

Winton Harness Racing Club Incorporated

Performance Report

For the Year Ended 30 June 2025

Winton Harness Racing Club Incorporated
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For the Year Ended 30 June 2025

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Winton Harness Racing Club Incorporated

Entity Information

For the Year Ended 30 June 2025

Legal Name	Winton Harness Racing Club Incorporated
Type of Entity and Legal Basis	Winton Harness Racing Club Incorporated is a club, registered under the Incorporated Societies Act 1908.
Entity's Purpose or Mission	The primary objective of the Club is to promote, conduct and control harness racing and is registered with the Harness Racing New Zealand Code ("the Code") consistent with the Code's constitution. The Club is a recognised industry organisation in accordance with the Racing Industry Act 2020.
Nature of Business	Harness Racing Club
Incorporated Society Number	225369
Entity Structure	<p>The Club operates as a single unit. The Club is incorporated under the Incorporated Societies Act 1908 and is a recognised industry organisation in accordance with the Racing Industry Act 2020.</p> <p>As the Club is primarily involved in the conduct and promotion of race meetings - rather than the generation of profit - it is considered a not-for-profit entity for financial reporting purposes. Nonetheless, any profit generated provides the Club with more resources that make future operations more sustainable; these resources are held as cash reserves and available for use by the Club as the need arises.</p> <p>The Club is party to various agreements with other racing clubs with respect to operation of assets (race tracks) that are jointly owned and operated by member Clubs. These arrangements, however, do not create a separate legal entity that the Club controls; the extent of the operation recognised by the Club is limited to its share of the assets and its own costs spent on the use and maintenance of the assets.</p>

Contact Details

Physical Address:

C/- Southern Harness Racing
Ascot Park Racecourse
107-113 Racecourse Road
Invercargill 9810

Postal Address:

C/- Southern Harness Racing
General Manager Jason Broad
PO Box 96
Invercargill
Phone: (03) 217-9117

Email: admin@southernharness.co.nz

Winton Harness Racing Club Incorporated

Entity Information (Continued)

For the Year Ended 30 June 2025

Auditor	Audit Professionals Limited Chartered Accountants, Dunedin
Bankers	SBS Bank, Invercargill
Solicitors	Murray Little Cruickshank Pryde, Invercargill
IRD Number	011-191-754
Entity's Governance Arrangements	<p>The Club is primarily engaged in a service activity with focus on conducting and promoting race meetings consistent with existing racing rules and regulations.</p> <p>The Club's leadership and management team - along with a good number of volunteer members and staff - are involved in ensuring that race meetings are conducted as planned and to a level expected by participants, members and regulators alike.</p> <p>Committee members: I Goodman (President), B Gray, K Larsen, KP McNaught, AW Kyle, N Skinner, MD Fairbairn, C Faithful, R Stevens, B Rae, A Black, N Kean & D Dynes.</p>
Entity's Reliance on Volunteers and Donated Goods or Services	<p>The Club is a recipient/beneficiary of various goods and services in kind. These proceeds are vital in the Club's race meeting events.</p> <p>Certain donated goods include real properties made in favour of the Club and which are used in the conduct of Club's operations. In some instances, donated goods have attached conditions in them which the Club has to satisfy before full entitlement over the goods received is vested in the Club. Until such time, the donated goods, though available for use by the Club, is presented as a present obligation in the Club's statement of financial position.</p> <p>Services in kind come in the form of volunteers both during race meeting events and off-season. Volunteers (mostly members of the Club) are involved in the set-up of race meeting events, various activities during the event to ensure orderly conduct of the race, and in the day-to-day upkeep and maintenance of the Club's premises.</p> <p>Without these donated goods and services, the Club would have required more funds to defray costs and expenses which would have potentially made the conduct of race meeting events even more challenging. On this basis, the Club highly values these donated goods and services and considers them a vital part of its operations.</p>

Winton Harness Racing Club Incorporated

Statement of Service Performance

For the Year Ended 30 June 2025

Description of the Club's Medium to Long-Term Objectives

The Club is primarily engaged in the conduct and promotion of harness racing. Race meetings are held at Central Southland Raceway, Winton.

