

HYSWEST LIMITED

A.C.N. 003 043 016

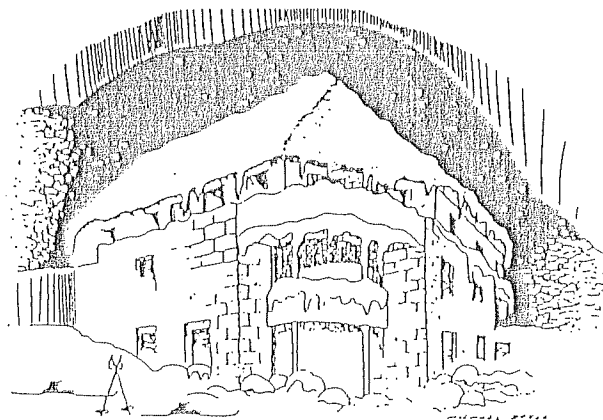
Trading As

**ATTUNGA SKI LODGE**

Lodge Address: 4 Jack Adams Path, Thredbo Village, NSW, 2627

Lodge Telephone: (064) 576 050 Facsimile: (064) 576 447

All Correspondence: P.O. Box 274, Lane Cove, NSW, 2066



## CHAIRMAN'S REPORT

### HYSWEST LIMITED TRADING AS ATTUNGA SKI LODGE

#### FINANCIAL YEAR ENDED 30TH SEPTEMBER, 2011

It is my pleasure to report to you on the company's activities during the Financial Year ended 30th September, 2011.

This year represents the first full year of an altered financial year. Other changes that have occurred this year is the appointment of new managers effective October 2011 and we welcome Elsa and Errol Hanlon to the lodge. For those that know them they were the successful managers of Hannenkahm for 11 years and come with excellent reputation. We look forward to a successful partnership.

Completion of renovations has again been put back somewhat to allow finances to rebuild however, we are looking to complete the work in the next couple of years.

The 2011 ski season was very patchy - good early then petering out in mid to late August.

Trading results for the season were possibly the most difficult we have encountered possibly a result of the GFC catching up on us or general member issues. Hopefully recent changes will address this.

Members please continue to provide welcome feedback.

We look forward to future success.

The Board would like to take this opportunity to wish all members well for the 2012 year and season.

Yours sincerely,

**PETER MULLENS**

Chairman

# **Attunga Ski Lodge Limited**

ABN: 42 003 043 016

## **Financial Statements**

**For the Year Ended 30 September 2011**

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

For the Year Ended 30 September 2011

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# Attunga Ski Lodge Limited

ABN: 42 003 043 016

Directors' Report

30 September 2011

Your directors present their report on the company for the year ended 30 September 2011.

## Directors

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

### Names

Peter J Mullens  
Derek C Goodyer  
Russell S Debney  
Stephen M Levett  
David P Wolski  
Ian F Woods  
Jeoffrey R Falls  
Hedda Moll

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

## Principal Activities

The principal activities of Attunga Ski Lodge Limited during the financial year were the operation of a ski lodge at Thredbo in the Kosciuszko National Park for the benefit of shareholders

No significant change in the nature of these activities occurred during the year.

## Business review

The loss from ordinary activities amounted to \$77,942. The net cash loss before charging depreciation was \$24,740. Directors ensure that the company always has sufficient cash reserves to meet the company's obligations as and when they fall due.

## Significant Changes in State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

There was a capital raising of \$19,091 to fund the essential renovation and improvement to the ski lodge.

## After balance day 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 company, the results of those operations or the state of affairs of the company in future financial years.

