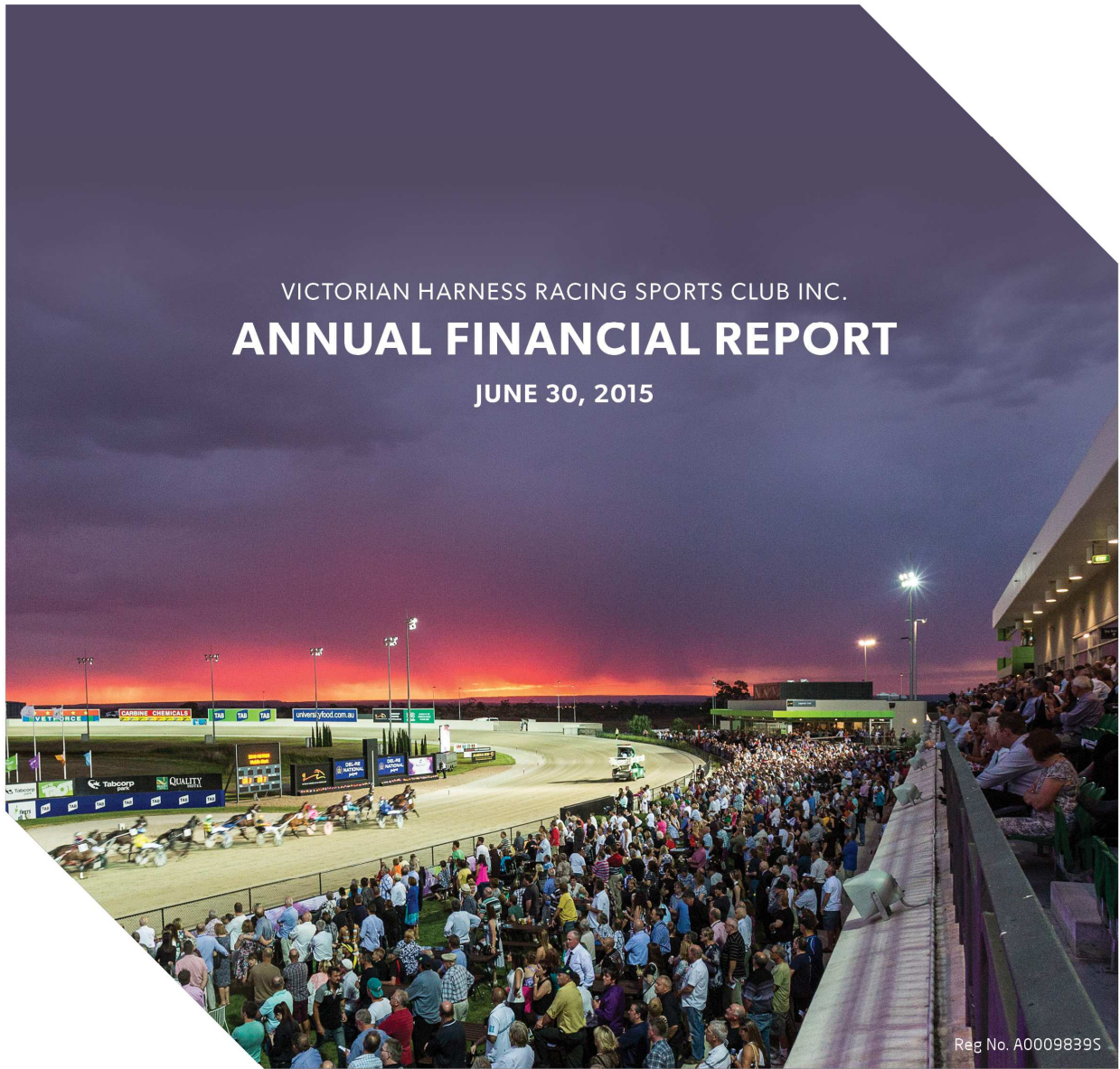


VICTORIAN HARNESS RACING SPORTS CLUB INC.  
**ANNUAL FINANCIAL REPORT**  
JUNE 30, 2015



Reg No. A00098395



VICTORIAN HARNESS RACING SPORTS CLUB

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2015**

<b>CONTINUING OPERATIONS</b>	<b>Note</b>	<b>2015</b>	<b>2014</b>
		<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
Gaming		4,673,059	4,472,492
Bar Sales		563,461	589,026
Subscriptions		77,567	81,172
Other revenue		517,678	534,438
<b>Total Revenue</b>	<b>3</b>	<b>5,831,765</b>	<b>5,677,128</b>
<b>EXPENSES</b>			
Employee benefits		(1,048,226)	(1,035,763)
Gaming variable costs		(2,276,174)	(2,078,612)
Depreciation and amortisation expense		(234,569)	(231,865)
Cost of sales		(321,696)	(316,106)
Operating lease expense		(657,758)	(632,057)
Other expenses from operating activities		(1,253,778)	(1,266,184)
<b>Total Expenses</b>	<b>4</b>	<b>(5,792,201)</b>	<b>(5,560,587)</b>
<b>Net surplus before income tax</b>		<b>39,564</b>	<b>116,541</b>
Income Tax Expense	5	(33,573)	(57,823)
<b>Net surplus after income tax</b>		<b>5,991</b>	<b>58,718</b>
Other comprehensive income		0	0
<b>Total comprehensive income for the period</b>		<b>5,991</b>	<b>58,718</b>