To ensure that the Club meets its goals, prize money (stakes) has to be built-up from various sources that consequently enables a more attractive race participation.

The Club's management has also been actively working with Southern Harness Racing and the Code (HRNZ) to ensure that industry funding remain a steady source of operational funding for race meetings.

Description of Key Activities

Description of Key Activities	Quantity	
	Actual 2025	Actual 2024
Number of Race Meetings Held	12	11
Number of Races	111	105
Number of Horses Started	1,047	1,028
Total Stakes Offered	\$1,511,500	\$1,448,000
Total Stakes Paid	\$1,441,089	\$1,387,940

The Club's race meetings were held on 1 August 2024, 29 August 2024, 19 September 2024, 31 October 2024, 17 November 2024, 12 December 2024, 27 February 2025, 22 March 2025, 17 April 2025, 8 May 2025, 22 May 2025 and 26 June 2025.

Winton Harness Racing Club Incorporated

Statement of Financial Performance

For the Year Ended 30 June 2025

	Notes	2025 \$	2024 \$
Revenue			
Racing Revenue	1	1,717,174	1,675,744
Grants, subsidies, and donations	3	31,191	53,333
Sponsorship		22,785	16,865
Revenue from other commercial activities	4	56,003	52,867
Members' subscriptions and other member-related fees		1,994	1,326
Finance Revenue	5	29,980	28,318
Total Revenue		1,859,127	1,828,453
Less Expenses			
Stakes Paid		1,441,089	1,387,940
Racing Expenses	2	197,019	150,591
Advertising		6,500	5,713
Expenses directly related to commercial activities	4	17,714	21,101
Administration expenses	6	83,390	69,021
Salaries and outsourced personnel		60,248	51,712
Depreciation	11	10,489	9,926
Other Expenses		1,750	1,750
Total Expenses		1,818,199	1,697,754
Surplus for the year		40,928	130,699

The accompanying notes form part of these financial statements.

Winton Harness Racing Club Incorporated

Statement of Financial Position

As at 30 June 2025

	Note	2025 \$	2024 \$
Current Assets			
Cash and Short-Term Deposits	7	170,570	183,905
Trade and Other Receivables	8	42,698	39,308
Inventory- Livestock	9	28,150	28,000
Investment	10	532,393	501,884
Total Current Assets		773,811	753,097
Non-Current Assets			
Property, Plant & Equipment	11	138,899	91,977
Total Non-Current Assets		138,899	91,977
Total Assets		912,710	845,074
Current Liabilities			
Creditors and accrued expenses		30,316	3,608
Total Current Liabilities		30,316	3,608
Total Liabilities		30,316	3,608
Net Assets		882,394	841,466
Accumulated Funds			
Accumulated Surpluses	12	882,394	841,466
Total Accumulated Funds		882,394	841,466

This performance report has been approved by the committee members



President

31-8-

2025

The accompanying notes form part of these financial statements.

Winton Harness Racing Club Incorporated

Statement of Cash Flows

For the Year Ended 30 June 2025

	2025	2024
	\$	\$
Cash Flows from Operating Activities		
Operating Receipts:		
Industry Profit Distribution & Other Race Meeting Receipts	276,085	302,625
Grants, subsidies and donations Receipts	31,191	27,654
Membership fees and subscriptions	1,994	1,326
Gross sales from commercial activities	72,466	52,867
Net GST movement	1,624	1,386
	383,360	385,858
Less operating payments:		
Payments related to commercial activities	(278,064)	(262,608)
Employee remuneration and other related payments	(60,248)	(51,712)
Other Donations Paid	(1,750)	(1,750)
	(340,062)	(316,070)
Net Cash Flows from Operating Activities	43,298	69,788
Cash Flows from Other Activities		
Cash was received from:		
Interest Receipts	31,287	27,098
Capital from Winton Workouts Committee	-	25,679
Cash was applied to:		
Payments to Increase Bank Deposits	(30,509)	(27,085)
Payment to Acquire Property, Plant and Equipment	(57,411)	(1,625)
Net Cash Flows from/(to) Other Activities	(56,633)	24,067
Net Increase/(Decrease) in Cash Held	(13,335)	93,855
Opening Cash	183,905	90,050
Closing Cash	170,570	183,905

The accompanying notes form part of these financial statements.

