discussed in note 1 (j), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

(m) New or Amended Accounting Standards and Interpretations Adopted

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

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company.

Notes to the Financial Statements for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Note 2: Revenue			
Revenue from contracts with customers			
Racing New South Wales - revenue		7,561,390	6,457,484
Racing New South Wales - grants & other revenue		393,131	1,514,748
Racing admissions		72,555	40,368
Racing sales		608,362	401,235
Track fees		53,167	52,511
Membership fees		76,359	66,233
Sponsorship		183,832	158,304
Equipment hire		19,292	19,931
Stable rents		111,539	112,174
Function sales		179,618	83,853
Other revenue		11,569	12,546
Total revenue from contracts with customers		<u>9,270,814</u>	<u>8,919,387</u>
Other revenue:			
Other income		23,176	4,885
Rent		12,877	12,251
Total other revenue		<u>36,053</u>	<u>17,136</u>
Total revenue		<u>9,306,867</u>	<u>8,936,523</u>
Interest calculated using the effective interest rate method:			
financial institutions		4,599	1,896
		<u>4,599</u>	<u>1,896</u>
Disaggregation of revenue			
Timing of revenue recognition			
Goods transferred at a point in time		1,310,702	1,942,821
Service transferred over time		7,960,112	6,976,566
		<u>9,270,814</u>	<u>8,919,387</u>

Note 3: Expenses

Deficit before income tax includes the following specific expenses:

Cost of sales		333,377	207,351
Depreciation expense			
Property plant & equipment		97,461	104,826
Provision for employee entitlements		(12,830)	59,773
Salaries, wages and superannuation		773,120	599,043
Advertising and promotion		53,924	25,922
Racecourse occupancy costs	13	1,854,694	2,575,321
Returns to owners (including prize money and trophies)		5,941,360	5,273,675



Notes to the Financial Statements

for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Note 4: Cash and Cash Equivalents			
Cash on hand		55,077	2,500
Cash at bank		387,112	260,084
Credit card		2,711	(2,363)
		<u>444,900</u>	<u>260,221</u>
Note 5: Trade and Other Receivables			
<u>Expected to be settled within 12 months</u>			
Trade receivables		672,232	1,110,195
Less: allowance for expected credit losses		(8,610)	(6,460)
		<u>663,622</u>	<u>1,103,735</u>
Note 6: Inventories			
CURRENT			
Stock on Hand, at cost:			
Bar		65,671	28,861
Other		19,490	11,494
		<u>85,161</u>	<u>40,355</u>
Note 7: Investments and Other Financial Assets			
(a) Financial assets at amortised cost (current)			
Financial assets at amortised cost include the following debt investments			
- unsecured notes		96,701	94,022
- Loan to Grafton Racecourse and Recreation Reserve		19,667	19,667
		<u>116,368</u>	<u>113,689</u>
(b) Financial assets at amortised cost (non-current)			
- Loan to Grafton Racecourse and Recreation Reserve		<u>53,325</u>	<u>72,992</u>
Loans and receivable assets comprise various loans made to the Grafton Racing and Recreation Reserve Trust. There are no fixed rate returns upon maturity of these assets.			
Note 8: Other Assets			
CURRENT			
Prepayments		26,373	9,668
		<u>26,373</u>	<u>9,668</u>

Notes to the Financial Statements for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Note 9: Property, Plant & Equipment			
Land and Buildings (at cost)			
Freehold land		<u>200,000</u>	<u>200,000</u>
Buildings and improvements		<u>475,927</u>	<u>463,719</u>
Less: Accumulated depreciation		<u>(252,451)</u>	<u>(234,837)</u>
		<u>223,476</u>	<u>228,882</u>
Total Land and Buildings		<u>423,476</u>	<u>428,882</u>
Plant and Equipment (at cost)			
Plant and equipment		<u>749,034</u>	<u>725,671</u>
Less: Accumulated depreciation		<u>(435,368)</u>	<u>(382,637)</u>
		<u>313,666</u>	<u>343,034</u>
Office Furniture, Fixtures & Equipment		<u>68,763</u>	<u>68,763</u>
Less: Accumulated depreciation		<u>(59,606)</u>	<u>(55,416)</u>
		<u>9,157</u>	<u>13,347</u>
Machinery and motor vehicles		<u>362,374</u>	<u>327,143</u>
Less: Accumulated depreciation		<u>(308,205)</u>	<u>(285,279)</u>
		<u>54,169</u>	<u>41,864</u>
Total Plant and Equipment		<u>376,992</u>	<u>398,245</u>
Total Property, Plant and Equipment		<u>800,468</u>	<u>827,127</u>