The accompanying notes form part of this financial report

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

	Note	2015	2014
		\$	\$
<b>Current Assets</b>			
Cash and cash equivalents	7	556,115	697,110
Trade and other receivables	8	47,351	46,172
Inventories	9	28,830	22,110
Deferred tax asset	10	32,788	51,781
Other assets	11	4,154	14,134
<b>Total Current Assets</b>		<b>669,238</b>	<b>831,307</b>
<b>Non-Current Assets</b>			
Property, plant & equipment	12	60,939	70,869
Intangible assets	13	1,294,341	1,471,117
<b>Total Non-Current Assets</b>		<b>1,355,280</b>	<b>1,541,986</b>
<b>Total Assets</b>		<b>2,024,518</b>	<b>2,373,293</b>
<b>Current Liabilities</b>			
Trade and other payables	14	418,322	466,070
Provisions	15	92,606	93,267
Non interest bearing liabilities	16	314,719	308,219
Income tax payable	17	14,211	-
<b>Total Current Liabilities</b>		<b>839,858</b>	<b>867,556</b>
<b>Non-Current Liabilities</b>			
Trade and other payables	14	125,505	145,996
Provisions	15	12,583	8,805
Non interest bearing liabilities	16	413,242	723,597
<b>Total Non-Current Liabilities</b>		<b>551,330</b>	<b>878,398</b>
<b>Total Liabilities</b>		<b>1,391,188</b>	<b>1,745,954</b>
<b>Net Assets</b>		<b>633,330</b>	<b>627,339</b>
<b>Equity</b>			
Capital Funds	18	396,414	396,414
Accumulated surplus	19	236,916	230,925
<b>Total Equity</b>		<b>633,330</b>	<b>627,339</b>

The accompanying notes form part of this financial report

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2015

2015	Notes	Equity at 1-Jul-14	Changes due to		Equity at 30-Jun-15
			Total comprehensive income	Transactions with owner in its capacity as owner	
Total accumulated surplus	19	230,925	5,991	-	236,916
Total contribution by owners - contributed capital	18	396,414	-	-	396,414
<b>Total equity at the end of the financial year</b>		<b>627,339</b>	<b>5,991</b>	<b>-</b>	<b>633,330</b>

2014	Notes	Equity at 1-Jul-13	Changes due to		Equity at 30-Jun-14
			Total comprehensive income	Transactions with owner in its capacity as owner	
Total accumulated surplus	19	172,207	58,718	-	230,925
Total contribution by owners - contributed capital	18	396,414	-	-	396,414
<b>Total equity at the end of the financial year</b>		<b>568,621</b>	<b>58,718</b>	<b>-</b>	<b>627,339</b>

The accompanying notes form part of this financial report

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		\$	\$
Receipts from members and customers		5,743,052	5,690,634
Receipts from members subscriptions		77,567	81,172
Payments to suppliers and employees		(5,923,511)	(5,747,667)
Income Tax (paid to) / received from the ATO		(370)	-
Interest Received		4,118	7,657
<b>Net cash provided by / (used in) operating activities</b>	<b>21b</b>	<b>(99,146)</b>	<b>31,796</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for property, plant & equipment		(41,849)	(12,664)
<b>Net cash used in investing activities</b>		<b>(41,849)</b>	<b>(12,664)</b>
<b>Net increase/(decrease) in cash and cash equivalents held</b>		<b>(140,995)</b>	<b>19,132</b>
Cash and cash equivalents at the beginning of the financial year		697,110	677,978
<b>Cash and cash equivalents at the end of the financial year</b>	<b>21a</b>	<b>556,115</b>	<b>697,110</b>

The accompanying notes form part of this financial report

**VICTORIAN HARNESS RACING SPORTS CLUB Inc.**

**Reg No. A0009839S**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015**

**NOTE 1: INTRODUCTION**

The financial report is for Victorian Harness Racing Sports Club Inc as an individual entity for the year ended 30 June 2015. Victorian Harness Racing Sports Club Inc is an association incorporated and domiciled in Victoria, Australia under the Associations Incorporation Reform Act 2012. The financial statements are presented in Australian dollars and rounded to the nearest one dollar. The registered office and principal place of business is Victorian Harness Racing Sports Club Inc, 2 Ferris Rd, Melton South, Victoria, 3338.

The financial report was authorised for issue by the committee of Victorian Harness Racing Sports Club Inc on the date shown on the Statement by Members of the Committee attached to the financial statements.

The operations and principal activities of the entity during the year were to undertake licensed social, racing/sporting and recreational activities.

**Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, including Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Reform Act 2012 of Victoria.

Victorian Harness Racing Sports Club Inc is considered to be a Not for Profit entity and has prepared the financial statements in accordance with the requirements regarding Not for Profit entities as contained in Australian Accounting Standards.

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets.

**Adoption of New and Revised Standards**

All new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to Victorian Harness Racing Sports Club's operations and effective for annual reporting periods beginning on 1 July 2014 have been adopted by the entity.

**VICTORIAN HARNESS RACING SPORTS CLUB Inc.**

**Reg No. A0009839S**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015**

**NOTE 2: SUMMARY OF ACCOUNTING POLICIES**

The principal accounting policies adopted by Victorian Harness Racing Sports Club Inc are stated in order to assist in a general understanding of the financial report.