## Auditors Independence Declaration

The auditors independence declaration for the year ended 30 September 2011 has been received and can be found on page 5 of the financial report.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

Directors' Report

30 September 2011

## Director Information

### Information on Directors

Peter J Mullens	Chairman
Interest in Shares and Options	7,000
Years of Directorship	23
Derek C Goodyer	Director
Interest in Shares and Options	7,000
Years of Directorship	17
Russell S Debney	Director
interest in Shares and options	7,000
Years of Directorship	20
Stephen M Levett	Director
Interest in Shares and Options	7,000
Years of Directorship	23
David P Wolski	Director
Interest in Shares and Options	7,000
Years of Directorship	20
Ian F Woods	Director
Interest in Shares and Options	7,000
Years of Directorship	18
Jeffrey R Falls	Director
Interest in Shares and Options	7,000
Years of Directorship	3
Hedda Moll	Director
Interest in Shares and Options	7,000
Years of Directorship	3

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

Directors' Report

30 September 2011

## Director Information continued

### Meetings of Directors

During the financial year, 2 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
Peter J Mullens	2	2
Derek C Goodyer	2	2
Russell S Debney	2	2
Stephen M Levett	2	2
David P Wolski	2	2
Ian F Woods	2	2
Jeoffrey R Falls	2	2
Hedda Moll	2	2

### Insurance premiums paid for directors

The company has paid premiums to insure each of the directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the company, other than conduct involving a willful breach of duty in relation to the company. The amount of the premium was \$1,143 (2010: \$1,666).

### Proceedings on Behalf of 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.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

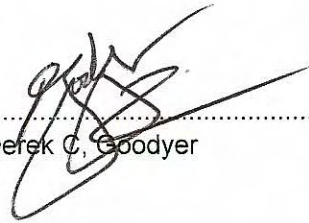
Directors' Report

30 September 2011

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

Director: .....

Delek C. Goodyer



Director: .....

Jeffrey R Falls



Sydney.

Dated this ..... day of February 2012

7<sup>th</sup>



**Watson Erskine Pty Ltd**  
Chartered Accountants

ABN 44 125 509 015

Level 4, 55 Clarence Street, Sydney NSW 2000  
GPO Box 2003, Sydney NSW 2001

**T** +61 (02) 9248 9600  
**F** +61 (02) 9248 9666  
**E** mail@watsonerskine.com.au  
**W** www.watsonerskine.com.au

## **Attunga Ski Lodge Limited**

ABN: 42 003 043 016

### **Auditors Independence Declaration under Section 307C of the Corporations Act 2001**

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2011 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

*Watson Erskine Pty Ltd*

Watson Erskine Pty Ltd  
A registered audit company

Stephen Bates – Director

Sydney

Dated this <sup>7<sup>th</sup></sup> day of February 2012



# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Statement of Comprehensive Income

For the Year Ended 30 September 2011

	2011 (12 months)	2010 (15 months)
Note	\$	\$
Revenue	167,937	319,861
Other revenue	2,367	2,856
Depreciation and amortisation	(53,202)	(68,199)
Lease rentals on operating lease	(30,108)	(58,239)
Catering and lodge manager fees	(62,698)	(136,185)
Electricity, gas and water	(30,553)	(36,299)
Insurance	(13,649)	(15,665)
Repairs and maintenance	(27,741)	(21,763)
Other expenses	(30,295)	(32,354)
<b>Deficit before income tax</b>	<b>(77,942)</b>	<b>(45,987)</b>
Income tax expense	-	-
<b>Deficit for the year</b>	<b>(77,942)</b>	<b>(45,987)</b>
<b>Other comprehensive income:</b>		
Realised loss on sale of investments	-	-
Available-for-sale financial assets	-	-
<b>Total comprehensive deficit for the year</b>	<b>(77,942)</b>	<b>(45,987)</b>

The accompanying notes form part of these financial statements.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Statement of Financial Position

