
The Sydney Portugal Community Club Limited

ABN 37 002 690 799

Financial Statements
For the Year Ended 30 June 2025

The Sydney Portugal Community Club Limited
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For the Financial Year Ended 30 June 2025

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The Sydney Portugal Community Club Limited
Directors' Report
For the Financial Year Ended 30 June 2025

The directors present this report together with the financial statements of The Sydney Portugal Community Club Limited ("the company") for the year ended 30 June 2025.

Information of directors

The directors of the company in office at any time during or since the end of the financial year are:

Name of directors	Role	Commenced position	Ceased position
Nuno Da Silva	President	5 May 2022	Current
Semiao Afonso	Former Vice President	5 May 2022	4 May 2025
Nuno Henriques	Secretary	16 June 2025	Current
Jorge Leonel Sequeira Martins	Former Secretary	5 May 2022	14 June 2025
Orlando Guerra Maciel	Director	5 May 2022	Current
Paul Goncalves	Director	9 November 2022	Current

Directors' meetings

The number of meetings of the company's Board of Directors (the Board) that each director was eligible to attend and the number of meetings attended by each director was:

Name	Meetings held*	Meetings attended
Nuno Da Silva	21	21
Semiao Afonso	17	15
Jorge Leonel Sequeira Martins	21	19
Orlando Guerra Maciel	21	17
Paul Goncalves	21	19
Nuno Henriques	2	2

*Number of meetings held during the time the director held office during the year.

Director eligibility

At the General Meeting held on 4 May 2025, Ms Anabela Marcal was elected to the Board. Subsequent to the election, it was identified that Ms Marcal did not satisfy the eligibility requirements under the company's Constitution and applicable legislation. Accordingly, Ms Marcal was not formally appointed as a director. She did not attend any Board meetings for a consecutive period greater than three (3) months and did not act in that capacity for the purposes of this financial report.

Principal activities and performance

During the year, the principal activities of the company consisted of operating as a licensed social and sporting club.

Changes in state of affairs

There have been no significant changes in the state of affairs of the company during the financial year.

Operating result

The net profit for the year after providing for income tax was \$552,795 (2024: net profit \$530,100).

The Sydney Portugal Community Club Limited
Directors' Report
For the Financial Year Ended 30 June 2025

Objectives

Short term objectives

- Provide well maintained amenities and facilities that meet the needs of members;
- Maintain financial viability; and
- Maintain a high level of customer service, and satisfaction.

Long term objectives

- To ensure the company has a strong financial future;
- To ensure the club is a desirable entertainment venue for members and guests; and
- To develop the club as a meeting place for social cohesion for members and guests.

Strategy for achieving the objectives

- Provide members with a diverse range of entertainment, activities and facilities;
- Continue to grow membership and maintain a strong financial position; and
- Promote the club as a meeting place for social cohesion by supporting local community organisations.

Performance measures

The company measures its activities using financial and non-financial key performance indicators using:

- Club membership growth;
- Benchmarking key performance indicators against other clubs; and
- Comparison of actual financial performance to budgeted performance.

Events subsequent to balance sheet date

There are no matters or circumstances that have arisen since the end of the year that have significantly affected or may significantly affect either:

- the company's operations in future financial years;
- the results of those operations in future financial years; or
- the company's state of affairs in future financial years.

Indemnification of officers and auditor

During the financial year, the company paid a premium in respect of a contract ensuring the directors of the company (as named above), the company secretary and all executive officers of the company and any related body corporate against a liability incurred as such a director, secretary or executive officer to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

The company has not otherwise, during or since the end of the financial year, except to the extent permitted by law, indemnified or agreed to indemnify an officer or auditor of the company or any related body corporate against a liability incurred as such an officer or auditor.

Proceedings on behalf of the company

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

The company was not a party to any such proceedings during the year.

The Sydney Portugal Community Club Limited
Directors' Report
For the Financial Year Ended 30 June 2025

Auditor's independence declaration

A copy of the auditor's independence declaration as required by section 307C of the *Corporations Act 2001* is set out on the following page.

