KELLY+PARTNERS
CHARTERED ACCOUNTANTS

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

A B N 48 302 491 360

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
28th FEBRUARY 2025

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HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

A B N 48 302 491 360

DIRECTORS' REPORT

Your directors present this report on the Co-operative for the financial year ended 28 February 2025.

Directors

The names of the directors in office at the date of this report are:

P Byrne
J Fanous
D Graham
L Johnson
J Juniper
P Kerjan
D Longhurst
D Poole
G Wakeman
L S Winnacott

Principal activities

The principal activity of the Co-operative during the financial year was that of a co-operative ski club. No significant change in the nature of these activities occurred during the year.

Operating results

The Co-operative's operating profit for the year ended 28 February 2025 amounted to $4,072.

Dividends

No dividends were paid or recommended during the financial year as the payment of dividends is prohibited by the rules of the Co-operative.

Financial position

The Co-operative had positive operating cash flow during the year ended 28 February 2025. The club has continued to maintain and improve the ski lodge, with a large expense for asbestos remediation and stormwater rectification works.

After balance date events

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Co-operative, the results of those operations, or the state of affairs of the Co-operative in subsequent financial years.

Information on directors

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

P Byrne
J Fanous
D Graham
L Johnson
J Juniper
P Kerjan
D Longhurst
D Poole
G Wakeman
L S Winnacott

Meetings of directors

During the financial year 4 meetings of directors and committees were held. Attendances were:

Directors	Directors' meetings	
	Meetings entitled to attend	Meetings attended
P Byrne	4	4
J Fanous	4	4
D Graham	4	3
L Johnson	4	4
J Juniper	4	3
P Kerjan	4	4
D Longhurst	4	4
D Poole	4	4
G Wakeman	4	4
L S Winnacott	4	4

Indemnifying officer or auditor

The Co-operative has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the Co-operative:

- indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer or auditor, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer or auditor for the costs or expenses to defend legal proceedings.

Proceedings on behalf of Co-operative

No person has applied for a leave of Court to bring proceedings on behalf of the Co-operative or intervene in any proceedings to which the Co-operative is a party for the purpose of taking responsibility on behalf of the Co-operative for all or part of those proceedings.

The Co-operative was not party to any such proceedings during the year.

Directors' benefits

During the financial year, the Co-operative entered into a contract with Open Design Pty Ltd, a company in which David Poole is a principal. The contract relates to web hosting services and was entered into on commercial terms. David Poole has declared his interest in the contract, and the board has reviewed and approved the arrangement in accordance with the Co-Operative's conflict of interest policy. The board is satisfied that the arrangement is in the best interest of the Co-operative and has been conducted at arm's length.

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

.....DIRECTOR
LAWRENCE WINNACOTT

.....DIRECTOR
GRAHAM WAKEMAN

Dated 29-5-2025

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

A B N 48 302 491 360

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Report on the 28 February 2025 Financial Report

Conclusion

We have reviewed the 2025 financial report of Highway Alpine Club Co-operative Limited which comprises the statement of financial position as at the 28 February 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory information, and the director's declaration. Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the accompanying 2025 financial report of Highway Alpine Club Co-operative Limited has not been prepared, in all material respects, in accordance with *Co-operatives(Adoption of National Law) Act 2012*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a Financial Report Performed by the Independent Accountant of the Entity. Our responsibilities are further described in the Accountant's Responsibilities for the Review of the Financial Report section of our report. We are independent of the Highway Alpine Club Co-operative Limited in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our review of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibility of Management for the Financial Report

Management of the Highway Alpine Club Co-operative Limited are responsible for the preparation of the 2025 financial report and for such internal control management determine is necessary to enable the preparation of the 2025 financial report that is free from material misstatement, whether due to fraud or error.

Accountant's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the financial report has not been prepared, in all material respects in accordance with *Co-operatives (Adoption of National Law) Act 2012*.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Melissa Rofe
Dated 4th June 2025

The income statement is to be read in conjunction with the notes to the financial accounts numbered 1 to 13.