As At 30 September 2011

	Note	2011 \$	2010 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	2	85,365	12,099
Trade and other receivables	3	33,961	52,918
Other assets	6	10,087	9,951
<b>Total current assets</b>		<b>129,413</b>	<b>74,968</b>
<b>Non-current assets</b>			
Other financial assets	4	13,000	13,000
Property, plant and equipment	5	197,682	249,191
<b>Total non-current assets</b>		<b>210,682</b>	<b>262,191</b>
<b>TOTAL ASSETS</b>		<b>340,095</b>	<b>337,159</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	7	62,900	1,101
<b>Total current liabilities</b>		<b>62,900</b>	<b>1,101</b>
<b>Non-current liabilities</b>			
<b>TOTAL LIABILITIES</b>		<b>62,900</b>	<b>1,101</b>
<b>NET ASSETS</b>		<b>277,195</b>	<b>336,058</b>
<b>EQUITY</b>			
Issued capital	8	1,354,491	1,335,400
Retained earnings		(1,077,296)	(999,342)
<b>TOTAL EQUITY</b>		<b>277,195</b>	<b>336,058</b>

The accompanying notes form part of these financial statements.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Statement of Changes in Equity

For the Year Ended 30 September 2011

	Ordinary Shares	Retained Earnings	Total
	\$	\$	\$
<b>2011</b>			
Balance at 1 October 2010	1,335,400	(999,351)	336,049
Share contributions called up during the year	19,091	-	19,091
Loss for the year	-	(77,942)	(77,942)
<b>Balance at 30 September 2011</b>	<b>1,354,491</b>	<b>(1,077,293)</b>	<b>277,198</b>
<b>2010</b>			
Balance at 1 July 2009	1,314,400	(953,364)	361,036
Share contributions called up during the year	21,000	-	21,000
Loss for the year	-	(45,987)	(45,987)
<b>Balance at 30 September 2010</b>	<b>1,335,400</b>	<b>(999,351)</b>	<b>336,049</b>

The accompanying notes form part of these financial statements.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Statement of Cash Flows

For the Year Ended 30 September 2011

	2011 (12 months)	2010 (15 months)
Note	\$	\$
<b>Cash from operating activities:</b>		
Receipts from customers	205,583	239,836
Payments to suppliers and employees	(152,070)	(330,512)
Interest received	2,367	2,855
<b>Net cash provided by (used in) operating activities</b>	14(a) <b>55,880</b>	(87,821)
<b>Cash flows from investing activities:</b>		
Purchase of plant and equipment	(1,705)	(20,229)
<b>Net cash used by investing activities</b>	(1,705)	(20,229)
<b>Cash flows from financing activities:</b>		
Capital contributions from shareholders	19,091	21,000
<b>Net cash used by financing activities</b>	19,091	21,000
<b>Net cash increase (decreases) in cash and cash equivalents</b>	73,266	(87,050)
Cash and cash equivalents at beginning of year	12,099	99,149
<b>Cash and cash equivalents at end of year</b>	14(b) <b>85,365</b>	12,099

The accompanying notes form part of these financial statements.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Notes to the Financial Statements

For the Year Ended 30 September 2011

### Note 1 Summary of Significant Accounting Policies

This financial report covers Attunga Ski Lodge Limited as an individual entity. Attunga Ski Lodge Limited is a company limited by shares, incorporated and domiciled in Australia.

#### (a) Basis of preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and the *Corporations Act 2001*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### (b) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

##### Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

##### Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### (c) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Notes to the Financial Statements

For the Year Ended 30 September 2011

### Note 1 Summary of Significant Accounting Policies continued

**(d) Income taxes**

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.

**(e) Revenue**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument.

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

**(f) 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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(g) Comparatives**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

The comparative figures in the financial statements have been prepared for the 15 month period ended 30 September 2010 due to change in financial year end in 2010. Therefore, trading results for the comparative period are in respect of 15 month period beginning from 1 July 2009 to 30 September 2010.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Notes to the Financial Statements