Signed for and on behalf of the Board and in accordance with a resolution in respect thereof.



Nuno Da Silva
President
30 October 2025



Paul Goncalves
Director
30 October 2025

AUDITOR'S INDEPENDENCE DECLARATION

UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As the auditor of The Sydney Portugal Community Club Limited for the year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

- No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit, and
- No contraventions of any applicable code of professional conduct in relation to the audit.



Alex Koutzoumis

Registered Company Auditor

Dated 20 October 2025

The Sydney Portugal Community Club Limited
Statement of Profit or Loss and Other Comprehensive Income
For the Financial Year Ended 30 June 2025

	Notes	2025 \$	2024 \$
Revenue			
Revenue from rendering service	4	2,627,045	2,461,374
Other income	5	738,308	613,645
Total revenue		3,365,353	3,075,019
Expenses			
Cost of sales		(845,663)	(913,827)
Administration and other expenses		(378,555)	(239,093)
Depreciation		(273,541)	(149,352)
Employee benefits		(468,425)	(385,476)
Finance costs		(103,825)	(124,677)
Occupancy expenses		(253,724)	(282,706)
Soccer expenses		(435,928)	(424,327)
Total expenses		(2,759,661)	(2,519,458)
Net surplus before income tax		605,692	555,561
Income tax expense	6(a)	(52,897)	(25,461)
Net surplus for the year after tax		552,795	530,100
Other comprehensive income		-	-
Total comprehensive income		552,795	530,100

The accompanying notes form part of these financial statements.

The Sydney Portugal Community Club Limited
Statement of Financial Position
As at 30 June 2025

	Notes	2025 \$	2024 \$
Assets			
Current			
Cash and cash equivalents	7	745,933	401,783
Trade and other receivables	8	153,344	42,131
Inventories	9	49,602	41,266
Other assets	10	40,943	37,179
Total current assets		989,822	522,359
Non-current			
Other assets	10	15,212	-
Property, plant and equipment	11	12,146,849	10,686,892
Total non-current assets		12,162,061	10,686,892
Total assets		13,151,883	11,209,251
Liabilities			
Current			
Trade and other payables	12	236,381	247,123
Current tax liability	6(b)	78,358	25,461
Provisions	13	80,043	38,673
Borrowings	14	150	150
Total current liabilities		394,932	311,407
Non-current			
Provisions	13	23,881	43,441
Borrowings	14	2,278,534	952,662
Total non-current liabilities		2,302,415	996,103
Total liabilities		2,697,347	1,307,510
Net assets		10,454,536	9,901,741
Equity			
Reserves		4,319,725	4,319,725
Accumulated funds		6,134,811	5,582,016
Total equity		10,454,536	9,901,741

The accompanying notes form part of these financial statements.

The Sydney Portugal Community Club Limited
Statement of Changes in Equity
For the Financial Year Ended 30 June 2025

Notes	Asset Revaluation Reserve \$	Accumulated Funds \$	Total Equity \$
Balance at 1 July 2023	4,319,725	5,051,916	9,371,641
Surplus for the year	-	530,100	530,100
Other comprehensive income	-	-	-
Total comprehensive income	-	530,100	530,100
Balance at 30 June 2024	<u>4,319,725</u>	<u>5,582,016</u>	<u>9,901,741</u>
Balance at 1 July 2024	4,319,725	5,582,016	9,901,741
Surplus for the year	-	552,795	552,795
Other comprehensive income	-	-	-
Total comprehensive income	-	552,795	552,795
Balance at 30 June 2025	<u>4,319,725</u>	<u>6,134,811</u>	<u>10,454,536</u>

The accompanying notes form part of these financial statements.