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HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

A B N 48 302 491 360

INCOME STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2025

		2025 $	2024 $
Revenue from ordinary activities	2	159,983	143,597
Administration expenses		(155,911)	(158,027)
Profit/(loss) before income tax		4,072	(14,431)
Income tax expense		-	-
Profit attributable to members of the entity		4,072	(14,431)

The income statement is to be read in conjunction with the notes to the financial accounts numbered 1 to 13.

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

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BALANCE SHEET AS AT 28 FEBRUARY 2025

	Note	2025 $	2024 $
Assets			
Current assets			
Cash and cash equivalents	3	83,284	67,937
Trade and other receivables	4	20,885	44,869
Total current assets		104,169	112,806
Non-current assets			
Property, plant and equipment	5	240,694	238,516
Total non-current assets		240,694	238,516
Total assets		344,863	351,322
Liabilities			
Current liabilities			
Trade and other payables	6	152,862	158,263
Short term borrowings	7	-	-
Total current liabilities		152,862	158,263
Non-current liabilities			
Long term borrowings	8	59,701	59,701
Long term provisions	9	39,254	39,254
Share capital and share premium	10	360,960	366,560
Less: Uncalled capital		(2,491)	(2,961)
Total non- current liabilities		457,424	462,554
Total liabilities		610,286	620,817
Shareholder net equity		(265,423)	(269,495)
Represented by:			
Capital reserve		47,617	47,617
Retained earnings		(313,040)	(317,112)
Total equity		(265,423)	(269,495)

The balance sheet is to be read in conjunction with the notes to the financial accounts numbered 1 to 13.

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

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STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 28 FEBRUARY 2025

	Share capital $	Retained earnings $	Capital reserve $	Share premium reserve $	Total $
Balance at 28 February 2018	308,220	(302,931)	47,617	25,000	77,906
Shares issued during the year	4,400			500	4,900
Shares resigned during the year	(8,800)			(500)	(9,300)
Profit attributable to members	-	14,015	-	-	14,015
Balance at 28 February 2019	**303,820**	**(288,916)**	**47,617**	**25,000**	**87,521**
Shares issued during the year					
Shares resigned during the year					
Profit attributable to members	-	10,659	-	-	10,659
Balance at 29 February 2020	**303,820**	**(278,257)**	**47,617**	**25,000**	**98,180**
Shares issued during the year	4,400			500	4,900
Shares resigned during the year	(7,700)				(7,700)
(Loss) attributable to members		(43,422)			(43,422)
Balance at 28 February 2021	**300,520**	**(321,679)**	**47,617**	**25,500**	**51,958**
Shares issued during the year	13,200			1,500	14,700
Shares resigned during the year	(13,200)				(13,200)
(Loss) attributable to members		(12,225)			(12,225)
Balance at 28 February 2022	**300,520**	**(333,904)**	**47,617**	**27,000**	**41,233**
Shares issued during the year	13,200			1,500	14,700
Shares resigned during the year	(4,400)				(4,400)
(Profit) attributable to members		31,223			31,223
Balance at 28 February 2023	**309,320**	**(302,681)**	**47,617**	**28,500**	**82,756**
Shares issued during the year	30,800			3,500	34,300
Shares resigned during the year	(5,060)			(500)	(5,560)
(Profit) attributable to members		(14,431)			(14,431)
Balance at 29 February 2024	**335,060**	**(317,112)**	**47,617**	**31,500**	**97,065**
Shares issued during the year	17,600			2,000	19,600
Shares resigned during the year	(24,200)			(1,000)	(25,200)
(Profit) attributable to members		4,072			4,072
Balance at 28 February 2025	**328,460**	**(308,980)**	**47,617**	**32,500**	**95,537**

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

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CASH FLOW STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2025