For the Year Ended 30 September 2011

	2011	2010
	\$	\$
<b>Note 2 Cash and cash equivalents</b>		
Cash at bank	85,365	12,099
	<u>85,365</u>	<u>12,099</u>
<b>Note 3 Trade and other receivables</b>		
CURRENT		
GST refund/(payable)	5,468	5,840
Contributions receivable from shareholders	26,875	45,460
Other receivables	1,618	1,618
	<u>33,961</u>	<u>52,918</u>
<b>Note 4 Other financial assets designated at fair value</b>		
NON CURRENT		
NAB Income Securities - at cost	13,000	13,000
	<u>13,000</u>	<u>13,000</u>
<b>Note 5 Property, plant and equipment</b>		
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	141,919	141,919
Accumulated depreciation	(114,942)	(112,375)
Total plant and equipment	<u>26,977</u>	<u>29,544</u>
Furniture, fixture and fittings		
At cost	187,192	185,486
Accumulated depreciation	(162,350)	(156,277)
Total furniture, fixture and fittings	<u>24,842</u>	<u>29,209</u>
Leasehold improvements		
At cost	1,254,885	1,254,897
Accumulated amortisation	(1,109,022)	(1,064,459)
Total leasehold improvements	<u>145,863</u>	<u>190,438</u>
<b>Total property, plant and equipment</b>	<u>197,682</u>	<u>249,191</u>

### (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

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Notes to the Financial Statements

For the Year Ended 30 September 2011

### Note 5 Property, plant and equipment continued

#### (a) Movements in Carrying Amounts continued

	Plant and Equipment \$	Furniture, Fixtures and Fittings \$	Improvements \$	Total \$
<b>Current Year</b>				
Balance at the beginning of year	29,544	29,209	190,438	249,191
Additions	-	1,705	-	1,705
Depreciation expense	(2,567)	(6,072)	(44,563)	(53,202)
Assets written off	-	-	(12)	(12)
Carrying amount at the end of year	<u>26,977</u>	<u>24,842</u>	<u>145,863</u>	<u>197,682</u>
<b>Prior Year</b>				
Balance at the beginning of year	15,570	37,448	244,133	297,151
Additions	17,064	1,240	1,935	20,239
Depreciation expense	(3,090)	(9,479)	(55,630)	(68,199)
Carrying amount at the end of year	<u>29,544</u>	<u>29,209</u>	<u>190,438</u>	<u>249,191</u>

### Note 6 Other Assets

#### CURRENT

Prepayments	<u>10,087</u>	9,951
	<u>10,087</u>	<u>9,951</u>



# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Notes to the Financial Statements

For the Year Ended 30 September 2011

	2011	2010
	\$	\$
<b>Note 7 Trade and other payables</b>		
CURRENT		
Unsecured liabilities		
Trade payables	61,268	-
Amounts received in advance	530	-
Other payables	1,102	1,101
	<u>62,900</u>	<u>1,101</u>
<b>Note 8 Issued Capital</b>		
735,000 (2010: 735,000) Ordinary shares	1,354,491	1,335,400
	<u>1,354,491</u>	<u>1,335,400</u>

During the year, the company has called up contribution from shareholders to fund working capital of the Company. No new shares were issued to the shareholders. An additional capital contribution of \$19,091 (excluding GST) (2010:\$21,000) has been recorded.

### Note 9 Capital and Leasing Commitments

#### (a) Operating Lease Commitments

On 9 July 2008, the company renewed its operating lease with Kosciuszko Thredbo Pty Ltd for a further term of 50 years less 1 day effective from 29 June 2007. The lease will terminate on 27 June 2057. The annual rent of \$36,000 is subject to CPI adjustment.

Payable - minimum lease payments		
- not later than 12 months	37,062	37,602
- between 12 months and 5 years	150,408	150,408
- greater than 5 years	1,542,222	1,579,284
	<u>1,729,692</u>	<u>1,767,294</u>

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Notes to the Financial Statements

For the Year Ended 30 September 2011

2011  
\$

2010  
\$

### Note 10 Financial Risk Management

#### Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

#### Financial Assets

Cash and cash equivalents	85,365	12,099
Financial assets at fair value through profit or loss		
Loans and receivables	33,961	52,918
Available-for-sale financial assets:		
- at fair value		
- listed investments	10,075	10,582
	<u>10,075</u>	<u>10,582</u>
- at recoverable amount		
- at cost		
Total available-for-sale financial assets	<u>10,075</u>	<u>10,582</u>
<b>Total Financial Assets</b>	<b><u>129,401</u></b>	<b><u>75,599</u></b>