The Sydney Portugal Community Club Limited
Statement of Cash Flows
For the Financial Year Ended 30 June 2025

	Notes	2025 \$	2024 \$
Cash flows from operating activities			
Receipts from members, customers and others		3,675,791	3,117,810
Payments to suppliers and employees		(2,820,190)	(2,216,114)
Interest paid		(103,825)	(124,677)
Net income tax paid		-	(13,302)
Net cash provided by operating activities		751,776	763,717
Cash flows from investing activities			
Payments for property, plant and equipment		(1,733,498)	(211,133)
Net cash used in investing activities		(1,733,498)	(211,133)
Cash flows from financing activities			
Net proceeds received from/(repayments of) borrowings		1,325,872	(933,000)
Net cash provided by/(used in) financing activities		1,325,872	(933,000)
Net change in cash and cash equivalents		344,150	(380,416)
Cash and cash equivalents at beginning of financial year		401,783	782,199
Cash and cash equivalents at end of financial year	7	745,933	401,783

The accompanying notes form part of these financial statements.

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

1. General information

The financial report covers The Sydney Portugal Community Club Limited, a company limited by guarantee, incorporated and domiciled in Australia. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The company's principal activity consisted of operating as a licensed social and sporting club.

The principal place of business is Fraser Park, 100 Marrickville Road, Marrickville, NSW, 2204.

The financial report was authorised for issue by the Board of Directors on 30 October 2025.

2. Changes in accounting policies

New and revised standards that are effective for these financial statements

A number of revised standards became effective for the first time to annual periods beginning on or after 1 July 2024. The adoption of these revised accounting standards has not had a material impact on the company's financial statements.

Accounting Standards issued but not yet effective and not been adopted early by the company

A number of new and revised standards have been issued but are not yet effective and have not been adopted early by the company. The Board of Directors is currently assessing the impact such standards will have on the company.

3. Summary of material accounting policy information

Financial reporting framework

The general purpose financial statements of the company have been prepared in accordance with the requirements of the *Corporations Act 2001*.

Statement of compliance

The general purpose financial statements of the company have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures and other authoritative pronouncements of the Australian Accounting Standards Board.

Basis of preparation

The financial statements are presented in Australian dollars. The functional currency of the company is Australian dollars.

The material accounting policy information that has been used in the preparation of these financial statements are summarised below.

Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the company expects to receive in exchange for those goods or services.

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Income taxes

The income tax expense or benefit for the period, is the tax payable on that period's taxable income based on the applicable income tax rate, adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities settled, based on those tax rates that are enacted or substantively enacted.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Mutuality principle

The company calculates its income in accordance with the mutuality principle which excludes from income, any amounts of subscriptions and contributions from members, and payments received from members for particular services provided by the club or association, e.g., poker machines, bar and dining room service in the case of social clubs. The Commissioner of Taxation accepts this method of calculating income as appropriate for recognised clubs and associations.

Amendments to the *Income Tax Assessment Act 1997* ensure social clubs continue not to be taxed on receipts from contributions and payments received from members.

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 losses. Trade receivables are generally due for settlement within 30 days.

Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the weighted-average basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Property, plant and equipment

Land and buildings at fair value

Freehold land and buildings are measured at fair value less accumulated depreciation on buildings and impairment losses, if applicable, recognised after the date of the revaluation.

Fair values are confirmed by independent valuations which are obtained with sufficient regularity to ensure that the carrying amounts do not differ materially from the assets' fair values at the reporting date.

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated over the asset's useful life to the company, commencing when the asset is ready for use.

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

Class of fixed asset	Depreciation rate
Buildings	2.5% straight line
Plant and equipment	10 – 20% diminishing value

Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to the short-term nature, they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Going concern

At 30 June 2025, the company had net cash balance of \$745,933 and net asset position of \$10,454,536. The company had positive operating cashflows of \$751,776 for the year.

The directors believe the company is a going concern due to the following:

- the debt facilities were refinanced during the year to a new lender;
- active management cash outflows;
- the company secured a long-term agreement to hire the soccer facilities; and
- negotiation by the board and progression of lease options with other prospective customers.