The following is a summary of the material accounting policies adopted by the association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**a. Significant Judgements and Key Assumptions**

No significant judgements have been made in applying accounting policies that have a significant effect on the amounts recognised in the financial statements.

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 actual results. The judgements, estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

*Gaming Licence Entitlements*

The liability for gaming licence entitlements is recognised and measured at the present value of estimated future cash flows to be made for all gaming licenses, based on monthly payments to VCGLR, at the reporting date. In determining the present value of the liability, estimates of discount rates and interest rates have been taken into account.

*Provisioning for Impairment of Receivables*

The provision for impairment of receivables assessment requires a degree of estimation and judgement. The level of provision is assessed by taking into account the recent sales experience, the aging of receivables, historical collection rates and specific knowledge of the individual debtor's financial position.

*Estimation of useful lives of Assets*

Victorian Harness Racing Sports Club Inc. determined 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.

*Long Service Leave Provision*

The liability for long service leave is 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

**NOTE 2: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)**

No key assumptions have been made concerning the future and there are no other key sources of estimation uncertainty at the balance date that the Directors consider have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

**b. Income Tax**

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the association will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Non-member income of the association is only assessable for tax, as member income is excluded under the principle of mutuality.

**c. Inventories**

Inventories consist of food and beverage stocks used at the Junction Tabaret and are measured at the lower of cost and net realisable value. Costs have been assigned to inventory quantities on hand at balance date using the first in first out basis.

**d. Property, Plant and Equipment**

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

**Plant and Equipment**

Plant and equipment is stated at cost less accumulated depreciation.

The carrying amount of property, plant and equipment is reviewed for impairment when events or changes in circumstances indicate that carrying value may not be recoverable. If any such indication exists and where the carrying amount values exceeds the estimated recoverable amount the assets are written down to the recoverable amounts.



NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

**NOTE 2: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)**

**Depreciation**

Depreciation of plant and equipment is calculated on both the reducing balance and straight-line method at rates considered adequate to write off the plant and equipment over the period of their estimated lives.

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

<i>Class of Plant and Equipment</i>	<i>Depreciation Rate</i>	
Club Plant and Equipment	7.5% - 40%	Reducing Balance
Tabaret Plant & Equipment	20% - 33.3%	Straight Line
Tabaret Furniture & Fittings	6.67% - 20%	Straight Line

**e. Capital Funds – Member’s Joining Fees**

New members may be required to pay a joining fee, which is not refundable. The movement in this account reflects fees from new members.

**f. Financial Assets**

Investments are recognised and derecognised on trade date where purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value, net of transaction costs.

**g. Employee Benefits**

Provision is made for the company’s liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, and annual leave which will be settled after one year, have been measured at their nominal amount. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

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

**h. Cash and Cash Equivalents**

Cash and cash equivalents comprise cash on hand and cash in banks, net of outstanding bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

**i. Revenue Recognition**

Revenue from the sale of goods is recognised upon the delivery of goods or services to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Members income and subscriptions are recognised on an accruals basis in respect of each financial year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

**NOTE 2: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)**

**j. Trade and Other Receivables**

Trade accounts receivable, amounts due from related parties and other receivables represent the principal amounts due at balance date plus accrued interest and less, where applicable, any unearned income and allowance for impairment.

An allowance for doubtful receivables is made when there is objective evidence that the debts may not be collected and bad debts are written off when identified.

**k. Accounts Payable**

Accounts payable represent the principal amounts outstanding at balance date plus, where applicable, any accrued interest.

**l. Goods and Services Tax (GST)**

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

**m. Provisions**

Provisions are recognised when the Club has a present obligation, the future sacrifice of economic benefits is probable, and the amount of the provision can be measured reliably.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risk of uncertainties surrounding the obligation. Where a provision is estimated using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

**n. Intangibles**

Intangible assets acquired separately are initially measured at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are amortised over their useful life and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life is reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the amortisation period or method, as appropriate, which is a change in accounting estimate. The amortisation expense on intangible assets with finite lives is recognised in the statement of comprehensive income in the expense category consistent with the function of the intangible asset.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

NOTE 2: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

**o. New, revised or amending Accounting Standards and Interpretations adopted**

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

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Any significant impact on the accounting policies of the consolidated entity from the adoption of these Accounting Standards and Interpretations are disclosed below. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

*AASB 9 Financial Instruments, 2009-11 Amendments to Australian Accounting Standards arising from AASB 9, 2010-7 Amendments to Australian Accounting Standards arising from AASB 9 and 2012-6 Amendments to Australian Accounting Standards arising from AASB 9*

This standard and its consequential amendments are applicable to annual reporting periods beginning on or after 1 January 2015 and completes phase I of the IASB's project to replace IAS 39 (being the international equivalent to AASB 139 'Financial Instruments: Recognition and Measurement'). This standard introduces new classification and measurement models for financial assets, using a single approach to determine whether a financial asset is measured at amortised cost or fair value. The accounting for financial liabilities continues to be classified and measured in accordance with AASB 139, with one exception, being that the portion of a change of fair value relating to the entity's own credit risk is to be presented in other comprehensive income unless it would create an accounting mismatch.

*AASB 10 Consolidated Financial Statements*

The consolidated entity has applied AASB 10 from 1 July 2013, which has a new definition of 'control'. Control exists when the reporting entity is exposed, or has the rights, to variable returns from its involvement with another entity and has the ability to affect those returns through its 'power' over that other entity. A reporting entity has power when it has rights that give it the current ability to direct the activities that significantly affect the investee's returns. The consolidated entity not only has to consider its holdings and rights but also the holdings and rights of other shareholders in order to determine whether it has the necessary power for consolidation purposes.