Winton Harness Racing Club Incorporated

Statement of Accounting Policies

For the Year Ended 30 June 2025

Reporting Entity

Winton Harness Racing Club (henceforth, "the Club") is incorporated under the Incorporated Societies Act 1908. The primary objective of the Club is to promote, conduct and control harness racing and is registered with Harness Racing New Zealand Code ("the Code") consistent with the Code's constitution. The Club is a recognised industry organisation in accordance with the Racing Industry Act 2020.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with the Racing Industry Act 2020, which requires compliance with generally accepted accounting practice in New Zealand ("NZ GAAP").

As the primary objective of the Club is not towards making financial returns but the promotion, conduct and control of harness racing, it has designated itself as a not-for-profit public benefit entity (PBE) for financial reporting purposes.

The Club has elected to apply the XRB's Tier 3 (NFP) Standard on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$5,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the Club will continue to operate in the foreseeable future.

Where a specific transaction is not covered by the XRB's Tier 3 (NFP) Standard, the Club applied guidelines under Tier 2 PBE Accounting Standards (Reduced Disclosure Regime).

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a historical cost basis are followed by the Club, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$ dollar.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied:

(a) Revenue Recognition

Revenue is recognised when there is legal right to receive cash either in the current period or in the future. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty.

Revenue from sale of goods are recognised when the inventories are sold while revenue from sale of services are recognised as revenue by reference to the stage of completion of the service at balance date, based on the actual service provided as a percentage of the total service to be provided.

Revenue arising from grants, donations, subsidies and items of similar nature (collectively, revenues from non-exchange transactions) are recognised as revenue upon receipt of the asset unless a documented expectation over its use is attached; in which case, a liability is initially recognised and upon satisfaction of the expectation, the liability is reduced and revenue is recorded

Winton Harness Racing Club Incorporated

Statement of Accounting Policies (Continued)

For the Year Ended 30 June 2025

(a) Revenue Recognition (Continued)

The Club also receives services-in-kind from various volunteers and members in conducting race meeting events. Although these are highly valued by the Club, these are difficult to measure and hence, not included in the Performance Report. Goods received in kind are recorded as assets when they are received.

(b) Expenses

Expenses are recognised when there is legal obligation to pay cash either in the current period or in the future. This is the point where the expense is incurred by the Club.

(c) Inventory

Inventory is measured at cost upon initial recognition when title over the goods purchased is transferred to the Club. For inventory acquired through non-exchange transactions (i.e. for no cost or for a nominal cost to the Club), the cost of the inventory is its fair value at the date of acquisition.

After initial recognition, inventory held for resale are valued at fair value less cost or selling price; any decline in value is recognised as expenses as part of direct cost of sales.

Agricultural produce and harvests are recognised on initial recognition and at each reporting date at their fair value with reference to current market price less cost to sell at the point of harvest.

(d) Accounts Receivable

Receivables are recognised by the Club once it has the legal right to collect the cash in the future. Receivables are initially recorded at the amount owed and adjusted for impairment when there is likelihood that the amount (or some portion of it) will not be collected. The Club's receivables are normally collectible within 30 days.

(e) Property, Plant & Equipment

Property, plant and equipment are recognised at cost less accumulated depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation where these are incurred.

Subsequent to initial recognition, property, plant and equipment are measured using the cost model. Under the cost model, the item is carried at cost net of accumulated depreciation and any impairment losses.

Depreciation is recorded to spread the cost of the asset over the expected useful life of the asset, using the straight line method. The expected useful life, depreciation method and any significant residual value are reviewed on a regular basis.

The following estimated useful lives have been used:

Land - tracks	20 years
Plant & Equipment	10 – 50 years
Furniture & Fittings	50 years
Motor Vehicles	15 – 20 years

The Club recognises impairment loss on its property, plant and equipment when it is assessed to exist usually indicated when the assets can no longer be used (or no longer serviceable for the intended purposes) in the normal operations of the Club other than those held for resale. Such loss is recorded as adjustment to the value of the asset and recognised in the statement of financial performance.