(a) Movements in carrying amounts

	Land and Buildings \$	Plant and Equipment \$	Total \$
Balance at the beginning of the year	428,882	398,245	827,127
Additions	12,216	58,586	70,802
Disposals	-	-	-
Depreciation expense	<u>(17,622)</u>	<u>(79,839)</u>	<u>(97,461)</u>
Carrying amount at the end of the year	<u>423,476</u>	<u>376,992</u>	<u>800,468</u>

(b) No impairment has been recognised in respect of plant and equipment.

Note 10: Trade and Other Payables

CURRENT

Unsecured liabilities;

Trade payables	<u>111,636</u>	<u>274,055</u>
GST and PAYG payable	<u>120,428</u>	<u>96,116</u>
Sundry payables and accrued expenses	<u>77,684</u>	<u>46,453</u>
	<u>309,748</u>	<u>416,624</u>



Notes to the Financial Statements for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Note 11: Employee Benefits			
CURRENT			
Provision for employee benefits		182,960	152,976
		182,960	152,976
NON-CURRENT			
Provision for employee benefits		8,113	50,927
		8,113	50,927

Provision for employee benefits

A provision has been recognised for employee entitlements relating to annual and long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits has been included in Note 1 to this report.

Note 12: Contract Liabilities

CURRENT

Income received in advance	122,355	127,177
Membership subscriptions received in advance	28,605	30,310
	150,960	157,487

Note 13: Company's Activity as a Trustee

The company is trustee of the Grafton Racecourse & Recreation Reserve. In its capacity as Trustee, the following net costs were incurred during the financial period and are disclosed in the Detailed Income Statement as Racecourse Occupancy Costs.

Racecourse Occupancy Costs

Course wages and superannuation	540,435	482,932
Electricity and gas	53,552	51,514
Garbage disposal	-	1,236
Insurance	138,711	145,802
Trust asset charges	19,667	19,667
Other staff costs	13,860	13,031
Plant operating costs	132,448	118,351
Rates	10,075	9,851
Repairs and maintenance - grounds and buildings	150,723	150,396
Repairs and maintenance - track	68,008	60,824
Security	2,485	2,379
Trust improvements - Water project	651,238	1,423,237
Trust improvements - Other	1,905	28,955
Water charges	71,587	67,146
Total Race Course Costs Incurred	1,854,694	2,575,321

Notes to the Financial Statements for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Less: Costs Recouped			
Excess water charges recouped		1,537	911
Stable rents		111,539	112,174
Track fees		53,167	52,511
Total Costs Recouped		166,243	165,596
Total Race Course Costs		1,688,451	2,409,725
Trust Assets			
Buildings and improvements - at cost		3,326,235	5,166,710
Plant, equipment and furnishings - at cost		273,255	273,255
Total Trust Assets		3,599,490	5,439,965
Trust Liabilities			
Loan from Clarence River Jockey Club Limited		72,992	92,659
Total Trust Liabilities		72,992	92,659
Net Trust Assets		3,526,498	5,347,306

Note 14: Trust Liabilities and Right of Indemnity

The company acts as trustee, and liabilities have been incurred on behalf of that trust in the company's capacity as corporate trustee.

Liabilities incurred on behalf of the trust are not recognised in the financial statements when it is not probable that the company will have to meet any of those trust liabilities from its own resources. When it is probable that the company will have to meet some trust liabilities, a liability deficiency in trust right of indemnity is brought to account. Details of trust liabilities, the offsetting right of indemnity, and any deficiency in the right of indemnity are disclosed by way of note to the financial statements.