*AASB 13 Fair Value Measurement and AASB 2011-8 Amendments to Australian Accounting Standards arising from AASB 13*

The consolidated entity has applied AASB 13 and its consequential amendments from 1 July 2013. The standard provides a single robust measurement framework, with clear measurement objectives, for measuring fair value using the 'exit price' and provides guidance on measuring fair value when a market becomes less active. The 'highest and best use' approach is used to measure non-financial assets whereas liabilities are based on transfer value. The standard requires increased disclosures where fair value is used.

*AASB 119 Employee Benefits (September 2011) and AASB 2011-10 Amendments to Australian Accounting Standards arising from AASB 119 (September 2011)*

The consolidated entity has applied AASB 119 and its consequential amendments from 1 July 2013. The standard eliminates the corridor approach for the deferral of gains and losses; streamlines the presentation of changes in assets and liabilities arising from defined benefit plans, including requiring remeasurements to be presented in other comprehensive income; and enhances the disclosure requirements for defined benefit plans. The standard also changed the definition of short-term employee benefits, from 'due to' to 'expected to' be settled within 12 months. Annual leave that is not expected to be wholly settled within 12 months is now discounted allowing for expected salary levels in the future period when the leave is expected to be taken.

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 3: REVENUE</b>	<b>\$</b>	<b>\$</b>
Gaming Commission	4,673,059	4,472,492
Wagering Commission	180,164	202,235
Bar Sales	563,461	589,026
Subscriptions	77,567	81,172
Bistro Food Sales	256,806	226,405
Vending Machine Income	607	1,182
ATM Commission	21,723	20,536
Keno Income	8,005	6,577
TGS Licence Grant	20,491	20,491
Study Reimbursements	-	21,000
Supplier Rewards Program	7,264	6,835
Bonus Races	18,500	21,500
Other	-	21
	<b>5,827,647</b>	<b>5,669,472</b>
<b>Other Revenue</b>		
Interest received	4,118	7,656
	<b>4,118</b>	<b>7,656</b>
<b>Total Revenue</b>	<b>5,831,765</b>	<b>5,677,128</b>

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 4: NET SURPLUS / (DEFICIT) BEFORE INCOME TAX</b>	<b>\$</b>	<b>\$</b>
Net Surplus / (Deficit) before income tax expense has been determined after		
<b>Employee Benefits Expense</b>		
Salary and wages plus on costs	963,979	953,752
Defined contribution superannuation plan expenses	84,247	82,011
	<b>1,048,226</b>	<b>1,035,763</b>
Depreciation of property, plant and equipment	51,779	50,804
Amortisation of Gaming Machine Entitlements	182,790	181,061
Gaming variable costs	2,276,174	2,078,612
Cost of sales	321,696	316,106
Rental expense on operating leases	657,758	632,057
	<b>3,490,197</b>	<b>3,258,640</b>
<b>Other Expenses</b>		
Audit and accounting fees	19,659	21,204
Utilities and property expenses	268,080	253,294
Discounted sales	50,605	53,367
Marketing expenses	261,245	238,910
Bonus Race expense	64,500	72,000
Security	104,448	100,492
Management service charge	235,000	235,000
Communication costs	18,291	18,379
Foxtel and Sky Channel	33,624	29,893
Wagering and Keno costs	29,743	27,798
Effective interest	38,470	74,574
Other	130,112	141,273
	<b>1,253,778</b>	<b>1,266,184</b>
<b>Total Expenses</b>	<b>5,792,201</b>	<b>5,560,587</b>

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 5: INCOME TAX EXPENSE</b>	<b>\$</b>	<b>\$</b>
<b>a. The components of tax expense comprise:</b>		
Current tax	14,831	60,740
Deferred tax relating to temporary differences	4,161	(2,917)
Provision for Income Tax	14,581	-
	<b>33,573</b>	<b>57,823</b>
<b>b. Income Tax expense before income tax is reconciled to the income tax as follows:</b>		
Prima facie tax payable on surplus / deficit before income tax at 30%	11,869	34,962
Add:		
Tax effect of:		
Net Adjustment for Mutual Income / Expense	6,140	22,842
Permanent Differences	982	19
Less:		
Tax effect of:		
- Provision for Income Tax	14,581	-
	<b>33,573</b>	<b>57,823</b>
<b>Income tax attributable to association</b>	<b>33,573</b>	<b>57,823</b>
<b>NOTE 6: REMUNERATION OF AUDITORS</b>		
Remuneration of the auditors for:		
- Audit of the financial report	16,250	15,500
- Other services		
- Community Benefit Statement audit	1,500	1,500
- Taxation compliances services	4,250	4,250
	<b>22,000</b>	<b>21,250</b>
<b>NOTE 7: CASH AND CASH EQUIVALENTS</b>		
Cash on hand	91,728	96,492
Cash at bank	464,387	600,618
	<b>556,115</b>	<b>697,110</b>