Winton Harness Racing Club Incorporated
Statement of Accounting Policies (Continued)
For the Year Ended 30 June 2025

(e) Property, Plant & Equipment (Continued)

All other repairs and maintenance are recognised as expenses in the Statement of Financial Performance in the financial period in which they are incurred.

Gains and losses on disposal of fixed assets are taken into account in determining the net result for the year.

(f) Income Tax

The Club is a racing club, as defined in section 5(1) of the Racing Industry Act 2020 and is therefore exempt from income tax in accordance with the provisions of Section CW 47(2) of the Income Tax Act 2007.

(g) Investments

Investments are recognised upon purchase and initially measured at the amount paid. They are subsequently carried at cost less impairment. The Club's investments include term deposits and other debt instruments.

(h) Goods and Services Taxation (GST)

The Club is registered for GST. Revenue and expenses have been recognised in the performance report exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

(i) Subscriptions

Subscriptions are recognised on an accrual basis.

(j) Accounts Payable

Payables represent amounts owing by the Club to suppliers for goods or services received. These are classified as current if they are due to be settled within the next 12 months from the year end reporting date. These are recorded at the amount owing and are normally non-interest bearing.

(k) Cash and Short-Term Deposits

Cash and Short-Term deposits in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Changes in accounting policies

The Club adopts the new XRB's Tier 3 (NFP) standards which replaces the former PBE SFR - Accrual (NFP) standards from 1 April 2024. There are no changes to the figures reported in the performance report arising from the adoption of these new standards. Other than that, there have been no changes in accounting policies adopted since the prior year.

Winton Harness Racing Club Incorporated

Notes to the Performance Report

For the Year Ended 30 June 2025

1 Racing Revenue	2025	2024
	\$	\$
	(12 race meetings)	(11 race meetings)
Venue funding – HRNZ	197,446	181,814
High Use Venue Funding – HRNZ	66,504	92,851
Stakes Funding – HRNZ	<u>1,441,089</u>	<u>1,387,940</u>
Total Funding	1,705,039	1,662,605
Workouts Nomination Fees	<u>12,135</u>	<u>13,139</u>
Total	<u>1,717,174</u>	<u>1,675,744</u>
2 Racing Expenses	2025	2024
	\$	\$
	(12 race meetings)	(11 race meetings)
Club's Contribution to Stakes	29,000	-
Entertainment	4,817	3,261
Race Meeting Services (incl Security)	27,001	24,504
Race Meeting Expenses (sponsors, presidents room, trophies and dress Rugs)	16,648	13,917
Racebook Costs	6,103	5,891
Racecourse Rental	96,000	88,000
Sponsorship and Promotion	1,900	1,496
Sundry Expenses	3,360	1,855
Workouts Expenses	<u>12,190</u>	<u>11,667</u>
Total	<u>197,019</u>	<u>150,591</u>
3 Grants, Subsidies, and Donations	2025	2024
	\$	\$
Trillian Trust Ltd (Raceday grant)	13,000	21,000
Southland Masonic Charitable Trust (General grant)	3,597	-
Donations from Workouts Committee	-	25,679
Race meeting Donations	4,790	1,380
Other Donations Received	6,304	5,274
Fundraising	<u>3,500</u>	<u>-</u>
Total	<u>31,191</u>	<u>53,333</u>

Grants were from Trillian Trust Ltd \$13,000 towards race meeting expenses and Southland Masonic Charitable Trust \$3,597 towards an AED unit. The Committee would like to express its appreciation for this financial support.