#### Financial Liabilities

Financial liabilities at amortised cost		
- Trade and other payables	62,900	1,101
<b>Total Financial Liabilities</b>	<b><u>62,900</u></b>	<b><u>1,101</u></b>

### Note 11 Revenue

Sales revenue		
- Accommodation income	134,937	287,906
- Interest received	2,367	2,856
- Member subscriptions	31,500	31,500
- Other revenue	1,500	455
	<u>170,304</u>	<u>322,717</u>

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Notes to the Financial Statements

For the Year Ended 30 September 2011

	2011	2010
	\$	\$
<b>Note 12</b>		
<b>Auditors' Remuneration</b>		
Remuneration of the auditor of the company for:		
- auditing the financial report	4,000	4,000
- other services	8,289	5,460
<b>Note 13</b>		
<b>Related party transactions - Usage of ski lodge by directors</b>		
During the year, the directors have been charged for the usage of the ski lodge at the same scheduled fees as applicable to all shareholders. Except for the above, no related party transactions have been entered by the company with the directors.		
<b>Note 14</b>		
<b>Cash Flow Information</b>		
<b>(a) Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>		
Net loss for the period	(77,942)	(45,987)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation	53,202	68,199
Changes in assets and liabilities		
(Increase)/decrease in trade and term receivables	18,957	(19,505)
(Increase)/decrease in prepayments	(136)	9,049
(Increase)/decrease in income in advance	-	(82,323)
Increase/(decrease) in trade payables and accruals	(61,799)	(17,254)
	<u>(67,718)</u>	<u>(87,821)</u>
<b>(b) Reconciliation of cash</b>		
Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:		
Cash and cash equivalents	85,365	12,099
Bank overdraft	-	-
	<u>85,365</u>	<u>12,099</u>

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

Notes to the Financial Statements

For the Year Ended 30 September 2011

## Note 15      Company Details

### **Registered office**

The registered office of the company is:

Attunga Ski Lodge Limited

Level 7

30 Clarence Street

SYDNEY NSW 2000

### **Principal place of business**

The principal place of business is:

4 Jack Adams Path

Thredbo Village NSW 2625

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

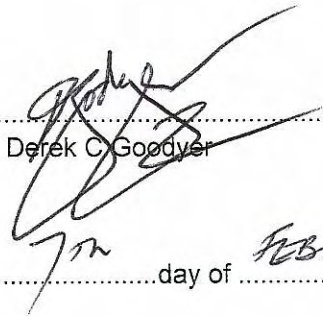
## Directors' Declaration

The directors of the company declare that:

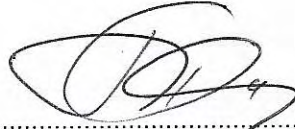
1. The financial statements and notes, as set out on pages 5 to 17, present fairly the company's financial position as at 30 September 2011 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations); and
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director .....  
Derek C Goodyer



Director .....  
Jeffrey R Falls



Sydney

Dated this ..... day of FEBRUARY 2012

7<sup>th</sup>





## **Attunga Ski Lodge Limited**

ABN: 42 003 043 016

### **Independent Audit Report to the members of Attunga Ski Lodge Limited**

#### ***Report on the Financial Report***

We have audited the accompanying financial report of Attunga Ski Lodge Limited (the company), which comprises the statement of financial position as at 30 September 2011, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

#### ***Director's Responsibility for the Financial Report***

The director of the company is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### ***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. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance 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 company'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 director, 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 *Corporations Act 2001*.

# Attunga Ski Lodge Limited

ABN: 42 003 043 016

## Independent Audit Report to the members of Attunga Ski Lodge Limited

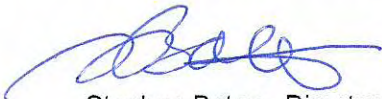
### *Auditor's Opinion*

In our opinion the financial report of Attunga Ski Lodge Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 September 2011 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.