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 8: TRADE AND OTHER RECEIVABLES</b>	<b>\$</b>	<b>\$</b>
Accrued income	24,222	23,382
Trade receivables	3,245	9,360
Sundry receivables	19,884	13,430
	<b>47,351</b>	<b>46,172</b>
<hr/>		
<b>NOTE 9: INVENTORIES</b>		
Bar & Bistro Stock	28,830	22,110
	<b>28,830</b>	<b>22,110</b>
<hr/>		
<b>NOTE 10: DEFERRED TAX ASSET</b>		
Analysis of deferred tax assets:		
Timing differences		
Leave Provisions	28,750	28,096
Audit accrual	4,038	6,375
Superannuation Payable	-	2,479
	<b>32,788</b>	<b>36,950</b>
Tax losses	-	14,831
Income Tax Installments	-	-
	<b>32,788</b>	<b>51,781</b>
<hr/>		
<b>NOTE 11: OTHER ASSETS</b>		
Prepaid Expenses	4,154	5,634
Capital work in progress	-	8,500
	<b>4,154</b>	<b>14,134</b>
<hr/>		

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 12: PROPERTY, PLANT &amp; EQUIPMENT</b>	<b>\$</b>	<b>\$</b>
Plant & Equipment at Cost - Club	55,502	55,502
Less accumulated depreciation	(50,418)	(49,361)
	5,084	6,141
Furniture & Fittings at Cost - Tabaret	208,714	198,672
Less accumulated depreciation	(186,847)	(153,397)
	21,867	45,275
Equipment at cost - Tabaret	301,769	269,962
Less accumulated depreciation	(267,781)	(250,509)
	33,988	19,453
<b>TOTAL WRITTEN DOWN VALUE</b>	<b>60,939</b>	<b>70,869</b>

(a) Movements in carrying amounts

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

2015	Plant & Equipment Club	Furniture & Fitting Tabaret	Equipment Tabaret	Total
	\$	\$	\$	\$
Balance at Beginning of the year	6,141	45,276	19,453	70,870
Additions		10,042	31,807	41,849
Depreciation Expense	(1,057)	(33,451)	(17,271)	(51,779)
<b>Carrying amount at the end of the year</b>	<b>5,084</b>	<b>21,867</b>	<b>33,989</b>	<b>60,939</b>

2014	Plant & Equipment Club	Furniture & Fitting Tabaret	Equipment Tabaret	Total
	\$	\$	\$	\$
Balance at Beginning of the year	7,457	80,115	21,438	109,010
Additions			12,664	12,664
Depreciation Expense	(1,316)	(34,840)	(14,649)	(50,804)
<b>Carrying amount at the end of the year</b>	<b>6,141</b>	<b>45,275</b>	<b>19,453</b>	<b>70,869</b>



VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

NOTE 13: INTANGIBLE ASSETS	2015 \$	2014 \$
Gaming Licence Entitlements	1,816,620	1,810,606
Accumulated amortisation	(522,279)	(339,489)
	<b>1,294,341</b>	<b>1,471,117</b>

	Gaming Licence Entitlements \$
<b>Year ended 30 June 2015</b>	<b>\$</b>
At 1 July 2014 net of accumulated amortisation and impairment	1,471,117
Additions	6,015
Amortisation	(182,790)
At 30 June 2015 net of accumulated amortisation and impairment	<b>1,294,341</b>
<b>At 30 June 2015</b>	
Cost (gross carrying amount)	1,816,620
Accumulated amortisation and impairment	(522,279)
<b>Net carrying amount</b>	<b>1,294,341</b>

<b>Year ended 30 June 2014</b>	
At 1 July 2013 net of accumulated amortisation and impairment*	1,652,178
Additions*	-
Amortisation	(181,061)
At 30 June 2014 net of accumulated amortisation and impairment	<b>1,471,117</b>
<b>At 30 June 2014</b>	
Cost (gross carrying amount)	1,810,606
Accumulated amortisation and impairment	(339,489)
<b>Net carrying amount</b>	<b>1,471,117</b>

\* VHRSC acquired 80 gaming machine entitlements to enable it to operate gaming machines at The Junction Club for a period of 10 years following the cessation of the previous arrangements on 15th August 2012. Gaming licence entitlements are amortised over the period of the entitlement, being 10 years.

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 14: TRADE AND OTHER PAYABLES</b>	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Trade Payables	302,074	228,669
Accrued Expenses	47,530	160,600
GST Collected/Due	48,228	56,311
TGS Licence Grant	20,490	20,490
	<b>418,322</b>	<b>466,070</b>
<b>NON-CURRENT</b>		
TGS Licence Grant	125,505	145,996
	<b>125,505</b>	<b>145,996</b>
	<b>543,827</b>	<b>612,067</b>
<b>NOTE 15: PROVISIONS</b>		
<b>CURRENT</b>		
Employee Entitlements	70,956	72,317
Provisions related to Employee Entitlement on-costs	12,294	12,530
Bonus Points Liability (a)	9,356	8,420
	<b>92,606</b>	<b>93,267</b>
<b>NON-CURRENT</b>		
Employee Entitlements	10,725	7,505
Provisions related to Employee Entitlement on-costs	1,858	1,300
	<b>12,583</b>	<b>8,805</b>
	<b>105,189</b>	<b>102,072</b>
<b>(a) Movement In Provision</b>		
Opening Balance	8,420	6,625
Additional provisions recognised	11,775	13,150
Reductions arising from payments/other sacrifices of future economic benefits	<b>(10,839)</b>	<b>(11,355)</b>
Closing Balance	9,356	8,420

