

Treasurer's Report

The Financial Statements for 2024-25 include a total of 14 functions compared to 13 functions held in the 2023-24 year.

The net operating result for the year is a loss of \$20,924 (2023-24 surplus \$32,123).

The trading loss of \$67,274 was compared to a loss of \$8,205 in 2023-24.

The lower trading and net result in 24-25 compared to 23-24 is principally due to a combination of increased cost of wine consumed at functions either direct from wineries or from the cellar but also lower wine sales by the society and increased miscellaneous cost (new ties pre purchased and AV support for the annual dinner).

The net loss in 2024-25 is underpinned by surplus's of \$32,123 in 2023-24 and \$25,661 in 2022-23.

A consequence of incorporation (and as noted in the Accounts) is that the society could be liable for income tax. Liability will depend on the Net Financial result and the mix of member and guest revenue and expense.

For 2023-24 the tax liability was assessed as \$2,662. As this was assessed after the end of the 2023-24 and 2024-25 year the liability for the expense was accrued in the accounts for 2024-25. The tax was paid in September 2025-26.

For the 2024-25 it is not anticipated that the Society will incur and tax liability.

Function income and catering variances compared to 2023-24 reflect increased attendance (2024-25, 2,768 attendees compared to 2,689

attendees in 2023-24), increased pricing and catering cost and one extra function in 2024-25.

Revenue from subscriptions \$37,493 was slightly higher than 2023-24 due to increased membership.

Revenue from Nominations in 2024-25, \$18,733, was higher than in 2023-24, \$13,091 reflecting continued interest in the society.

For Expenses, 2024-25, Printing, Stationery and Postage increased due to the Society incurring postage in 2024 -25 which was not incurred in 2023-24.

Committee expenses for 2024-25 have reduced due to a combination of fewer meetings and less support required from Delaware North.

For the Balance Sheet, Cash at Bank has decreased by \$19,368 compared to 2023-24 reflecting the net loss in 2024-25.

The accounts receivable balance is for funds to be received from the MCC for the April (part), May and June functions.

The accounts payable balance is for accrued expenses for the April and June functions.

The Society's operations are governed by four broad principles-:

1. Providing value to those attending society functions
2. Functions run at a loss which is then underpinned by member subscriptions
3. The society will continue to invest in the "Cellar"
4. The maintenance of cash reserves.

Planning reflects the balance between these four principles incorporating the challenges of managing rising function and wine costs and thereby limiting where possible attendee price increases.

I would like to thank Michael Reidy and Ian Maguire for their assistance in managing the finances and their contribution to the Committee of the Society.

I would like to thank all Committee members for their assistance in providing guidance and help managing the finances of the society.

I would also like to thank Elissa Cohen from the Melbourne Cricket Club and Tiffany Kent from Delaware North for helping ensure the financial transactions between the Society, Melbourne Cricket Club and Delaware North operate smoothly, quickly and accurately.

I wish everyone a Merry Christmas and Happy New Year and look forward to enjoying your company at functions in 2026.

Robert G Oliphant
Treasurer

MCC LONG ROOM WINE & FOOD SOCIETY

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2025

	2025	2024
Current Assets		
Cash at bank	4,371	23,738
Cash Management account	54,890	54,851
Term deposit	99,802	95,277
Inventory - at cost	165,550	173,308
Accounts receivable	45,600	15,391
Prepayments	243	177
Sundry debtor	2,944	2,460
	<u>\$ 373,400</u>	<u>\$ 365,202</u>
TOTAL ASSETS	<u><u>\$ 373,400</u></u>	<u><u>\$ 365,202</u></u>
Current Liabilities		
Accounts payable	45,565	17,604
GST payable	1,161	-
Income tax payable	2,662	-
	<u>\$ 49,388</u>	<u>\$ 17,604</u>
NET ASSETS	<u><u>\$ 324,012</u></u>	<u><u>\$ 347,598</u></u>
Equity		
Accumulated surplus	<u><u>\$ 324,012</u></u>	<u><u>\$ 347,598</u></u>

MCC LONG ROOM WINE & FOOD SOCIETY

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30TH JUNE 2025**

	2025	2024
Income		
Subscriptions	37,493	34,217
Nomination Fees	18,733	13,091
Gross profit/(loss) from trading	(67,274)	(8,205)
Bank Interest	6,752	5,413
Miscellaneous income	2,395	489
	<u>\$ (1,901)</u>	<u>\$45,005</u>
Expenditure		
Committee Expenses	1,360	2,440
General expenses	6,039	2,887
Printing, stationery and postage	10,097	7,443
Awards	1,527	112
	<u>\$ 19,023</u>	<u>\$ 12,882</u>
Net Income/(Loss)	<u>(20,924)</u>	<u>32,123</u>
Less income tax expense	<u>(2,662)</u>	<u>-</u>
Accumulated surplus at the beginning of the year	347,598	315,475
Accumulated surplus at the end of the year	<u><u>\$ 324,012</u></u>	<u><u>\$ 347,598</u></u>