*Watson Erskine Pty Ltd*

Watson Erskine Pty Ltd  
A registered audit company



Stephen Bates - Director

Sydney  
Dated this *7<sup>th</sup>* day of February 2012





**Watson Erskine Pty Ltd**  
Chartered Accountants

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## **Attunga Ski Lodge Limited**

ABN: 42 003 043 016

ABN: 42 003 043 016

### **Disclaimer**

The additional financial data presented on Profit and Loss Account is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the year ended 30 September 2011. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Attunga Ski Lodge Limited) in respect of such data, including any errors of omissions therein however caused.

Watson Erskine Pty Ltd  
Sydney

Dated this <sup>7<sup>th</sup></sup>..... day of February 2012



# Attunga Ski Lodge Limited

ABN: 42 003 043 016

ABN: 42 003 043 016

## Profit and Loss Account

	2011 (12 months) \$	2010 (15 months) \$
<b>Income</b>		
Interest income	2,367	2,856
Accommodation income	134,937	287,906
Member subscriptions	31,500	31,500
Other revenue	1,500	455
<b>Total income</b>	<b>170,304</b>	<b>322,717</b>
<b>Less: Expenses</b>		
Accounting and auditors remuneration	12,789	9,460
Accounting fees – Book Keeping	2,984	2,980
Bank charges	1,180	1,543
Catering and lodge manager fees	62,698	136,185
Cleaning	-	9,123
Contingent rental on finance leases	1,002	2,321
Depreciation	53,202	68,199
Electricity and water	28,967	32,933
Filing fees	1,096	2,055
Freight and cartage	-	91
Gas	1,586	3,366
Insurance	13,649	15,665
Laundry	5,101	-
Lease rentals on operating lease	30,108	58,239
Members' Subscriptions Written Off	3,300	-
Operating expenses	(438)	-
Postage	83	-
Printing and stationery	-	319
Repairs and maintenance	27,741	21,763
Subscriptions	845	325
Sundry expenses	263	1,408
Telephone	2,090	2,729
<b>Total Expenses</b>	<b>(248,246)</b>	<b>(368,704)</b>
	<b>77,942</b>	<b>45,987</b>
<b>Other items:</b>		
Gain on disposal of assets	-	-
<b>Profit /(Loss) before income tax</b>	<b>(77,942)</b>	<b>(45,987)</b>