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 16: NON INTEREST BEARING LIABILITIES</b>	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Gaming Licence Entitlements	314,719	308,219
	<b>314,719</b>	<b>308,219</b>
<b>NON-CURRENT</b>		
Gaming Licence Entitlements	413,242	723,597
	<b>413,242</b>	<b>723,597</b>
<b>NOTE 17: INCOME TAX PAYABLE</b>		
Current Income Tax	14,211	-
	<b>14,211</b>	<b>-</b>
<b>NOTE 18: CAPITAL FUNDS</b>		
Schedule of Movements		
Opening Balance	396,414	396,414
	<b>396,414</b>	<b>396,414</b>
<b>NOTE 19: RETAINED PROFITS</b>		
Retained profits at the beginning of the financial year	230,925	172,207
Net surplus for the year	5,991	58,718
	<b>236,916</b>	<b>230,925</b>
<b>NOTE 20: COMMITMENTS FOR EXPENDITURE</b>		
<b>(a) Junction Tabaret Operating Lease Commitments</b>		
Payable:		
- not later than one year	55,368	54,813
- later than one year but not later than 5 years	-	-
- later than 5 years	-	-
	<b>55,368</b>	<b>54,813</b>
<b>(b) Gaming Machine Operating Lease Licence Entitlements</b>		
Payable:		
- not later than one year	348,339	348,339
- later than one year but not later than 5 years	430,305	778,644
- later than 5 years	-	-
	<b>778,644</b>	<b>1,126,983</b>

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

NOTE 20: COMMITMENTS FOR EXPENDITURE (CONTINUED)

	2015	2014
<b>(c) Tabcorp Gaming Solutions (TGS) Operating Lease Service Agreement</b>	<b>\$</b>	<b>\$</b>
Payable:		
- not later than one year	984,372	989,033
- later than one year but not later than 5 years	4,233,201	4,232,943
- later than 5 years	2,458,467	3,673,378
	<b>7,676,040</b>	<b>8,895,354</b>
	<b>8,510,052</b>	<b>10,077,150</b>

- (a) A lease for the ground floor at 740 Mount Alexander Road, Moonee Ponds (to 1 August 2015) between Harness Racing Victoria and Victorian Harness Racing Sports Club. New lease agreement has yet to be negotiated. Currently operating on a month by month basis.
- (b) The Victorian Harness Racing Sports Club maintains 80 gaming machine entitlements to enable it to operate gaming machines at The Junction Tabaret for a period of 10 years following the cessation of the previous gaming arrangements on 15<sup>th</sup> August 2012.
- (c) On commencement of the new gaming arrangements in August 2012, the infrastructure, services and functions currently supplied by Tabcorp become the responsibility of the gaming venues. The TGS ten year agreement entered into is an all-encompassing offering covering a range of services for a daily fee per machine

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

	2015	2014
<b>NOTE 21: CASH FLOW INFORMATION</b>	<b>\$</b>	<b>\$</b>
<b>(a) Reconciliation of Cash and Cash Equivalents</b>		
Cash on Hand	91,728	96,492
Cash at Bank	464,387	600,618
<b>Closing Cash and Cash Equivalents Balance</b>	<b>556,115</b>	<b>697,110</b>
<b>(b) Reconciliation of Net Cash provided by Operating Activities to results after Income Tax</b>		
<b>Net Result for the Year</b>	5,991	58,718
<b>Non-cash items</b>		
Depreciation	234,569	231,865
<b>Change in assets and liabilities</b>		
(Increase)/Decrease in receivables	(1,179)	107,129
(Increase)/Decrease in inventories	(6,720)	593
Decrease in prepayments and other current assets	28,973	53,377
Increase in non current assets	(6,014)	(0)
Decrease in creditors and accruals	(68,239)	(95,850)
Increase in provisions and current tax	17,328	11,202
Decrease in non-interest bearing liabilities	(303,855)	(335,238)
<b>Net Cash Provided (used in)/from Operating Activities</b>	<b>(99,146)</b>	<b>31,796</b>

**NOTE 22: FINANCIAL INSTRUMENTS**

**(a) Significant accounting policies**

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised, with respect to each class of financial asset, financial liability and equity instrument are disclosed in Note 2 to the financial statements.

VICTORIAN HARNESS RACING SPORTS CLUB

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

NOTE 22: FINANCIAL INSTRUMENTS (CONTINUED)

<b>(b) Table 22.1: Categorisation of financial instruments</b>			(\$)	
	Note	Category	Carrying amount	Carrying amount
			2015	2014
<b>Financial assets</b>				
Cash and cash equivalents	7	N/A	556,115	697,110
Trade Receivables <sup>(a)</sup>	8	Trade and other receivables	47,351	46,172
<b>Financial liabilities</b>				
Payables	14	Trade and Other Payables	418,322	466,071

Note:

(a) The amount of receivables disclosed here exclude statutory receivables (GST input tax credit recoverable).

**(c) Credit risk**

Credit risk arises from the financial assets of VHRSC, which comprise cash and cash equivalents, trade and other receivables. VHRSC's exposure to credit risk arises from the potential default of counter party on their contractual obligations resulting in financial loss to VHRSC. Credit risk is measured at fair value and is monitored on a regular basis.

Credit risk associated with VHRSC's financial assets are considered minimal. VHRSC's main debtor at any given time is Tabcorp which is the licenced gaming operator.

Provision of impairment for financial assets is calculated based on past experience.

The carrying amount of financial assets recorded in the Financial Report, net of any allowances for losses, represents VHRSC's maximum exposure to credit risk without taking account of the value of any collateral obtained.

