

MOREE GOLF CLUB LIMITED – TREASURERS REPORT 2022

It is a pleasure to present my financial report and summary for the 2021-2022 financial year. In an at times very difficult operating environment, for a number of reasons, the Club has again recorded a very strong financial result. Whilst 2021 was generally accepted as an outlier, due to Covid19, 2022 is not far behind:

	<u>2020</u>	<u>2021</u>	<u>2022</u>
OPBT	152,592	751,129	657,117
Depreciation	<u>265,036</u>	<u>245,603</u>	<u>261,446</u>
Cash Surplus	417,628	996,732	918,563

Again revenue contribution was sound across all key operational areas, whilst pandemic subsidies wound back somewhat:

Bar Sales	847,526	1,074,586	1,032,587
Gaming	693,839	1,003,916	1,094,768
Course	347,271	340,404	374,269
Covid Contributions		78,000	27,639

Gaming revenue has consolidated over \$1M per annum, notwithstanding the jobseeker wind-back, and is a very sound result. The Club continued to reinvest cash back into our gaming installation, to maintain player interest and update poorer performing machines. Indications are gaming revenue continues to show growth post pandemic, and reflects the stronger local economic and seasonal conditions in the agricultural sector.

With a changing environment in the local hospitality sector there appears room to capture further growth in these key revenue areas, notwithstanding that staffing our bars is coming under increasing pressure and is only likely to get harder before it gets better.

Course expenditure has been significant, and as you would all be aware the club outlaid substantial expenditure on the installation of our automated course watering system throughout 2022. This expenditure totalled some \$1.4 million which was all provided from available cash and did not require any debt funding. This leaves the club in a very sound financial position as evidenced by our Balance Sheet which is summarised as:

	<u>2020</u>	<u>2021</u>	<u>2022</u>
Current Assets	507,123	1,289,533	609,771
Current Liabilities	<u>481,085</u>	<u>611,039</u>	<u>465,149</u>
Liquidity	26,038	678,494	144,622
Club Property, P&E	3,741,098	3,801,574	4,895,088
Water Licenses	427,500	427,500	427,500
Total	4,168,598	4,228,074	5,322,588
Term Liabilities	223,478	161,890	78,371