On the above basis, it is the opinion of the Board of Directors that the company will be able to continue as a going concern and therefore, this basis of preparation is appropriate.

Significant judgement in applying accounting policies

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

Estimation uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may be substantially different.

Receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An allowance for expected losses is included, where applicable, based on historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. The allowance for expected losses is based on the best information at the reporting date.

Inventories

Management estimates the net realisable values of inventories, taking into account the most reliable evidence available at each reporting date. The future realisation of these inventories may be affected by future technology or other market-driven changes that may reduce future selling prices.

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

Useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of certain depreciable assets.

Recognition of deferred tax assets

The extent to which deferred tax assets can be recognised is based on an assessment of the probability of the company's future taxable income against which the deferred tax assets can be utilised. In addition, significant judgement is required in assessing the impact of any legal or economic limits or uncertainties in various tax jurisdictions.

Long service leave

The liability for long service leave is recognised and measured at the present value of the estimated 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.

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

	2025	2024
	\$	\$
4. Revenue from rendering services		
<u>Revenue recognised at a point in time</u>		
Food and beverage sales	1,196,261	1,073,724
Poker machine income	515,768	582,971
	<u>1,712,029</u>	<u>1,656,695</u>
 <u>Revenue recognised over time</u>		
Soccer income	728,215	630,862
Sponsorships	108,019	89,400
Bingo, raffle, and ticket sales	62,655	70,482
Government GST rebate	16,127	13,935
	<u>915,016</u>	<u>804,679</u>
 Total revenue from rendering services	 <u>2,627,045</u>	 <u>2,461,374</u>

How the company recognises revenue

Sale of goods

Sale of goods comprises revenue earned from sale of food, beverage and other goods and is recognised at the point of sale, which is where the customer has taken delivery of the goods, the risks and rewards are transferred to the customer.

Poker machines income

Poker machines income is recognised when a game is played and is recognised net of payouts.

Rendering of services

Rendering of services comprises revenue from gaming facilities together with other services to members and other patrons of the club, recognised over the period in which the services are provided.

5. Other income

Rental income	470,888	455,953
Member subscriptions	6,197	4,054
Other income	261,223	153,638
	<u>738,308</u>	<u>613,645</u>

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

	2025	2024
	\$	\$
6. Income tax		
(a) Reconciliation of prima facie income tax expense		
Surplus before tax	605,692	555,561
Domestic tax rate	25.0%	25.0%
Expected tax expense	<u>(151,423)</u>	<u>(138,890)</u>
Adjustments:		
- Net tax effect of amounts which are not taxable/(deductible) in calculating taxable income	98,526	113,429
Actual tax expense	<u>(52,897)</u>	<u>(25,461)</u>
(b) Current tax liability		
Provision for income tax	<u>(78,358)</u>	<u>(25,461)</u>
	<u>(78,358)</u>	<u>(25,461)</u>
7. Cash and cash equivalents		
Cash on hand	18,532	17,350
Cash at bank	<u>727,401</u>	<u>384,433</u>
	<u>745,933</u>	<u>401,783</u>
8. Trade and other receivables		
Current		
Trade receivables	65,988	42,131
Net GST receivable	87,356	-
	<u>153,344</u>	<u>42,131</u>
	<u>153,344</u>	<u>42,131</u>
9. Inventories		
Stock on hand	49,602	41,266
	<u>49,602</u>	<u>41,266</u>
	<u>49,602</u>	<u>41,266</u>
10. Other assets		
Current		
Prepaid insurance	40,943	37,179
	<u>40,943</u>	<u>37,179</u>
	<u>40,943</u>	<u>37,179</u>
Non-current		
Borrowing costs	15,212	-
	<u>15,212</u>	<u>-</u>
	<u>15,212</u>	<u>-</u>

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

	2025	2024
	\$	\$
11. Property, plant and equipment		
<i>Land and buildings*</i>		
Freehold land at fair value	6,321,074	6,321,074
Capitalised costs - new building at cost	274,269	274,269
Capitalised costs - new building accumulated depreciation	(103,450)	(97,468)
	<u>170,819</u>	<u>176,801</u>
Property improvements at cost	6,788,428	5,397,737
Property improvements accumulated depreciation	(1,348,249)	(1,311,655)
	<u>5,440,179</u>	<u>4,086,082</u>
Total land and buildings	<u>11,932,072</u>	<u>10,583,957</u>

The company received a valuation report dated 18 October 2023, valuing buildings at \$17.2 million.

