Townsville Motor Boat & Yacht Club Limited

ABN: 83 009 782 567

Financial Statements

For the Year Ended 31 March 2026

Townsville Motor Boat & Yacht Club Limited

ABN: 83 009 782 567

Contents

For the Year Ended 31 March 2026

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Directors' Report

31 March 2026

The directors present their report on Townsville Motor Boat & Yacht Club Limited for the financial year ended 31 March 2026.

1. General information

Information on directors

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

John Stokes

Position	Rear Commodore/Director
Experience	John was Commodore from 2015-2024 and has been a Director on the Board since 2012. John came to Townsville in January 1993 and did his first Townsville to Dunk Island race on Waithara IV skippered by Rollo Rolleison. He has been a member since then and owned Border Reiver a Cavalier 32, Diablo a Farr 11.6, Mach 1 a Bavaria Match 38 and now sails Motor Boat "Mach-too". John and his wife Betty have enjoyed the friendship and camaraderie of the Townsville Yacht Club for many years. John believes the club should be for all of us that enjoy the sea, enjoy our boats and foster the pursuit of good seamanship. He has raced and cruised for many years and tries to understand and support the principles that make membership of our club a great pleasure. John resigned as Commodore in March 2024 and is still an active Board member.

Michael Steel

Position	Commodore
Experience	Mike was appointed to the Board in June 2015. Mike has been an active member of the Townsville Yacht Club since 2005. Prior to this he had crewed on yachts at the club in the 1980's and off the beach racing at the Townsville Sailing Club during the 1990's. As a member of the Townsville Yacht Club, Mike held the position of Sailing Captain for two years from 2010. After this role he continued as the clubs representative to the SeaLink Magnetic Island Race Week executive committee. Mike continues to be an active racing competitor with his Elan E5 "Boudica" and is a marina berth owner at the club. Mike was a partner in RLA Finance for 24 years. RLA Finance specialises in commercial equipment and property finance products. Mike was appointed interim Commodore in March 2024 and elected as Commodore at the 2024 AGM.

Owen Stanley

Position	Treasurer
Experience	Owen was appointed to the Board in June 2017 and was appointed as Treasurer in February 2020 to June 2024 and reelected as Treasurer at the 2025 AGM. He has been a member of the Club since 1995. Initially he sailed and raced Teddy Bears Picnic, a Farr 37 and now Tap Dancer, a Farr 11.6. He and Jen have always enjoyed the friendship that the club has provided. Throughout his working life, Owen was an academic economist, but undertook consulting and managed a consulting company. At one stage he was head of a University School of Business which employed over 100 staff, and involving campuses in Townsville, Cairns and Singapore, and teaching arrangements in Sydney, Melbourne and China. Owen is now retired and is keen to see the club continue to develop its boating and business activities, and its friendly culture.