	Note	2025 $	2024 $
Cash flows from operating activities			
Cash receipts in the course of operations		143,180	155,383
Payments to suppliers		(120,176)	(135,845)
Net cash provided by operating activities		23,004	19,538
Cash flows from investing activities			
Cash receipts in the course of Investing		9,986	-
Purchase of property, plant and equipment		(21,688)	- (24,913)
Interest earned on investment of funds		279	219
Net cash (used in) investing activities		(11,423)	(24,694)
Cash flows from financing activities			
Capital, subscriptions, application money and premiums received		20,700	34,300
Repayment of share capital		(16,934)	(5,419)
Proceeds/Repayment of borrowings		-	(26,300)
Net cash provided by/(used in) financing activities		3,766	2,581
Net increase (decrease) in cash held		15,347	(2,575)
Cash at the beginning of the financial year		67,937	70,512
Cash at the end of the financial year	11	83,284	67,937

The cash flow statement is to be read in conjunction with the notes to the financial accounts numbered 1 to 13.

1. Statement of significant accounting policies

This financial report is a special purpose financial report prepared for use by directors and members of the co-operative. The directors have determined that the co-operative is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards:

AASB 101	Presentation of financial statements
AASB 107	Cash flow statements
AASB 108	Accounting policies, changes in accounting estimates and errors
AASB 1048	Interpretation and application of standards

No other Australian Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report is prepared on an accrual basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the presentation of this report:

Income tax

The Co-operative is not subject to income tax.

Property, plant and equipment

Property, plant and equipment are included at cost or valuation, the method of which is described. All items in property, plant and equipment are depreciated over their estimated useful lives commencing from the time the asset is held ready for use. No account has been taken for potential capital gains tax on assets acquired after the introduction of capital gains tax.

		2025 $	2024 $
2.	**Income statement**		
a)	***Revenue***		
	Accommodation charge	141,081	123,460
	Other revenue	18,902	20,136
		159,983	143,596
b)	***Expenses***		
	Depreciation and amortization	19,510	19,027
	Operating lease rentals	-	-
	Auditors remuneration - audit services	-	-
	Finance cost	4,267	4,908
		23,777	23,935
3.	**Cash and cash equivalents**		
	Cash at bank	83,284	67,937
4.	**Trade and other receivables**		
	Current		
	Subscriptions Billed in Advance	12,666	11,450
	Annual subscription in arrears	7,700	32,779
	Ski locker rent in arrears	-	120
	Ski locker deposit	520	520
		20,886	44,869
5.	**Property, plant and equipment**		
	Land and buildings		
	Home unit at Nelson Bay - at directors' valuation	160,000	160,000
	Lodge building - at cost	545,718	524,708
	Less accumulated depreciation	(495,595)	(480,771)
		50,123	43,937

	2025 $	2024 $
5. Property, plant and equipment (continued)		
Land and buildings (continued)		
Capitalized leasing costs- at cost	53,954	53,954
Less accumulated amortisation	(47,834)	(44,774)
	6,120	9,180
Property Improvement (Nelson Bay) - at cost	17,574	17,574
Less accumulated depreciation	(683)	(244)
	16,891	17,330
Furniture and fittings		
Furniture and fittings (lodge) - at cost	97,397	96,720
Less accumulated depreciation	(95,933)	(95,582)
	1,464	1,137
Furniture and fittings (Nelson Bay) - at cost	34,461	34,461
Less accumulated depreciation	(28,365)	(27,529)
	6,096	6,932
Total property, plant and equipment	240,694	238,516
6. Trade and other payables		
Current		
Annual subscription in advance	-	2,706
Associates' deposits (refundable)	-	-
Ski locker deposits (refundable)	-	30
Working party credits	122,482	125,617
Other creditors	-	-
Ski locker subscriptions in advance	-	-
Income in advance	30,380	29,910
	152,862	158,263
7. Short term borrowings		
Current		
Bank overdraft	-	-

The National Bank of Australia Ltd has provided overdraft facility to the amount of $128,000 secured by registered first mortgage over Thurlow Lodge Strata Title together with registered mortgage debenture over all of the assets of the Co-operative.