	2025	2024
	\$	\$
<i>Plant and equipment</i>		
Plant and equipment at cost	665,391	834,026
Plant and equipment accumulated depreciation	(575,506)	(748,982)
	<u>89,885</u>	<u>85,044</u>
Poker machines at cost	171,020	269,808
Poker machines accumulated depreciation	(60,055)	(260,816)
	<u>110,965</u>	<u>8,992</u>
Furniture and fittings at cost	166,940	205,879
Furniture and fittings accumulated depreciation	(153,013)	(196,980)
	<u>13,927</u>	<u>8,899</u>
Total plant and equipment	<u>214,777</u>	<u>102,935</u>
Total property, plant and equipment	<u>12,146,849</u>	<u>10,686,892</u>

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

11. Property, plant and equipment (continued)

	Freehold Land \$	Capitalised Costs - New Building \$	Property Improvements \$	Plant and Equipment \$
Net carrying amount 1 July 2024	6,321,074	176,801	4,086,082	85,044
Additions	-	-	1,560,669	28,721
Disposals	-	-	-	-
Depreciation	-	(5,982)	(206,572)	(23,880)
Net carrying amount 30 June 2025	<u>6,321,074</u>	<u>170,819</u>	<u>5,440,179</u>	<u>89,885</u>

	Poker Machines \$	Furniture and Fittings \$	Total \$
Net carrying amount 1 July 2024	8,992	8,899	10,686,892
Additions	136,000	8,108	1,733,498
Disposals	-	-	-
Depreciation	(34,027)	(3,080)	(273,541)
Net carrying amount 30 June 2025	<u>110,965</u>	<u>13,927</u>	<u>12,146,849</u>

	2025 \$	2024 \$
12. Trade and other payables		
Current		
Trade payables	198,362	222,879
Accrued expenses	31,326	-
Net GST payable	-	17,763
Other payables	6,693	6,481
	<u>236,381</u>	<u>247,123</u>

13. Provisions

Current

Provision for employee benefits	80,043	38,673
	<u>80,043</u>	<u>38,673</u>

Non-current

Provision for employee benefits	23,881	43,441
	<u>23,881</u>	<u>43,441</u>

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

	2025	2024
	\$	\$
14. Borrowings		
Current		
Unsecured loans from members	150	150
	<u>150</u>	<u>150</u>
Non-current		
Bank loan	2,278,534	952,662
	<u>2,278,534</u>	<u>952,662</u>

Unsecured loans from members

The unsecured loans from members are interest-free as per the loan agreements.

Bank loan

Bank loan is principal and interest, secured by mortgage over 100 Marrickville Road, Marrickville.

15. Related parties

The company's related parties include its key management personnel and related entities as described below.

	2025	2024
	\$	\$
Balances with related parties		
<u>Liabilities</u>		
Loans from members	150	150

The directors of the company did not receive any remuneration during the year.

No director has entered into a material contract with the company since the end of the previous financial year and there were no material contracts involving directors' interest existing at year end.

	2025	2024
	\$	\$
Key management personnel compensation		
Total key management personnel compensation	-	-
16. Remuneration of auditor		
<u>Holden & Bolster Avenir Pty Ltd</u>		
Audit of financial report	20,500	20,500
	<u>20,500</u>	<u>20,500</u>

The Sydney Portugal Community Club Limited
Notes to the Financial Statements
For the Financial Year Ended 30 June 2025

17. Members' guarantee

The company is incorporated under the *Corporations Act 2001* and a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 towards meeting any outstanding obligations of the company, during the time they are member or within one year thereafter.