Directors' Report
31 March 2026

1. General information

Information on directors

Murray Whitehead	
Position	Secretary
Experience	Murray was appointed Secretary in June 2012 and previously held the position of Commodore for 3 years from June 2007 to June 2010 and has been a Director since 2003. Murray is a retired Environmental Planner and Manager with extensive experience in state legislation, statutory process and project management. He has been instrumental in achieving security of the club's land and lease asset base and managing the marina construction and shore side upgrade. Besides his strong involvement in the business side of the club, Murray is a very keen supporter of strengthening the club and family participation in the sport of boating. He is active in supporting the growth and development of all aspects of sailing and he is the Club's Discover Sailing Principal. Murray and his family are keen sailors on 'Savanna', specialising in cruising, island exploring and the very occasional race. Murray was appointed a Life Member of the Club at the 2014 AGM.
Anthony Muller	
Position	Director
Experience	Tony is a Life Member of the Townsville Yacht Club. He served as Commodore from 2012 to 2015 and he has been a Director on the Board since 1990. Tony has held various Flag Officer positions as Vice Commodore from 2010 to 2012 and Treasurer from November 2000 to June 2010. He has also been a member of the SeaLink Magnetic Island Race Week executive committee since 2011. Tony is also currently a Director of the North Queensland Club in Townsville. He is a Certified Financial Planner and was a partner of FINPAC, a local investment and insurance advisory firm, where he managed the insurance practice until resigning in March 2025. Tony and his wife Selena own the Jeanneau SO409 yacht "Brava".
Wayne Simonsen	
Position	Director
Experience	Wayne was appointed to the Board in June 2024. Wayne is the owner and Company Director of Simonsen Plumbing Pty Ltd. Wayne is a Plumber, Drainer and Gasfitter and former Commercial Pilot (Not Current). His strengths include project management, team building and a strong work ethic. Wayne is a Rotarian and Freemason having been President of Daybreak Rotary Club on 4 occasions and twice as Master of St Andrews of Townsville Freemasons Lodge. With a passion for giving back to the community having volunteered at the Cleveland Detention Centre in mentoring programs they ran in the past and running work programs at the Boot Camp for Beyond Billabong, before it was closed down by the current Qld Government. Wayne and his wife Karen have 7 children between them. Wayne's passion in life has been Rugby League and Union which he played until the age 56. He loves music and played guitar in a local band the "Block of Flats" for 12 years before discovering sailing in 2016 and becoming totally hooked. Wayne recently upgraded his boat "Gone With The Wind" to enjoy the cruising lifestyle while still competing in Club racing. Wayne was appointed Club Captain at the start of 2025 and is the Chair of the Sailing Committee.

Directors' Report
31 March 2026

1. General information

Information on directors

Michael Malone

Position	Vice-Commodore
Experience	Mick was appointed to the Board as a Director in December 2013 and elected as Vice-Commodore at the 2024 AGM. Mick is employed as a Tug Master at the Port of Townsville and also owns and runs a maritime services business in the Townsville area. He has been an active member and volunteer for the TYC since 2005, when he fell in love with Townsville after sailing here from his hometown in southern Tasmania on his 31ft yacht. He grew up on the water and has extensive experience on both yachts and motor boats including trips to Antarctica, Sydney to Hobart races and delivering boats to many different destinations around Australia. Mick and his wife Cherie have previously volunteered on the Townsville Cruising Yacht Club committee and currently own a 42ft power catamaran, in which they are actively exploring the coastal waters of Australia.

Terence Price

Position	Director
Experience	Terry was appointed to the Board in June 2015. Terry holds a Bachelor of Applied Science (BUILDING), a Diploma of Property Operations and is a licensed Electrical Fitter/Mechanic. Terry is a retired Facility Manager with 40 years experience in Facility/Property and Project management across northern Australia with Airservices Australia. He has been sailing on & off for 38 years starting on a cobra cat (The Phantom) off the beach at Pallarenda. He has been a member of Townsville Yacht Club since 2000.

Vicki Hamilton

Position	Director
Experience	Vicki was appointed to the Board of the Townsville Yacht Club as a Director in December 2013, and appointed as Treasurer in August 2016. After taking a short break from the Board early in 2020, Vicki was re-elected as a Director at the AGM in July 2020 and as Treasurer again in June 2024 to June 2025. Vicki is also Director and Chair of JCU Early Learning Centres Pty Ltd, and is a member of the Australian Institute of Company Directors. Vicki has worked at James Cook University from 1995 until 2022 in various professional roles, with her final position being Director of Planning, Performance & Analytics. Vicki is currently employed at the Reef Authority as Manager, Compliance Projects. Vicki has had a life long association with the Yacht Club and is a keen and experienced sailor. She currently owns and races Akarana, and was the winner of the Commodore’s Cup in 2019, 2021 and 2025.

Directors' Report

31 March 2026

1. General information

Information on directors

Malcolm Charlwood

Position	Director
Experience	Mal was appointed to the Board in 2020. Mal joins us with a strong background in property, tourism and hospitality, and has owned and operated both motels, resorts and game fishing and charter boats. Mal was involved in the establishment and operation of the Country Comfort Motel chain in NSW and southern Queensland before moving to Mission Beach in the late '70s. Here he purchased and operated a motel, which he redeveloped (as part of a joint venture) in 1985 and built the Castaways Beach Resort and Dundee Park (which was a crocodile farm and zoo). During this period Mal also identified a need for fishing boats in the tourism realm and purchased two game fishing boats and a 24m Quick Cat. From 1999 onwards Mal managed hotels for friends and has slowed down slightly and is currently a licensed Real Estate Agent and Auctioneer. Mal is also a member of SICYC who actively raise funds for Prostate Cancer Research. Mal is a berth owner and enjoys time on the water in his 35ft Riviera.