		2025 $	2024 $
8.	**Long term borrowings**		
	Non-current		
	Members' loans	59,701	59,701
9.	**Long term provisions**		
	Non-current		
	Provision for site restoration	32,000	32,000
	Provision for return of capital on forfeited shares	7,254	7,254
		39,254	39,254
10.	**Issued capital**		
	Members paid up to $4,400 – 72 (2024- 73)	316,800	321,200
	Members paid up to $220 – 53 (2024 – 63)	11,660	13,860
	Share Premium paid	32,500	31,500
	Share Capital and Share Premium	360,960	366,560
11.	**Cashflow information**		
	Reconciliation of cash		
	Cash at bank	83,284	67,937
	Bank overdraft	-	-
		83,284	67,937

12. Contingent liabilities and assets

The directors are not aware of any contingent liabilities that will become payable as at the end of the financial year.

13. Events after the balance date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Co-operative, the results of those operations, or the state of affairs of the Co-operative in subsequent financial years.

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

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DIRECTORS' DECLARATION

The directors of the Co-operative have determined that the Co-operative is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in note 1 to the financial statements.

In the opinion of the directors of the Co-operative:

1. the financial statements and notes attaching present fairly the Co-operative's financial position at 28 February 2025 and its performance for the year ended on that date in accordance with the accounting policies described in note 1 to the financial statements; and

2. there are reasonable grounds to believe that the entity 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.

.....DIRECTOR
LAWRENCE WINNACOTT

.....DIRECTOR
GRAHAM WAKEMAN

Dated: 29-5-2025

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

A B N 48 302 491 360

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2025

	2025 $	2024 $
Income		
Accommodation charge		
- ski lodge winter	101,783	96,481
- ski lodge summer	19,498	12,785
- Nelson Bay unit	19,800	14,195
Annual subscriptions	17,898	19,214
Application fees	125	200
Ski lockers rent	600	503
Interest Received	279	219
NSW CoVID Grants	-	-
Total income	159,983	143,597
Expenditure		
Accommodation discounts	6,271	3,026
Administration costs	1,463	861
Advertising	-	-
Agents commission - Nelson bay	2,548	-
Annual community service charges	6,515	16,587
Audit fee	-	-
Bank fees, excl interest	1,394	1,394
Cleaning - Nelson bay	220	2,060
Electricity - ski lodge	15,322	16,502
Electricity - Nelson Bay	263	695
Heating gas	122	361
Home unit levies	2,451	8,050
Home unit rates	3,795	961
Insurance - ski lodge	32,151	29,212
Insurance - Nelson Bay	442	165
Interest paid	4,267	4,909
Lease rentals	35,362	34,215
Postage and stationery	-	-
Repairs and maintenance - ski lodge	22,298	12,548
Repairs and maintenance - Nelson Bay	95	6,411
Subscriptions	500	550
Telephone - ski lodge	922	494
Telephone - Nelson Bay	-	-
Total expenses	136,401	139,001
Profit (Loss) before depreciation	23,582	4,596

These disclosures should be read in conjunction with the attached Compilation Report of Kelly Partners (Southern Highlands) Pty Limited.

HIGHWAY ALPINE CLUB CO-OPERATIVE LIMITED

A B N 48 302 491 360

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2025

	2025 $	2024 $
Depreciation - building	17,884	17,706
Depreciation - furniture ski lodge	351	466
Depreciation - furniture Nelson Bay	836	611
Depreciation – property improvements- Nelson Bay	439	244
Total depreciation	19,510	19,027
(Loss) after depreciation	4,072	(14,431)

MEMBERS' CREDITS AS AT 28 FEBRUARY 2025

(Not forming part of audited financial statements)

Accommodation credit points		**Points**	**Value** **$**
Unused points at beginning of year (01/03/2024)		62,808	125,617
Add:	Points issued for working parties		
	Points issued on loans from members	2,133	4,266
	Points issued on Accommodation Refunds	483	966
	Pointed issued on loan converted		
Total Points Granted			
Less:	Points redeemed as Accommodation Discounts	(3,184)	(6,368)
	Points redeemed on Members Subscriptions	(999)	(1,998)
	Points redeemed on Ski Lockers		
Total Points Redeemed			
Balance of unused points at end of year		61,241	122,482

These disclosures should be read in conjunction with the attached Compilation Report of Kelly Partners (Southern Highlands) Pty Limited.