Winton Harness Racing Club Incorporated
Notes to the Performance Report (Continued)
For the Year Ended 30 June 2025

4 Revenue and Expenses from Other Commercial Activities	2025	2024
	\$	\$
Livestock		
Sales – Beef Cattle	36,414	31,539
Total Sales	<u>36,414</u>	<u>31,539</u>
Purchases – Calves	11,164	13,625
Farm Expense - Other	191	103
Opening stock on hand	28,000	28,000
Less: Closing stock on hand	<u>(28,150)</u>	<u>(28,000)</u>
Cost of Sales	<u>(11,205)</u>	<u>(13,728)</u>
Net Surplus from Sale of Livestock	<u>25,209</u>	<u>17,811</u>
Rendering of Services		
Billboard Advertising	10,750	10,750
Room Hire and Sundry Income	311	-
Total Income from Rendering of Services	<u>11,061</u>	<u>10,750</u>
Public Bar		
Bar Sales – Public Bar and member (includes Tenant Clubs)	8,528	10,578
Bar Expenses – Public	<u>(6,508)</u>	<u>(7,373)</u>
Net Surplus from Public Bar Sale	<u>2,020</u>	<u>3,205</u>
Total Revenue from other commercial activities	<u>56,003</u>	<u>52,867</u>
Total Expenses directly related to commercial activities	<u>(17,714)</u>	<u>(21,101)</u>
5 Finance Revenue	2025	2024
	\$	\$
Interest from bank and term deposits	29,980	28,318
Total	<u>29,980</u>	<u>28,318</u>
6 Administration Expenses	2025	2024
	\$	\$
Audit Fee	3,150	3,000
Bank Fees	27	18
Committee & AGM Costs	3,394	1,351
Conference Expenses	3,992	1,542
Insurance (ACC Levies)	209	212
Postage, Printing, and Stationery	723	610
Secretarial Fees	71,333	61,250
Sundry Expenses	-	619
Vehicle Expenses (Workouts vehicle)	<u>562</u>	<u>419</u>
Total	<u>83,390</u>	<u>69,021</u>

Winton Harness Racing Club Incorporated
Notes to the Performance Report (Continued)

For the Year Ended 30 June 2025

7 Cash and Short-Term Deposits	2025	2024
	\$	\$
SBS Bank – Current Account	89,052	183,139
SBS Bank – Call Account	81,518	766
Total	170,570	183,905

8 Trade and other Receivables	2025	2024
	\$	\$
Accounts Receivable	36,043	29,721
Accrued Interest	5,388	6,696
GST Receivable	1,267	2,891
Total	42,698	39,308

9 Inventory - Livestock	2025	2024
	\$	\$
Opening carrying amount	28,000	28,000
Increases due to purchases	11,164	13,625
Decreases due to sales	(36,414)	(31,539)
Net gain from changes in fair value	25,400	17,914
Closing Carrying Amount	28,150	28,000

The above is the reconciliation of the carrying amount of the Club's livestock. Fair value is determined using the current market value for such assets and adjustments in fair value of the livestock are included in the Statement of Financial Performance.

10 Investments	2025	2024
	\$	\$
SBS Bank Term Deposit (102-8) - at cost	344,946	325,166
SBS Bank Term Deposit (105-4) – at cost	187,447	176,718
Total	532,393	501,884

Interest revenue from investments in term deposits with banks is recognised during the term of the investment. These investments have original maturities of more than 90 days or those restricted for specific purposes and are rolled on a continuing basis unless used by the Club for its operational cash requirements. Unrestricted term deposits with original maturities of at least or less than 90 days are classified by the Club as cash and short-term deposits. Term deposits with a maturity date within 12 months of balance date have been recorded as 'current investments.

Winton Harness Racing Club Incorporated

Notes to the Performance Report (Continued)

For the Year Ended 30 June 2025

11 Property, Plant & Equipment	Opening Carrying Amount	Purchases/ (Disposals)	Depreciation & Loss on Disposal	Closing Carrying Amount
2025	\$	\$	\$	\$
Freehold Land – track	7,676	-	575	7,101
Plant & Equipment	34,819	45,382	5,277	74,924
Motor Vehicles	40,320	-	4,159	36,161
Furniture & Fittings	9,162	12,029	478	20,713
Total	91,977	57,411	10,489	138,899

During the year, the Club completed the Balcony project \$37,881, upgraded the Secretary's Office for \$1,303, and Horse Wash Project \$6,198, and purchased a bar learner with 10 barstools for \$8,522 and a defibrillator \$3,507.