Lance Denby

Position	Director
Experience	Lance was appointed to the Board in June 2022. An active member of the Townsville Yacht Club over the last 6 years, his association with Townsville Yacht Club dates back to 1989. Lance has run an innovations business in Townsville since 1995, specialising in satellite communications and many other new technologies. Lance brings experience from several other roles including Senior Vice President for the Nursery and Garden Industry Association of Queensland, of which he was a Board member for 5 years, Board Member with Townsville Sunrise Rotary for 8 years (including a term as President) and an appointment to the Queensland Government Protected Plant Management Advisory Committee. Lance has been actively involved in both the social sailing and racing activities with his current boat Ostara, a 38ft Bavaria. Lance has a keen interest in supporting and continuing to develop the strength of the TYC, promote its activities and encourage the benefits of Club participation.

Murray Bower

Position	Director
Experience	Murray was appointed to the Board in September 2022 and resigned from the Board in June 2025. Murray currently works for a local law firm and has been practising since 2016 enjoying the opportunity every day to help people in need. Murray worked in the United States from 1991 to 2003 in the IT industry and also as Chief Information Officer for a Fortune 500 company. In 2003 he cruised down the east coast of America and to the Caribbean where he ran a dive business in the Turks and Caicos Islands. In 2007 he enrolled in a Bachelor of Marine Science at James Cook University which he completed in 2009 and then went on to complete his Honours degree where his thesis was titled "Tropical Mangrove Forest and Fish Feeding: a test of the mangrove nursery ground food hypothesis". During his studies he acquired his Formosa 56 – Recluse – from Bali which he has been refurbishing.

Directors' Report
31 March 2026

1. General information

Information on directors

Timothy Lowy

Position	Director
Experience	Tim was appointed to the Board at the AGM in June 2025. Tim is the Regional Manager for a leading engine manufacturer, overseeing operations across heavy automotive, power generation and marine sectors in North Queensland. Originally from the east coast of England, he began sailing at the age of eight and has spent plenty of time navigating the cold grey waters of the North Sea and English Channel which makes the crystal blue waters, island backdrops and endless sunshine of North Queensland nothing short of spectacular. A passionate sailor and proud member of Townsville Yacht Club, Tim has become a familiar face over the past 10 years. He enjoys the Club’s Friday evening socials, Sunday music sessions and race days aboard his 1971 Swanson yacht ’Elyara’. Be it by sail or motor, Tim sees the Club as the best place to launch from and more importantly a special place to come home to. Tim brings energy, experience and a deep commitment to helping the club grow and thrive.

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

Review of operations

The profit of the Company after providing for income tax amounted to $ 333,540.

Principal activities

The principal activities of Townsville Motor Boat & Yacht Club Limited during the financial year was to facilitate and promote boating, cruising and yacht racing and provide quality facilities for members and to operate a cost effective and sustainable boating and entertainment venue. The Clubs core business comprises sailing and boating, marine infrastructure and member amenities.

No significant changes in the nature of the Company's activity occurred during the financial year.