## Attunga Ski Lodge Limited

	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010*	2011	
Accommodation revenue	148,978	143,942	148,264	147,492	143,763	150,261	141,341	134,760	142,797	149,357	154,280	133,252	158,202	143,470	120,689	160,203	125,993	132,202	140,396	153,540	287,906	134,937	
Interest received	1,105		567	665	787	1,500	4,930	5,387	4,778	6,110	7,837	9,942	9,046	9,600	8,317	9,489	9,809	10,441	9,762	5,656	2,856	2,367	
Surplus on disposal of property, plant		341																					
Club subscriptions	24,113	19,950	19,950	10,500	10,500	11,630	10,390	12,238	13,943	12,005	11,640	11,843	21,048	20,681	21,455	21,478	21,478	21,864	28,909	60,223	31,500	31,500	
Sinking fund levy		10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500											
Other income	1,738	2,363	1,046	2,450	1,946	2,536	2,909	3,994	3,569	336	1,652	9,214	8,798	1,743	8,581	2,134	6,139	2,561	2,436	1,477	455	1,500	
Loss on Disposal of Non-current Assets											-43	-112		-259									
<b>Operating revenue</b>	<b>175,935</b>	<b>177,096</b>	<b>180,327</b>	<b>171,607</b>	<b>167,496</b>	<b>176,427</b>	<b>170,070</b>	<b>166,879</b>	<b>175,587</b>	<b>178,308</b>	<b>185,866</b>	<b>174,639</b>	<b>197,094</b>	<b>175,235</b>	<b>159,042</b>	<b>193,304</b>	<b>163,419</b>	<b>167,068</b>	<b>181,503</b>	<b>220,896</b>	<b>322,717</b>	<b>170,304</b>	
Accounting Fees																							
Advertising													332						1,199	66	12,440	2,984	
Amortisation of intangible assets	15,411	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	5,430						
Auditors remuneration	12,740	11,540	8,400	8,300	10,000	6,820	5,400	4,110	4,532	4,658	4,823	4,765	7,243	7,374	6,792	4,922	5,368	6,741	9,380	10,660		12,789	
Bad debts written off									4,331		145												
Bank charges and transaction taxes	558	487	616	573	543	1,894	1,442	887	903	950	2,185	2,930	1,317	1,685	1,953	2,834	1,714	4,252	5,859	1,977	1,543	1,180	
Bookkeeping Fees														987	2,553	2,776	3,218	713		3,302			
Borrowing expenses	10,199	1,700	1,700	1,700	1,700																		
Catering & lodge manager fees	48,198	42,330	53,268	56,433	41,850	55,078	58,940	54,414	51,996	63,727	55,958	76,484	69,322	61,384	63,950	74,075	85,263	69,336	78,806	89,921	136,185	62,698	
Cleaning, laundry services and linen hire	3,105	3,660	4,577	2,797	1,779	2,767	3,708	4,238	5,065	4,969	6,314	3,590	2,907	2,915	3,473	3,370		7,328	2,864	4,467	9,123		
Computer expenses										109													
Consultancy fees									3,200														
Contingent rental on finance leases																					4,364	2,321	1,002
Consumable supplies and replacements	2,162	1,517	7,043	3,026	3,473	3,713	2,549	2,045	3,102	1,121	740	250											
Depreciation - Building	124,589	85,614	74,922	50,358	50,209	47,679	47,679	47,728	48,278	51,164	51,116	48,315	48,315	37,461	37,521	37,556	37,556	37,556	37,568	51,684	68,199	53,202	
Depreciation - Furniture and fittings						8,010	8,290	6,013	5,870	1,869	3,702	5,631	5,402	7,369	10,723	10,239	6,151	7,759	6,763				
Electricity, & water	33,618	24,674	32,301	26,205	22,936	19,828	23,798	20,553	19,267	21,978	26,004	12,439	19,204	19,993	24,467	24,393	31,554	30,241	22,574	32,933	28,967		
Filing fees	531	632	680	691	705	750	827	875	930	870	870	900	900	900	1,130	1,000	1,000	1,000	935	1,065	2,055	1,096	
Freight & cartage									31	16	234	162	71	255	1,740	219	61	323	683	1,028	91		
Gas																					2,877	3,366	1,586
General expenses											3,059	-286	594	636	1,037	252	2,132						
Insurances	8,557	5,635	5,390	6,031	5,242	6,505	8,139	5,612	5,698	6,384	8,227	7,378	7,561	1,753	8,143	8,741	11,870	13,498	13,516	13,260	15,665	13,649	