	Opening Carrying Amount	Purchases/ (Disposals)	Depreciation & Loss on Disposal	Closing Carrying Amount
2024	\$	\$	\$	\$
Freehold Land – track	8,251	-	575	7,676
Plant & Equipment	37,400	1,625	4,206	34,819
Motor Vehicles	44,963	-	4,643	40,320
Furniture & Fittings	9,664	-	502	9,162
Total	100,278	1,625	9,926	91,977

12 Accumulated Funds

	2025	2024
	\$	\$
Opening Balance	841,466	710,767
Surplus for the Year	40,928	130,699
Closing Balance	882,394	841,466

Winton Harness Racing Club Incorporated

Notes to the Performance Report (Continued)

For the Year Ended 30 June 2025

13 Transactions & Balances with Key Management Personnel & Close Members of their Family

Key management personnel (KMP) of the Club include the members of the Committee and various sub-committees of the Club, the Chief Executive and Executive Management Team who exercise control or significant influence over the financial and operating decision-making of the Club. For purposes of financial reporting disclosures, the Club also considers transactions with close members of the KMP's family as related party transactions.

Transactions

KMPs are also members of the Club and pay membership fees and other fines and charges on the same rate and terms as charged to other members who are not KMPs. In addition, members of the Club may have interest in racing through ownership, breeding, training, driving or similar capacity. KMPs and close members of their family may also join races and be eligible for stake money from the Club under normal trade terms and conditions applicable to other persons not otherwise considered KMPs. With the exception of the regular fees and charges, compensation and race-related transactions under normal terms, there have been no other transactions between the Club and its KMPs and close members of their family during the year (2024: Nil).

14 Arrangement with Southern Harness Racing Incorporated

Harness Racing Clubs in the Southland and Otago regions developed a regionalised model which was introduced for the 2017 financial year. Under the Heads of Agreement a new structure was developed with the commissions on Off Course and Fixed Odds betting turnover and Group Race subsidies being paid to Southern Harness Racing, this was part of a bulk funded agreement with Harness Racing New Zealand and the New Zealand Racing Board. There have been subsequent changes to this model since 2017.

From 1 August 2020 Club's hosting Race Meetings now receive a Venue Payment per race day rather than any bulk funded commissions, this is to assist them with their race meeting running costs. Southern Harness Racing are responsible for race programming and the allocation of stakes funding. HRNZ are responsible for the payment of all stakes. A key aim of this structure is to ensure consistent race programming and increased stakes across all meetings.

The effect this has had on the financial statements is shown below:

Income:

2024 Industry Stakes Funding - \$1,370,040 (11 race meetings)

2024 Industry Group Funding - \$57,500

(Total stakes funding \$1,312,540 + \$57,500 = \$1,370,040)

2024 Industry Race Meeting Venue/Club Funding - \$274,665

2025 Industry Stakes Funding - \$1,442,664 (12 race meetings)

2025 Industry Group Funding - \$57,500

(Total stakes funding \$1,385,164 + \$57,500 = \$1,442,664)

2025 Industry Race Meeting Venue/Club Funding - \$263,940

Expenses:

2024 Stakes Paid Out - \$1,387,940 (11 race meetings)

2025 Stakes Paid Out - \$1,441,089 (12 race meetings)

Winton Harness Racing Club Incorporated
Notes to the Performance Report (Continued)
For the Year Ended 30 June 2025