Short term objectives

The Company's short term objectives are to:

- To facilitate and promote boating, cruising and yacht racing
- To provide well maintained facilities and infrastructure to enable easy, secure and safe access to boats for owners and their crew
- To create a unique experience for our members and guests through our linkage to sailing and boating
- Be a great place to go with a friendly atmosphere

Directors' Report
31 March 2026

1. General information

Long term objectives

The Company's long term objectives are to:

- To be financially viable, profitable and sustainable so as to support investment in sailing and boating
- To have effective governance and strong management to deliver on the strategic and operational goals of the club
- To attract, engage, develop and retain quality people with the skills, experience, and values required to deliver on our promise

Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

Sailing and Boating

- Support sailing and boating, hold events and create an innovative sailing program that get our members and boats on the water
- Foster greater social interaction and participation in the sport
- Provide vessels, equipment and facilities to support yachting and boating
- Provide or facilitate training to develop competent boat owners and their crew

Marine Infrastructure

- Look for opportunities to expand existing, or to develop new facilities, with a focus on: fuel facilities, small keel boat facilities, boat storage, work area for boat maintenance and waste disposal
- Keep marine infrastructure well maintained and provide for future maintenance and dredging costs
- Optimise the utilisation of the Palleranda facility and training dinghies
- Optimise the use and management of small keelboat assets

Member Amenities

- Consider future needs (including impact from growth in membership)
- Progress redevelopment of the existing site and/or developing a new site
- Exploit our linkage to sailing and boating to differentiate use as a Club
- Undertake activities to increase sailing membership, to enhance the benefit of full membership, and to enhance our community engagement

Townsville Motor Boat & Yacht Club Limited

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Directors' Report
31 March 2026

1. *General information*

Performance measures

The following measures are used within the Company to monitor performance:

- Gross profit margin
- Net profit margin
- Working capital
- Operating cash flow
- Accounts receivable
- Accounts payable

Meetings of directors

During the financial year, 12 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
John Stokes	12	10
Michael Steel	12	12
Owen Stanley	12	9
Murray Whitehead	12	7
Anthony Muller	12	8
Wayne Simonsen	12	8
Michael Malone	12	5
Terence Price	12	8
Vicki Hamilton	12	10
Malcolm Charlwood	12	9
Lance Denby	12	-
Murray Bower	3	-
Timothy Lowy	9	8

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 March 2026 has been received and can be found on page 8 of the financial report.

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

Director: ....

Dated this ....25TH.............. day of ....MAY........ 2026

AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF
TOWNSVILLE MOTOR BOAT & YACHT CLUB LIMITED
FOR THE YEAR ENDED 31 MARCH 2026

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Townsville Motor Boat & Yacht Club Limited. As the lead audit partner for the audit of the financial report of Townsville Motor Boat & Yacht Club Limited for the year ended 31 March 2026, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

i. the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
ii. any applicable code of professional conduct in relation to the audit.

Jessups

Paul Sapelli
Partner

Dated: 25 May 2026

Level 1, 211 Sturt Street, Townsville QLD 4810

Townsville Motor Boat & Yacht Club Limited

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 March 2026

	Note	2026 $	2025 $
Revenue and other income	4	**5,068,546**	4,586,348
Cost of sales		**(1,109,343)**	(1,047,223)
Employee benefits expense		**(1,655,000)**	(1,492,912)
Rent on berths		**(305,586)**	(267,099)
Depreciation expense		**(272,683)**	(290,057)
Electricty		**(122,317)**	(113,091)
Insurance		**(332,446)**	(323,045)
Rates		**(120,385)**	(143,240)
Repairs and maintenance		**(69,628)**	(112,358)
Other expenses	5	**(747,618)**	(774,635)
Profit before income tax		**333,540**	22,688
Income tax expense	2(b)	**-**	-
Profit for the year		**333,540**	22,688
Other comprehensive income for the year, net of tax		**-**	-
Total comprehensive income for the year		**333,540**	22,688

The accompanying notes form part of these financial statements.

Townsville Motor Boat & Yacht Club Limited

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Statement of Financial Position