Liabilities of Grafton Racecourse & Recreation Reserve Trust not recorded in the financial statements of the company were:

Current Liabilities

Financial Liabilities	19,667	19,667
-----------------------	--------	--------

Non-current Liabilities

Financial Liabilities	53,325	72,992
-----------------------	--------	--------

Total Liabilities	72,992	92,659
--------------------------	---------------	---------------

Right of indemnity for liabilities incurred by the company on behalf of the Grafton Racecourse & Recreation Reserve Trust and not recorded in the financial statements of the company were:

	72,992	92,659
--	--------	--------

The assets of the trust, which lie behind the right of indemnity, are not directly available to meet any liabilities of the company acting in its own right. The assets of the trust were sufficient to discharge all the liabilities of the trust at 30 June 2023.



Notes to the Financial Statements for the year ended 30 June 2023

	Note	2023 \$	2022 \$
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Note 15: Capital and Leasing Commitments

(a) Capital Expenditure Commitments

Capital expenditure commitments contracted for:

Completion of water project

-	263,464
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This commitment will be covered by 80% reimbursement from CRDF.

As at 30 June 2023, the company had not engaged in any other capital commitments. (2022 Nil)

Note 16: Economic Dependency

The ability of the company to continue as a going concern is dependent upon the continuation of funding received from Racing NSW.

Note 17: Related Party Transactions

Key Management Personnel

The totals of remuneration paid to key management personnel (KMP) during the year are as follows:

Key management personnel compensation	295,708	217,725
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Number of key management personnel	3	2
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Other 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.

Transactions with related parties were:

Director, A Hayes is a Director of Westlawn Finance Limited. The company holds an unsecured note with Westlawn Finance Limited to the value of \$96,701 as at 30 June 2023 (2022: \$94,022) upon which the company receives interest.

Note 18: Standby Arrangements and Credit Facilities

The Company has access to:

- Overdraft facility secured by equitable mortgage over Clubs assets and uncalled capital	60,000	60,000
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- Amount of credit unused	60,000	60,000
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Clarence River Jockey Club Limited - ABN: 24 001 892 459

Notes to the Financial Statements for the year ended 30 June 2023

	2023	2022
Note	\$	\$

Note 19: Auditors' Remuneration

During the financial year the following fees were paid or payable for services provided by Crowe Central North, the auditor of the company:

Audit of the financial statements	12,300	11,125
Other allowable services	2,000	2,000
	<u>14,300</u>	<u>13,125</u>

Note 20: Company Details

The registered office and principal place of business is:

Grafton Race Course
273 Powell Street
Grafton NSW

A description of the nature of the Company's operations and its principal activities are included in the Director's Report, which is not part of the financial statements.



Directors' Declaration for the year ended 30 June 2023


CLARENCE RIVER JOCKEY CLUB LTD
ABN 24 001 892 459

**DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2023**

The directors of the company declare that:

1. the financial statements and notes, as set out in pages 9-22, are in accordance with the Corporations Act 2001, and:
 - (a) comply with Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 30 June 2023 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.


Graeme E Green
Chairman
Dated: 25 October 2023


Andrew H Hayes
Treasurer

Independent Auditors' Report to the Members of the CRJC



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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CLARENCE RIVER JOCKEY CLUB LTD

ABN 24 001 892 459

Opinion

We have audited the accompanying financial report of Clarence River Jockey Club Ltd (the Company), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statements of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion the financial report of Clarence River Jockey Club Ltd 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 June 2023 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards Reduced Disclosure Requirements as described in Note 1 and the 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 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 (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 committee of the association, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other Information

The directors are responsible for the other information. The other information comprises the Directors Report included in the Company's annual report for the year ended 30 June 2023, but does not include the financial report and our auditor's report thereon.

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

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CLARENCE RIVER JOCKEY CLUB LTD

ABN 24 001 892 459

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 Disclosures 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 ability of the Company 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 have 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 the 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 this 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 the directors.
- 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.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
CLARENCE RIVER JOCKEY CLUB LTD**

ABN 24 001 892 459

- 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.

CROWE CENTRAL NORTH

A handwritten signature in black ink, appearing to read "Natasha House".

Natasha House

Registered Company Auditor (ASIC RAN 520891)
105 Prince St
Grafton NSW 2460

Dated: 31 October 2023

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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Disclaimer to the Members of the CRJC



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**DISCLAIMER
TO THE MEMBERS OF
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ABN 24 001 892 459

The additional financial data presented on pages 28-29 is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the financial year ended 30 June 2023. 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 we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Clarence River Jockey Club Ltd) in respect of such data, including any errors of omissions therein however caused.