15 Race Meeting Performance

	2025	2024
	\$	\$
	(12 race meetings)	(11 race meetings)
Racing Revenue		
Venue funding – HRNZ	197,446	181,814
High Use Venue Funding – HRNZ	66,504	92,851
Stakes Funding – HRNZ	<u>1,441,089</u>	<u>1,387,940</u>
Total Funding	1,705,039	1,662,605
Sponsorship	22,785	16,865
Bar Sales – Public Bar (includes Tenant Clubs)	8,528	10,578
Grants – race meeting	13,000	21,000
Race meeting Donations	4,790	1,380
Workouts Nomination Fees	<u>12,135</u>	<u>13,139</u>
Total Racing Revenue	<u>1,766,277</u>	<u>1,725,567</u>
Racing Expenses		
Stakes Paid through Southern Harness Racing	1,441,089	1,387,940
Club's Contribution to Stakes	<u>29,000</u>	<u>-</u>
Total Stakes Paid	1,470,089	1,387,940
Advertising	6,500	5,713
Bar Expenses – Public	6,508	7,373
Entertainment	4,817	3,261
Race Meeting Services (incl Security)	27,001	24,504
Race Meeting Expenses (sponsors, presidents room, trophies and dress Rugs)	16,648	13,917
Racebook Costs	6,103	5,891
Racecourse Rental	96,000	88,000
Race Meeting Wages	41,881	36,943
Sponsorship and Promotion	1,900	1,496
Sundry Expenses	3,360	1,855
Tote Wages	18,367	14,769
Workouts Expenses	<u>12,190</u>	<u>11,667</u>
Total Racing Expenses	<u>1,711,364</u>	<u>1,603,329</u>
Net Surplus from Race Meetings	<u>54,913</u>	<u>122,238</u>

16 Related Parties

There were no significant related party transactions during the financial year that were on terms and conditions that are likely to be different from the terms and conditions of transactions in similar circumstances, involving parties that are not related (2024: Nil).

17 Commitments

The Club has no commitments as at 30 June 2025 (2024: Nil).

18 Contingent Liabilities and Guarantees

The Club has no contingent liabilities and no guarantees as at 30 June 2025 (2024: Contingent Liabilities Nil. Guarantees Nil.)

19 Events Occurring After Balance Date

There were no events that have occurred after the balance date that would have a significant impact on the Performance Report.

Independent Assurance Practitioner's Review Report to the members of Winton Harness Racing Club Incorporated

Report on the Performance Report

We have reviewed the accompanying performance report of Winton Harness Racing Club Incorporated which comprise the statement of financial position as at 30 June 2025, and the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year then ended, and the statement of accounting policies and the notes to the performance report that include other explanatory information.

Committee Members' Responsibility for the Performance Report

The Committee members are responsible, on behalf of the Club for:

- (a) identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) the preparation and fair presentation of the performance report which comprises the entity information, the statement of service performance, statement of financial performance, statement of financial position, statement of cash flows, and the accounting policies and notes to the performance report in accordance with the Tier 3 (NFP) Standard adopted by the Club; and
- (c) for such internal controls as the Committee members consider are necessary to enable the preparation of performance report that are free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying performance report. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ))2400, *Review of Historical Financial Statements Performed by an Assurance Practitioner who is the not the Auditor of the Entity* and the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Those standards require us to conclude whether anything has come to our attention that causes us to believe that the performance report, taken as a whole, is not prepared in all material respects in accordance with the applicable financial reporting framework. Those standards also require us to comply with relevant ethical requirements.

A review of the performance report in accordance with ISRE (NZ) 2400 and ISAE (NZ) 3000 (Revised) is a limited assurance engagement. We perform procedures, primarily consisting of making enquiries of management and others within the entity as appropriate, applying analytical procedures and evaluating the evidence obtained. The procedures selected depend on our judgement, including the areas identified where a material misstatement is likely to arise and includes performance procedures to obtain evidence and evaluating whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand) and ISAE (NZ) 3000 (Revised). Accordingly, we do not express an audit opinion on this performance report.

Our firm has provided accounting assistance with the preparation and presentation of the performance report. This assistance has not impaired our independence as reviewers of the Society.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that:

- (a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are not suitable;
- (b) the performance report for the year ended 30 June 2025 does not present, in all material respects, the financial position of Winton Harness Racing Club Incorporated as at 30 June 2025, and its financial performance and cash flows for the year then ended, in accordance with the Tier 3 (NFP) Standard.

Restriction on Distribution or Use

This report is made solely to the Club's members, as a body. Our review work has been undertaken so that we might state to the members those matters which we are required to state to them in a review report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Club's and Club's members, as a body, for our review procedures, for this report or for the conclusion we have formed.



Chartered Accountants

1 September 2025

Dunedin