As At 31 March 2026

	Note	2026 $	2025 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	**1,722,484**	1,374,706
Trade and other receivables	7	**93,024**	105,426
Inventories	8	**49,470**	42,207
Other assets	9	**36,090**	37,590
TOTAL CURRENT ASSETS		**1,901,068**	1,559,929
NON-CURRENT ASSETS			
Property, plant and equipment	11	**6,703,592**	6,899,608
TOTAL NON-CURRENT ASSETS		**6,703,592**	6,899,608
TOTAL ASSETS		**8,604,660**	8,459,537
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	**190,149**	133,730
Employee benefits	13	**163,475**	171,701
Other liabilities	12	**592,115**	555,204
TOTAL CURRENT LIABILITIES		**945,739**	860,635
NON-CURRENT LIABILITIES			
Employee benefits	13	**7,207**	8,042
Other liabilities	12	**507,871**	780,557
TOTAL NON-CURRENT LIABILITIES		**515,078**	788,599
TOTAL LIABILITIES		**1,460,817**	1,649,234
NET ASSETS		**7,143,843**	6,810,303
EQUITY			
Retained earnings		**4,306,406**	4,025,454
Asset revaluation reserve	14	**2,005,644**	2,005,644
Dredging reserve		**640,660**	595,715
Maintenance reserve		**191,133**	183,490
TOTAL EQUITY		**7,143,843**	6,810,303

The accompanying notes form part of these financial statements.

Townsville Motor Boat & Yacht Club Limited

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Statement of Changes in Equity

For the Year Ended 31 March 2026

2026

	Retained Earnings	Asset revaluation reserve	Dredging reserve	Maintenance reserve	Insurance reserve	Total
	$	$	$	$	$	$
Balance at 1 April 2025	**4,025,454**	**2,005,644**	**595,715**	**183,490**	**-**	**6,810,303**
Profit for the year	**333,540**	**-**	**-**	**-**	**-**	**333,540**
Transfers	**(52,588)**	**-**	**44,945**	**7,643**	**-**	**-**
Balance at 31 March 2026	**4,306,406**	**2,005,644**	**640,660**	**191,133**	**-**	**7,143,843**

2025

	Retained Earnings	Asset revaluation reserve	Dredging reserve	Maintenance reserve	Insurance reserve	Total
	$	$	$	$	$	$
Balance at 1 April 2024	3,998,711	2,005,644	548,896	183,256	51,108	6,787,615
Profit for the year	22,688	-	-	-	-	22,688
Transfers	4,055	-	46,819	234	(51,108)	-
Balance at 31 March 2025	4,025,454	2,005,644	595,715	183,490	-	6,810,303

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Year Ended 31 March 2026

	Note	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		**5,294,223**	4,944,848
Payments to suppliers and employees		**(4,901,758)**	(4,793,434)
Interest received		**36,098**	41,459
Net cash provided by/(used in) operating activities	17	**428,563**	192,873
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		**-**	5,455
Purchase of property, plant and equipment		**(80,785)**	(95,730)
Net cash provided by/(used in) investing activities		**(80,785)**	(90,275)
Net increase/(decrease) in cash and cash equivalents held		**347,778**	102,598
Cash and cash equivalents at beginning of year		**1,374,706**	1,272,108
Cash and cash equivalents at end of financial year	6	**1,722,484**	1,374,706

Notes to the Financial Statements

For the Year Ended 31 March 2026

The financial report covers Townsville Motor Boat & Yacht Club Limited as an individual entity. Townsville Motor Boat & Yacht Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Townsville Motor Boat & Yacht Club Limited is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the Directors' opinion, the Company is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. This special purpose financial report has been prepared to meet the reporting requirements of the *Corporations Act 2001.*

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies*, *Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements have been prepared on an accrual basis and are based on historical cost modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policy information relating to the preparation of these financial statements are presented below, and are consistent with prior reporting periods unless otherwise stated.

The financial statements and material accounting policies all comply with the recognition and measurement requirements in Australian Accounting Standards.

2 Material Accounting Policy Information

(a) Revenue and other income

Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of control 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.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

2 Material Accounting Policy Information

(a) Revenue and other income

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

Sale of goods and services

Revenue from the sale of goods and services are recognised at the point of sale, which is where the customer has taken delivery of the goods, received the service and the risks and rewards are transferred to the customer.

Marina berth rental income

Rental income is recognised on a straight line basis over the term of the lease.

(b) Income Tax

The Company has self-assessed itself as exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value.

(e) Property, plant and equipment

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

Land and buildings

Land and buildings are measured using the revaluation model.

Plant and equipment

Plant and equipment are measured using the cost model.