Interest paid	8,455	2,791	1,848	425	125				25	6	3		54	3		5							
Laundry																						5,101	
Legal fees																							
Loss on disposal of property, plant	4,324																	5,300	7,677				
Maintenance contracts and agreements			1,498	289	2,010																		
Members Subscriptions Written Off																						3,300	
Operating expenses																						-438	
Petty Cash Expenditure											1,845												
Printing, postage, stationary	1,771	824	1,686	1,453	1,441	1,168	2,112	1,915	1,588	135	124	1,989	272	717	649	65	55	82	78	93	319	83	
Race fees											602	534	495	227	205								
Rent paid on sub lease	28,134	20,350	21,834	22,190	22,361	22,461	23,408	24,633	24,829	24,850	25,241	25,899	26,950	27,586	28,426	29,006	29,830	30,638	36,000	37,602	58,239	30,108	
Repairs and maintenance	7,124	4,542	5,643	5,382	10,345	7,234	23,192	12,455	7,557	4,032	8,590	8,867	8,067	20,770	10,232	9,014	10,468	11,946	10,468	12,505	21,763	27,741	
Replacements and minor capital purchases					1,288	3,389	482																
Subscriptions	1,226	900			500	200	550	750	585		300	300	600	1,609	921	591	480	60	695	390	325	845	
Sundry expenses	1,240	575	138	667	409	723	1,467	1,355	1,050										1,639	393	1,141	263	
Telephone, telex and facsimile	-480	-483	1,656	870	1,154	1,919	1,728	2,216	1,638	1,617	1,538	2,433	1,875	2,427	2,155	2,143	1,367	1,371	1,210	2,555	2,729	2,090	
Workers compensation insurance					79	80	80	110	110	110	110	109	109	109									
Website Costs											550												
<b>Total expenses</b>	<b>311,462</b>	<b>218,227</b>	<b>234,140</b>	<b>198,330</b>	<b>189,088</b>	<b>201,158</b>	<b>224,731</b>	<b>200,849</b>	<b>201,525</b>	<b>196,999</b>	<b>208,644</b>	<b>227,744</b>	<b>205,765</b>	<b>206,311</b>	<b>212,536</b>	<b>222,215</b>	<b>238,425</b>	<b>232,186</b>	<b>243,367</b>	<b>261,531</b>	<b>368,344</b>	<b>248,246</b>	
<b>Operating loss</b>	<b>-135,527</b>	<b>-41,131</b>	<b>-53,813</b>	<b>-26,724</b>	<b>-21,592</b>	<b>-24,731</b>	<b>-54,661</b>	<b>-33,970</b>	<b>-25,938</b>	<b>-18,691</b>	<b>-22,778</b>	<b>-53,105</b>	<b>-8,671</b>	<b>-31,076</b>	<b>-53,494</b>	<b>-28,911</b>	<b>-75,006</b>	<b>-65,118</b>	<b>-61,864</b>	<b>-40,635</b>	<b>-45,627</b>	<b>-77,942</b>	
Amortisation of intangible assets	15,411	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	5,430						
Depreciation	124,589	85,614	74,922	50,358	50,209	51,392	50,228	49,773	51,380	52,285	51,856	53,946	53,717	44,830	48,244	47,795	43,707	45,315	44,331	51,684	68,199	53,202	
<b>Profit before amortisation and depreciation</b>	<b>4,473</b>	<b>55,423</b>	<b>32,049</b>	<b>34,574</b>	<b>39,557</b>	<b>37,601</b>	<b>6,507</b>	<b>26,743</b>	<b>36,382</b>	<b>44,534</b>	<b>40,018</b>	<b>11,781</b>	<b>55,986</b>	<b>24,694</b>	<b>5,690</b>	<b>29,824</b>	<b>-25,869</b>	<b>-19,803</b>	<b>-17,533</b>	<b>11,049</b>	<b>22,572</b>	<b>-24,740</b>	
Repairs and maintenance	7,124	4,542	5,643	5,382	10,345	7,234	23,192	12,455	7,557	4,032	8,590	8,867	8,067	20,770	10,232	9,014	10,468	11,946	5,016	12,505	21,763	27,741	
<b>Profit before amortisation, depn &amp; repairs</b>	<b>11,597</b>	<b>59,965</b>	<b>37,692</b>	<b>39,956</b>	<b>49,902</b>	<b>44,835</b>	<b>29,699</b>	<b>39,198</b>	<b>43,939</b>	<b>48,566</b>	<b>48,608</b>	<b>20,648</b>	<b>64,053</b>	<b>45,464</b>	<b>15,922</b>	<b>38,838</b>	<b>-15,401</b>	<b>-7,857</b>	<b>-12,517</b>	<b>23,554</b>	<b>44,335</b>	<b>3,001</b>	

\* 15 Months to 30th September 2011 - prior years to 30th June