*Financial assets that are either past due or impaired*

Currently VHRSC does not hold any collateral as security nor credit enhancements relating to any of its financial assets.

As at the reporting date, there is no event to indicate that any of the financial assets were impaired.

There are no financial assets that have had their terms renegotiated so as to prevent them from being past due or impaired, and they are stated at the carrying amounts as indicated. The following table discloses the ageing only of financial assets that are past due but not impaired:

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

NOTE 22: FINANCIAL INSTRUMENTS (CONTINUED)

Table 22.2: Interest rate exposure and ageing analysis of financial assets (a)											
(\$)											
	Weighted average effective interest rate %	Carrying amount	Interest rate exposure			Not past due and not impaired	Past due but not impaired				Impaired financial assets
			Fixed interest rate	Variable interest rate	Non-interest bearing		31-60 Days	61-90 Days	91-120 Days	>121 Days	
<b>2015</b>											
Receivables:											
Trade Receivables	-	3,245	-	-	3,245	3,245	-	-	-	-	-
Accrued Income	-	24,222	-	-	24,222	24,222	-	-	-	-	-
Other Receivables	-	19,884	-	-	19,884	19,884	-	-	-	-	-
		<b>47,351</b>	-	-	<b>47,351</b>	<b>47,351</b>	-	-	-	-	-
<b>2014</b>											
Receivables:											
Trade Receivables	-	9,360	-	-	9,360	9,360	-	-	-	-	-
Accrued Income	-	23,382	-	-	23,382	23,382	-	-	-	-	-
Other Receivables	-	13,430	-	-	13,430	13,430	-	-	-	-	-
		<b>46,172</b>	-	-	<b>46,172</b>	<b>46,172</b>	-	-	-	-	-

Note:

(a) Ageing analysis of financial assets excludes statutory financial assets (i.e. GST input tax credit recoverable).

**(d) Liquidity risk**

Liquidity risk arises when VHRSC is unable to meet its financial obligations as they fall due. VHRSC's policy is to settle financial obligations within 30 days and in the event of a dispute, make payments within 30 days thereafter.

VHRSC's exposure to liquidity risk is deemed insignificant based on prior periods' data and current assessment of risk. Cash for unexpected events is generally sourced from accumulated reserves.

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

NOTE 22: FINANCIAL INSTRUMENTS (CONTINUED)

**Sensitivity disclosure analysis**

Table 22.4 discloses the impact on net operating result and equity for each category of financial instrument held by VHRSC at year-end if the below movements were to occur.

- \* A parallel shift of +1 per cent and -1 per cent in market interest rates (AUD) from year-end rates;
- \* Proportional market movement of -5 per cent (depreciation) and +5 per cent (appreciation) of redemption price in Unlisted Managed Fund Units

**Table 22.4: Market risk exposure**

	(\$)								
		Interest rate risk				Price Risk			
			-1% (100 basis points)	1% (100 basis points)		-5% (100 basis points)	5% (100 basis points)		
Carrying amount	Net Result	Equity	Net Result	Equity	Net Result	Equity	Net Result	Equity	
<b>2015</b>									
<b>Financial assets:</b>									
Cash and cash equivalents	556,115	(5,561)	(5,561)	5,561	5,561	-	-	-	-
Trade Receivables	47,351	-	-	-	-	-	-	-	-
<b>Financial liabilities:</b>									
Payables	543,827	-	-	-	-	-	-	-	-
<b>Total increase/(decrease)</b>		<b>(5,561)</b>	<b>(5,561)</b>	<b>5,561</b>	<b>5,561</b>	-	-	-	-



# VICTORIAN HARNESS RACING SPORTS CLUB

Reg No. A0009839S

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

### NOTE 23: ASSOCIATION DETAILS

The principal place of business of the association is:

Victorian Harness Racing Sports Club Inc.

2 Ferris Road,

Melton South VIC 3338.

Victorian Harness Racing Sports Club Inc is an Association incorporated under the Associations Incorporation Reform Act 2012 that is incorporated and domiciled in Australia.

The principal activities of the entity during the year were to undertake licensed social, racing/sporting and recreational activities.

### NOTE 24: EVENTS SUBSEQUENT TO BALANCE DATE

There were no subsequent events post balance date to report on.

### NOTE 25: KEY MANAGEMENT PERSONNEL COMPENSATION

2015  
\$

2014  
\$

The following table discloses the aggregate of key management compensation

Short - term employee benefits	-	-
Post employment benefits – superannuation contributions	-	-
Termination benefits	-	-
<b>Total Remuneration</b>	-	-

### NOTE 26: RELATED PARTY TRANSACTIONS

Directors who held office at any time during the year were:

Emilio Mazzetti (President)

Robert Merola (Vice President)

Neville Walker (Treasurer)

Carol Bass (Committee)

Joe Ivisic (Committee)

Elio Volpato (Committee)

Directors receive no remuneration or benefits from the Club. The directors pay membership fees and are involved in other transactions with the Club on the same terms and conditions as available to other club members.

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

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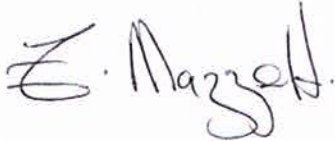
STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the committee the accompanying financial report :

1. Presents a true and fair view of the financial position of Victorian Harness Racing Sports Club Inc. as at 30 June 2015 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Victorian Harness Racing Sports Club Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

President:



Emilio Mazzetti

Treasurer:



Neville Walker

Dated this 1st day of October 2015

## INDEPENDENT AUDITOR'S REPORT

To the members of Victorian Harness Racing Sports Club Inc.