2 Material Accounting Policy Information

(e) Property, plant and equipment

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis 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 asset are shown below:

Fixed asset class	Depreciation rate
Buildings	2.5% - 5%
Plant and Equipment	2.5% - 20%
Furniture, Fixtures and Fittings	20%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(f) Financial instruments

Initial recognition and measurement

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost (the Company only has financial assets in this category)
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

2 Material Accounting Policy Information

(f) Financial instruments

Financial assets

Amortised cost

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

(g) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

2 Material Accounting Policy Information

(g) Impairment of non-financial assets

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

(h) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and subject to an insignificant risk of change in value.

(i) Leases

All leases which meet the definition of a lease are recognised on the statement of financial position (except for short-term leases and leases of low value assets). The Company did not have any AASB 16 leases at 31 March 2026 or 31 March 2025.

(j) Employee benefits

Provision is made for the Company's liability for employee benefits, those benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

Obligations for contributions to defined contribution superannuation plans are recognised as an employee benefit expense in profit or loss in the periods in which services are provided by employees.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - impairment of property, plant and equipment

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key estimates - receivables

The receivables at the reporting date have been reviewed to specifically provide for any debts which are considered irrecoverable. The remaining debts have been subject to expected credit loss testing based on the history of the association with the counterparty, the current economic climate and any future expectations relating to the industry and circumstances of the counterparty.

4 Revenue and Other Income

	2026 $	2025 $
Grants	**75,000**	30,000
Interest received	**36,098**	41,459
Memberships	**123,521**	122,406
New marina lease income	**253,936**	260,186
Other trading revenue	**66,945**	37,437
Rental income	**1,342,425**	1,192,313
Sales	**3,170,622**	2,902,548
Total Revenue and other income	**5,068,546**	4,586,348

Notes to the Financial Statements

For the Year Ended 31 March 2026

5 Other Expenses

	2026	2025
	$	$
Advertising	**132,482**	120,747
Audit fees	**23,260**	18,760
Bank charges	**38,664**	34,115
Catering and functions	**105,303**	93,880
Cleaning	**45,699**	45,756
Computer expenses	**71,582**	68,255
Consulting	**21,034**	3,000
Discounts/vouchers/points	**26,006**	25,242
Entertainment expense	**29,396**	27,518
Event management	**53,200**	24,500
Loss on disposal of assets	**4,118**	17,999
Gas	**25,820**	22,886
Legal fees	**4,393**	15,129
License fees and permits	**3,510**	4,498
Office expenses	**10,521**	10,975
Sailing expenses	**35,193**	44,361
Security	**10,055**	8,562
Staff expenses	**24,094**	40,116
Sundry expenses	**48,584**	113,112
Telephone and internet	**4,949**	6,091
Travel expenses	**13,508**	10,859
Trophies and prizes	**16,248**	18,273
Total other expenses	**747,618**	774,635

6 Cash and Cash Equivalents

	2026	2025
	$	$
Cash on hand	**3,602**	8,865
Bank balances	**1,718,882**	1,365,841
Total cash and cash equivalents	**1,722,484**	1,374,706

Notes to the Financial Statements

For the Year Ended 31 March 2026

7 Trade and other receivables

	2026	2025
	$	$
CURRENT		
Trade receivables	**98,583**	106,859
Provision for impairment	**(5,560)**	(1,433)
Total current trade and other receivables	**93,024**	105,426

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances. The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

8 Inventories

	2026	2025
	$	$
CURRENT		
At cost:		
Inventories	**49,470**	42,207
Total inventories	**49,470**	42,207

9 Other Assets

	2026	2025
	$	$
CURRENT		
Prepayments	**36,090**	37,590
Total other assets	**36,090**	37,590

10 Trade and Other Payables

	2026	2025
	$	$
CURRENT		
Trade payables	**34,754**	19,177
PAYGW payable	**24,115**	16,331
GST payable	**87,543**	85,031
Superannuation payable	**18,110**	12,501
Other payables	**25,627**	690
Total trade and other payables	**190,149**	133,730