18. Commitments

The company had no material unrecognised contractual commitments as at 30 June 2025 (2024: \$Nil).

19. Contingent liabilities

There are no contingent liabilities as at 30 June 2025 (2024: \$Nil).

20. Subsequent events

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation.

The Sydney Portugal Community Club Limited
Directors' Declaration
For the Financial Year Ended 30 June 2025

The directors of the company declare that in the directors' opinion:

- a) the financial statements and notes are in accordance with the *Corporations Act 2001*, including:
 - i) giving a true and fair view of the company's financial position as at 30 June 2025 and of its performance for the year ended on that date; and
 - ii) complying with Australian Accounting Standards – Simplified Disclosures and the *Corporations Regulations 2001*; and
- b) there are reasonable grounds to believe that the company is able to pay all of its debts, as and when they become due and payable; and
- c) the company does not have any controlled entities and is not required by the Accounting Standards to prepare consolidated financial statements. Therefore, a consolidated entity disclosure statement has not been included as section 295(3A)(a) of the *Corporations Act 2001* does not apply to the company.

Signed in accordance with a resolution of the directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

Nuno Da Silva

Nuno Da Silva
President
30 October 2025

Paul Goncalves

Paul Goncalves
Director
30 October 2025

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
THE SYDNEY PORTUGAL COMMUNITY CLUB LIMITED

Report on the Audit of the Financial Report

Qualified Opinion

I have audited the accompanying financial report of The Sydney Portugal Community Club Limited (the company), which comprises the statement of financial position as at 30 June 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the Directors' declaration.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the financial report of The Sydney Portugal Community Club Limited is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2025 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards – Simplified Disclosure (including Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

Basis for Qualified Opinion

There are a number of revenue types as described in Notes 4 and 5 of the financial statements (revenue types) which are a significant source of fundraising revenue for the company.

The company has determined that it is impracticable to establish control over the collection of these revenue types prior to entry into its financial records.

Accordingly, as the evidence available to me regarding fundraising revenue from this type was limited, our audit procedures with respect to revenue had to be restricted to the amounts recorded in the financial records.

I therefore am unable to express an opinion whether these revenue types of the company recorded is complete.

The financial statements show property, plant and equipment at a cost of \$12 million and \$19 million valuation by Savills in 2021.

I have not been provided with any documentation, current building and contents insurance policies for the above property, plant and equipment. So I am of the opinion that there is no building and contents insurance policies in place and there is significant financial risk in the event of a fire to any of these buildings and contents.

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
THE SYDNEY PORTUGAL COMMUNITY CLUB LIMITED

(Audit Report continued)

Basis for Qualified Opinion (continued)

The financial statements show \$136,000 donated Gaming Machines income and additional Gaming Machines fixed assets during the year. I have not been provided with any documentation re these donated gaming machines, donor correspondence, delivery and installation, and notifications of the donated gaming machines to Liquor & Gaming NSW.

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. I am 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of the company, would be in the same terms if given to the Directors as at the time of this auditor's report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Emphasis of Matter - Going Concern

I draw your attention to Note 3 of the financial statements which describes the basis from which the Directors' are satisfied that the going concern assumptions are appropriate. As stated in Note 3, these events or conditions, along with other matters as set forth in Note 3 are critical for the company to achieve.

In the absence of achieving these events and conditions, may cause material uncertainty and cast significant doubt on the company's ability to continue as a going concern. My opinion is not modified in respect of this matter.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
THE SYDNEY PORTUGAL COMMUNITY CLUB LIMITED**

(Audit Report continued)

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 Disclosure and the Corporations Act 2001, and for such internal controls as the Directors determine is necessary to enable the preparation of a 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 company's ability 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

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 the financial report.

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.



Alex Koutzoumis

Registered Company Auditor

Dated 24 October 2025