### Report on the Financial Report

We have audited the accompanying financial report of Victorian Harness Racing Sports Club Inc. which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

### Committee Members' Responsibility for the Financial Report

Committee members are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Associations Incorporation Reform Act 2012*, and for such internal control as the committee members determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee members, as well as evaluating the overall presentation of the financial report.

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

### Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.



## Opinion

In our opinion the financial report of Victorian Harness Racing Sports Club Inc. is in accordance with the Associations Incorporation Reform Act 2012 including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
- (b) complying with Accounting Standards in Australia and the Associations Incorporation Reform Act 2012.

## BDO East Coast Partnership

A handwritten signature in blue ink, appearing to read 'Alex Swansson', written over a faint blue 'BDO' stamp.

**Alex Swansson**  
Partner

Melbourne, 1 October 2015

**VICTORIAN HARNESS RACING SPORTS CLUB INC.  
DISCLAIMER  
30 JUNE 2015**

The additional financial data presented on the following pages is in accordance with the books and records of the Victorian Harness Racing Sports Club Inc. (“the Club”), which have been subjected to auditing procedures applied in our statutory audit of the Club for the year ended 30 June 2015. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or of reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility of such data including any errors or omissions therein however caused.

**BDO East Coast Partnership**



Alex Swansson  
Partner

Melbourne, 1 October 2015

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2015**

	2015	2014
	\$	\$
<b>Club Activities</b>		
<b>Income</b>		
Subscriptions	77,567	81,172
Contribution from Junction Tabaret Operations	70,000	70,000
Interest	1,905	4,341
Sundries	18,500	21,521
	<b>167,972</b>	<b>177,034</b>
<b>Expenditure</b>		
Trophies	475	1,074
Bonus Races	64,500	72,000
Telephone	(8,383)	1,827
Other Marketing	11,099	155
Sponsorship Expenses	430	3,582
External Sponsorship	26,500	25,482
Advertising	14,705	-
Prizes/Giveaway	2,619	-
Postage	2,458	1,816
Audit Fees	4,000	4,000
Entertainment	1,225	5,686
Minor Fixed Assets	694	-
Depreciation – Office Equipment	1,057	1,316
Service Level Agreement - Membership Manager	50,000	50,000
Other Operating Expenditure	805	7,289
<b>Total Expenses</b>	<b>172,183</b>	<b>174,227</b>
<b>Profit/(Loss) for the year</b>	<b>(4,211)</b>	<b>2,807</b>

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2015**

	2015	2014
	\$	\$
<b>Junction Tabaret Activities</b>		
<b>Revenue</b>		
Gaming Commission	4,673,059	4,472,492
Wagering Commission	180,164	202,235
Bar Sales	563,461	589,026
Bistro Meals	256,806	226,405
Study Reimbursements	0	21,000
EFTPOS Commission Income	21,723	20,536
TGS Licence Grant	20,491	20,491
Interest Revenue	2,213	3,315
Supplier Rewards Program	7,264	6,835
Keno/Barry Income	8,005	6,577
Vending Machine Income	607	1,182
Other	(1)	0
<b>TOTAL INCOME</b>	<b>5,733,792</b>	<b>5,570,094</b>
<b>COGS</b>	<b>321,696</b>	<b>316,106</b>
<b>Gross Profit</b>	<b>5,412,096</b>	<b>5,253,988</b>
Gaming Variable Costs	2,268,614	2,078,612
Salaries and Wages	1,054,275	1,037,358
Rental	753,964	706,010
HRV Management Charge	235,000	235,000
Marketing General	5,017	7,818
Security	104,448	100,492
Light & Power	82,542	97,297
Members Discount Exp	16,101	17,643
Marketing - Bonus Points	76,443	74,627
Repairs & Maintenance	21,291	25,614
Audit Fees & Accounting Fees	15,659	17,204
Depreciation and Amortisation	233,512	230,549
Happy Hour Exp	22,670	22,616
Contracts - General	8,659	12,311
Pubtab Sky TV	1,508	1,508
Foxtel	32,116	28,385
Effective Interest of Gaming Machine Entitlements	38,470	74,574
Sponsorships	121,500	122,182

VICTORIAN HARNESS RACING SPORTS CLUB Inc.

Reg No. A0009839S

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2015**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>Junction Tabaret Activities (Continued)</b>		
Communication Costs	18,291	18,379
Water & Gas	8,001	9,304
Wagering Commission Expenses	19,109	17,205
Venue Cleaning	51,381	34,815
Computer expenses	9,479	11,287
Insurance	7,341	5,104
General Merchandise	12,344	13,109
Venue Supplies	6,837	8,330
Consultancies	10,140	10,835
Other Operating Expenditure	63,611	52,084
<b>Total Operating Expenses</b>	<b>5,298,323</b>	<b>5,070,252</b>
<b>Net Result before Income Tax</b>	<b>113,773</b>	<b>183,736</b>
Income Tax Expense	33,573	57,823
<b>Net Result after Income Tax</b>	<b>80,199</b>	<b>125,913</b>
Contribution to Club Activities	70,000	70,000
<b>Net Result after Contribution</b>	<b>10,199</b>	<b>55,913</b>