CROWE CENTRAL NORTH

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Natasha House

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Dated: 31 October 2023

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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Detailed Income Statement

for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Race Meeting Income			
Admission charges		72,555	40,368
Bookmakers stand fees and turnover tax		54,724	37,059
Racing NSW Distribution		6,314,124	5,522,872
Racing NSW digital wagering		112,404	93,727
Racing NSW TAB exclusivity		180,000	168,000
Net proceeds - Bar trading		266,065	181,077
Net proceeds - Catering		40,983	14,195
Net proceeds - Race day packages		51,593	50,631
Net proceeds - Race books		3,635	2,304
Non acceptance and scratching fees		149,696	146,086
Sky Channel - Rights fees		337,667	255,307
Sponsorship contributions		203,332	178,304
Sundry income		41,737	26,275
Total Race Meeting Income		7,828,515	6,716,205
Race Meeting Expenditure			
Advertising and promotion		53,924	25,922
Ambulance fees		54,008	49,236
Equipment hire		10,143	3,268
Insurance - barrier trials		11,381	14,102
Jockeys riding fees		86,572	75,605
Officials meals		21,995	19,178
Other race day expenses		2,275	3,589
Raceday information services		1,400	1,250
Returns to owners (including prize money and trophies)		5,941,360	5,273,675
Security		47,437	42,966
Sponsors and special guests costs		29,867	23,573
Sundry expenses		12,075	14,171
Veterinary and farrier fees		13,500	10,150
Video hire, taping and photo finish		10,283	7,775
Wages and superannuation - Bar		115,145	78,902
Wages and superannuation - Catering		54,554	29,283
Wages and superannuation - Other		264,916	203,508
Total Race Meeting Expenditure		6,730,835	5,876,153
Net Income from Race Meetings		1,097,680	840,052

This statement is to be read in conjunction with the attached disclaimer.



Detailed Income Statement

for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Non-Raceday Income			
Grants received		393,131	1,357,769
Interest received		4,599	1,896
Club assistance - Racing NSW		151,375	156,979
Member subscriptions		76,359	66,233
Less: Cost of badges		(895)	(895)
Net proceeds - Functions		118,145	53,297
Net proceeds - Promotional materials		3,824	2,555
Profit on rental operation		11,340	11,340
Racing NSW - Track maintenance scheme		241,400	214,433
Secretarial services - Northern Rivers Racing Association		7,700	7,000
Total Non-Raceday Income		1,006,978	1,870,607
Non-Raceday Expenditure			
Affiliation fees and subscriptions		4,592	4,306
Bad and doubtful debts		2,205	(5,800)
Bank charges		8,927	7,248
Depreciation - Building and stable improvements		17,614	17,183
Depreciation - Plant and equipment		68,202	75,489
Depreciation - Motor vehicles		11,645	12,154
Fringe benefits tax		1,429	1,463
General expenses		906	1,669
Motor vehicle expenses		8,535	6,216
Office maintenance, cleaning		25,048	15,597
Postage		2,533	2,073
Printing and stationery		17,212	15,512
Professional fees		14,224	13,411
Provision for employee leave		(12,830)	59,773
Racecourse occupancy costs	15	1,690,451	2,409,725
Staff training and welfare		-	110
Telephone		10,166	8,934
Travelling, accommodation and conferences		6,631	3,435
Wages and superannuation - Administration		281,875	261,946
Wages and superannuation - Functions		56,630	25,404
Total Non-Raceday Expenditure		2,215,995	2,935,848
Deficit before Income Tax Expense		(111,337)	(225,189)

This statement is to be read in conjunction with the attached disclaimer.



Stars of the 2022 July Carnival

GDSC Ramornie Handicap

TOM SHERRY - Jockey

RANGES

Trainer - P & P SNOWDEN



Southside Pharmacy Grafton Cup

RACHEL KING - Jockey

ARAPAHO (FR)

Trainer - BJORN BAKER



Grafton Toyota South Grafton Cup

SURF DANCER (IRE)



TURSA Employment Grafton Guineas

ARAMIS (NZ)