MCC LONG ROOM WINE & FOOD SOCIETY

TRADING STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

	2025	2024
Income		
Functions - Members	135,127	105,214
- Visitors	149,782	145,145
Sale of wine	10,637	19,055
	<u>295,546</u>	<u>269,414</u>
 Opening stock on hand	<u>173,308</u>	<u>145,791</u>
Purchases	86,478	81,516
	<u>259,786</u>	<u>227,307</u>
Less closing stock on hand	(165,550)	(173,308)
	<u>94,236</u>	<u>53,999</u>
 Catering	247,515	211,245
Miscellaneous	21,069	12,375
	<u>362,820</u>	<u>277,619</u>
 Gross Profit/(Loss) from Trading	<u><u>\$(67,274)</u></u>	<u><u>\$(8,205)</u></u>

MCC LONG ROOM WINE & FOOD SOCIETY

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2025

Note 1. Statement of Accounting Policies

These financial statements are a special purpose financial report prepared in order to provide financial statements which satisfy the requirements of the *Associations Incorporation Reform Act 2012*. The Committee has determined that the Association is not a reporting entity, and therefore there is no requirement to apply Accounting Standards and other mandatory professional reporting requirements in the preparation and presentation of these statements.

The statements have been prepared in accordance with the requirements of the *Associations Incorporation Reform Act 2012*. The statements are primarily prepared on an accrual basis. They are based on historic costs and do not take into account changing money values, or except where specifically stated, current valuations or non-current assets.

(a) Income Tax

The Association, as a not-for-profit organisation for income tax purposes, is generally exempt from income tax as defined in Division 50 of the *Income Tax Assessment Act (1936)* as recently amended, provided we meet certain conditions. Income tax is only payable in relation to non-member income less pro-rata applicable deductions thereto as member income is excluded under the "Principle of Mutuality".

For the 2023-24 year, The Association incurred a tax liability of \$2,662. The amount was assessed and paid in 2025-26. An income tax expense and liability for this tax expense has been recorded in these financial statements.

For 2024-25 year, The Association has incurred a loss which we anticipate will not result in any income tax liability. This loss may reduce future income tax liabilities but no benefit with that loss has been recorded in these financial statements.

(b) Income and Expenses

Income and expenses are recorded in the year they are earned and incurred.

(c) Stocks on Hand

Stocks on hand of items purchased for use are valued at cost or the net realisable value, whichever is the lower.

(d) Goods and Services Tax (GST)

Revenue, expenses and assets are recognized net the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognized as part of the cost of acquisition of the asset or part of an item of expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

MCC LONG ROOM WINE & FOOD SOCIETY

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2025**

Note 1. Statement of Accounting Policies (cont'd)

(e) Cash and Cash Equivalents

Cash includes on hand and at call deposits with banks or financial institutions and investments in money market maturing within less than six months.

Note 2. Auditor's Remuneration

The Association incurs no charge for auditor's remuneration, as the audit is conducted on an honorary basis.

MCC LONG ROOM WINE & FOOD SOCIETY

STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the Committee the accompanying accounts:-

- 1) give a true and fair view of the financial position of the MCC Long Room Wine & Food Society as at 30th June 2025, and
- 2) the results of the MCC Long Room Wine & Food Society for the year ended 30th June 2025.

This statement is made in accordance with a Resolution of the Committee and is signed for and on behalf of the Committee by:



Treasurer

Dated this 20th day of November 2025

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MCC LONG ROOM WINE & FOOD SOCIETY

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of the MCC Long Room Wine and Food Society (the Association), which comprises the statement of financial position as at 30 June 2025, the statement of financial performance for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the Association.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Auditor's Opinion* section of our report, the accompanying financial report gives a true and fair view of the financial position of the Association as at 30 June 2025, and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the *Associations Incorporation Reform Act 2012*.

Basis for Qualified Auditor's Opinion

As an audit procedure it was not practicable to extend our examination of receipts beyond the accounting for amounts received as shown by the books and records of the Association.

We did not attend the stock-take of inventory on hand at year end. The balance reported in the statement of financial position accords with the physical count performed by members of the committee.

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 Association in accordance with 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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 to assist the Association to meet the requirements of the *Associations Incorporation Reform Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee for the Financial Report

The Committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the *Associations Incorporation Reform Act 2012* and for such internal control as the Committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is responsible for assessing the Association'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 Committee either intends to liquidate the Association or to cease operations, or has 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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Bernard McMenamin

CLARKE & COMPANY
Chartered Accountants

Dated this 20 day of November 2025