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

Notes to the Financial Statements

For the Year Ended 31 March 2026

11 Property, plant and equipment

	2026	2025
	$	$
Freehold land		
At fair value	**3,450,000**	3,450,000
Total freehold land	**3,450,000**	3,450,000
Buildings		
At fair value	**1,305,223**	1,300,000
Accumulated depreciation	**(85,131)**	(42,500)
Total buildings	**1,220,092**	1,257,500
New Marina		
At cost	**6,514,175**	6,514,175
Accumulated depreciation	**(4,957,785)**	(4,822,447)
Total new marina	**1,556,390**	1,691,728
Club Plant and equipment		
At cost	**552,848**	504,036
Accumulated depreciation	**(296,731)**	(265,227)
Total club plant and equipment	**256,117**	238,809
Club Furniture and Fittings		
At cost	**182,300**	180,740
Accumulated depreciation	**(144,586)**	(144,173)
Total club furniture, fixtures and fittings	**37,714**	36,567
Club Kitchen		
At cost	**105,713**	123,021
Accumulated depreciation	**(80,894)**	(91,026)
Total club Kitchen	**24,819**	31,995
Marina Plant and Equipment		
At cost	**107,824**	102,334
Accumulated depreciation	**(76,096)**	(68,392)
Total marina plant and equipment	**31,728**	33,942
TYC Sailing Plant and Equipment		
At cost	**306,357**	307,755
Accumulated depreciation	**(179,626)**	(148,686)
Total TYC sailing plant and equipment	**126,731**	159,069
Total property, plant and equipment	**6,703,592**	6,899,608

The Company's land and buildings were valued by independent valuer Caleo & Co Valuers during March 2024 in accordance with AASB 13 Fair Value Measurement. The directors are of the opinion that the March 2024 valuation and its assumptions and judgements remain valid as at 31 March 2026.

Notes to the Financial Statements

For the Year Ended 31 March 2026

12 Other Liabilities

	2026	2025
	$	$
CURRENT		
Memberships and nominations received in advance	**57,382**	56,225
Berth fees and SMIRW income in advance	**280,797**	238,793
Deferred income from development	**253,936**	260,186
Total current other liabilities	**592,115**	555,204
NON-CURRENT		
Deferred income from development	**507,871**	780,557
Total non-current other liabilities	**507,871**	780,557

13 Employee Benefits

	2026	2025
	$	$
CURRENT		
Annual leave	**76,270**	95,694
Long service leave	**87,205**	76,007
Total current employee benefits	**163,475**	171,701
NON-CURRENT		
Long service leave	**7,207**	8,042
Total non-current employee benefits	**7,207**	8,042

14 Asset Revaluation Reserve

The asset revaluation reserve records gains on revaluation of non-current assets.

15 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 31 March 2026 (31 March 2025:None).

16 Events after the end of the Reporting Period

The financial report was authorised for issue on the date that the directors' declaration was signed by the Board of Directors.

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.

Notes to the Financial Statements

For the Year Ended 31 March 2026

17 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:

	2026	2025
	$	$
Profit for the year	**333,540**	22,688
Non-cash flows in profit:		
- depreciation	**272,683**	290,057
- net loss on disposal of property, plant and equipment	**4,118**	17,999
- impairment of receivables	**4,128**	(263)
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	**8,275**	159,257
- (increase)/decrease in prepayments	**1,500**	(1,200)
- (increase)/decrease in inventories	**(7,263)**	(3,521)
- increase/(decrease) in income in advance	**(235,774)**	(320,429)
- increase/(decrease) in trade and other payables	**56,419**	3,423
- increase/(decrease) in employee benefits	**(9,063)**	24,862
Cashflows from operations	**428,563**	192,873

18 Statutory Information

The registered office and principal place of business of the company is:

Townsville Motor Boat & Yacht Club Limited
1 Plume Street
Townsville QLD 4810

Notes to the Financial Statements

For the Year Ended 31 March 2026

19 Operating Segments

	Club 2026	Club 2025	Marina 2026	Marina 2025	TYC Sail 2026	TYC Sail 2025	SMIRW 2026	SMIRW 2025	Total 2026	Total 2025
	$	$	$	$	$	$	$	$	$	$
Sales	2,982,485	2,699,208	-	-	17,859	24,022	170,278	179,318	3,170,622	2,902,548
Fees and rental income	108,818	106,778	1,309,425	1,159,312	15,202	16,128	32,500	32,500	1,465,945	1,314,718
New marina lease income	-	-	253,936	260,186	-	-	-	-	253,936	260,186
Grant income	-	-	-	-	-	-	75,000	30,000	75,000	30,000
Interest income	36,098	41,459	-	-	-	-	-	-	36,098	41,459
Other income	1,500	45	42,852	30,992	22,593	6,400	-	-	66,945	37,437
Total segment revenue	3,128,901	2,847,490	1,606,213	1,450,490	55,654	46,550	277,778	241,818	5,068,546	4,586,348
Cost of goods sold	(1,109,343)	(1,047,223)	-	-	-	-	-	-	(1,109,343)	(1,047,223)
Depreciation expense	(97,693)	(94,490)	(143,041)	(156,090)	(31,949)	(39,477)	-	-	(272,683)	(290,057)
Salaries and staff	(1,054,846)	(984,995)	(292,356)	(247,870)	(65,581)	(50,485)	(77,714)	(65,155)	(1,490,497)	(1,348,505)
Superannuation	(116,221)	(106,129)	(32,057)	(25,188)	(6,954)	(5,610)	(9,271)	(7,480)	(164,503)	(144,407)
Rent expense	-	-	(305,586)	(267,099)	-	-	-	-	(305,586)	(267,099)
Electricity	(59,955)	(58,104)	(62,362)	(54,987)	-	-	-	-	(122,317)	(113,091)
Repairs and maintenance	(33,663)	(58,088)	(35,965)	(54,270)	-	-	-	-	(69,628)	(112,358)
Insurance	(142,408)	(79,000)	(190,038)	(244,045)	-	-	-	-	(332,446)	(323,045)
Rates	(53,210)	(71,696)	(67,175)	(71,544)	-	-	-	-	(120,385)	(143,240)
Other expenses	(343,332)	(387,683)	(67,889)	(74,732)	(47,480)	(64,290)	(288,917)	(247,930)	(747,618)	(774,635)
Total segment expenses	(3,010,671)	(2,887,408)	(1,196,469)	(1,195,825)	(151,964)	(159,862)	(375,902)	(320,565)	(4,735,006)	(4,563,660)
Net profit/(loss)	118,230	(39,918)	409,744	254,665	(96,310)	(113,312)	(98,124)	(78,747)	333,540	22,688

Note: Dissection of other expenses is detailed in Note 5.

Townsville Motor Boat & Yacht Club Limited

ABN: 83 009 782 567

Directors' Declaration

The directors have determined that the Company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 2 of the financial statements.

In the directors' opinion:

1. the financial statements and notes, as set out on pages 9 to 24, are in accordance with the *Corporations Act 2001* and:

   (a) comply with Australian Accounting Standards as stated in Note 1; and

   (b) give a true and fair view of the financial position as at 31 March 2026 and of the performance for the year ended on that date in accordance with the accounting policy described in Note 2 of the financial statements.

2. 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 ....

Dated 25/05/2026

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INDEPENDENT AUDIT REPORT

TO THE MEMBERS OF TOWNSVILLE MOTOR BOAT & YACHT CLUB LIMITED FOR THE YEAR ENDED 31 MARCH 2026

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Townsville Motor Boat & Yacht Club Limited (the company), which comprises the statement of financial position as at 31 March 2026, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the directors' declaration.

In our opinion, the accompanying financial report of the company is in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the company's financial position as at 31 March 2026 and of its financial performance for the year then ended; and
- complying with Australian Accounting Standards to the extent described in Note 1, and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are 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 (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We 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.

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the company's directors' report for the year ended 31 March 2026, but it does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 and have determined that the basis of preparation in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control 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 relating 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

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

Jessups

Paul Sapelli
Partner

Level 1, 211 Sturt Street, Townsville, QLD 4810

Dated: 25 May 2026