

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LIMITED**  
**ABN 80 147 431 373**  
**AND CONTROLLED ENTITY**

**CONCISE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 31 JANUARY 2009**

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**  
**ABN 80 147 431 373**  
**AND CONTROLLED ENTITY**

**DIRECTOR'S REPORT**

Your Directors present their report on the Co-operative and its controlled entity for the financial year ended 31 January 2009.

**Directors**

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

Obst, David G (Chairman)  
 Ashmead, Cameron A (Deputy Chairman)  
 Andrews, Neville J  
 Fuller, Peter A  
 Hampel, Kenneth R  
 Hill-Smith, Annabel M  
 Knight, Peter L

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

**Operating Results**

The consolidated profit of the economic entity for the financial year after providing for income tax amounted to \$1,158,238.

**Review of Operations**

A review of the operations of the economic entity during the financial year and the results of those operations found that during the year, the economic entity continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

**Significant Changes in State of Affairs**

No significant changes in the state of affairs of the economic entity occurred during the financial year.

**Principal Activity**

The principal activity of the economic entity during the financial year was retailing.  
 No significant change in the nature of these activities occurred during the year.

**RESULTS OF OPERATIONS/APPROPRIATIONS TO MEMBERS:**

	Economic Entity		Parent Entity	
	2009	2008	2009	2008
	\$	\$	\$	\$
Net Sales Turnover (excluding GST)	<b>58,428,847</b>	55,721,184	<b>58,428,847</b>	55,721,184
Operating Surplus for Year Before Appropriations	<b>2,425,371</b>	2,534,158	<b>2,502,874</b>	2,533,216
Appropriations to Members				
- Interest on Share Capital (2008 6.5%:2009 7.0%)	<b>(170,274)</b>	(150,370)	<b>(170,274)</b>	(150,370)
- Rebate on Qualifying Purchases (1.0c in all areas) (2008: 1.0c in all Areas)	<b>(524,331)</b>	(500,466)	<b>(524,331)</b>	(500,466)
	<b>1,730,766</b>	1,883,322	<b>1,808,269</b>	1,882,380
Income Tax	(572,528)	(588,540)	(572,528)	(588,287)
Net Profit from Ordinary Activities	<b>1,158,238</b>	1,294,782	<b>1,235,741</b>	1,294,093

## SHARE CAPITAL MOVEMENTS:

<b>Balance 1/2/08</b>	<b>Capital Invested</b>	<b>Capital Withdrawn or Notice of Withdrawal given</b>	<b>Balance 31/1/09</b>
\$2,579,394	\$425,866	\$201,022	\$2,804,238

### After Balance Date Events

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the economic entity, the results of those operations, or the state of affairs of the economic entity in future financial years.

### Likely Developments

The economic entity expects to maintain the present status and level of operations and hence there are no likely developments in the economic entity's operations.

### Environmental Issues

The economic entity's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

### Dividends Paid or Recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

### Information on Directors

The information on Directors is as follows:

<b>Obst, David G</b>	– Chairman
Experience	– Chairman since 1988, Board Member since 1976
Qualifications	– FCPA, ACIS, AAIM
Interest in Shares	– 4,667
<b>Ashmead, Cameron A</b>	– Deputy Chairman
Experience	– Deputy Chairman since June 2008, Board Member since 2005
Qualifications	– B.Comm, G.A.I.C.D.
Interest in Shares	– 1,263
<b>Andrews, Neville J</b>	– Director
Experience	– Board Member since 1997
Qualifications	– Business Manager
Interest in Shares	– 2,491
<b>Fuller, Peter A</b>	– Director
Experience	– Board Member since April 2000
Qualifications	– BA, Dip.Ed., M.P.R.I.A.
Interest in Shares	– 54
<b>Hampel, Kenneth R</b>	– Director
Experience	– Board Member since 1996
Qualifications	– Insurance Agent
Interest in Shares	– 2,238
<b>Hill-Smith, Annabel M</b>	– Director
Experience	– Board Member since 2006
Qualifications	– Public Relations, Dip.Ed.
Interest in Shares	– 885
<b>Knight, Peter L</b>	– Director
Experience	– Deputy Chairman from 1996 to 2008, Board Member since 1993
Qualifications	– Extensive retail background
Interest in Shares	– 1,854

## DIRECTOR'S REPORT (Continued)

### Meetings of Directors

DIRECTORS	DIRECTORS' MEETINGS		COMMITTEE MEETINGS	
			AUDIT COMMITTEE	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Obst, David G (Chairman)	13	12	11	11
Ashmead, Cameron A (Deputy Chairman)	13	13	11	11
Andrews, Neville J	13	13	7	7
Fuller, Peter A	13	9	-	-
Hill-Smith, Annabel M	13	13	-	-
Hampel, Kenneth R	13	11	-	-
Knight, Peter L	13	13	5	5

### Options

No options over issued shares or interests in the Co-operative or a controlled entity were granted during or since the end of the financial year and there were no options outstanding at the end of the financial year.

### Directors' Benefits

No Director since the end of the previous financial year has received or become entitled to receive a benefit by reason of a contract made by the Co-operative or a related corporation with the member or with a firm of which he is a member, or with a company in which he has a substantial financial interest other than as shown in the group accounts or received as a fixed salary of a full-time employee. An exception to this are the normal professional service fees paid to Fuller Communications, a firm in which Mr P.A. Fuller, a Director of the Co-operative, is a Director.

### Indemnification of Officer or Auditor

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the economic entity with the exception of the following:

During the financial year, the Co-operative paid a premium of \$15,360 in respect of contracts insuring all the Directors and Officers of the Co-operative under a Director's and Officer's Liability insurance policy.

### Proceedings on Behalf of the economic entity

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

The Co-operative was not a party to any such proceedings during the year.

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

Director

David G Obst (Chairman)

Director

Cameron A Ashmead (Deputy Chairman)

Dated this 22<sup>nd</sup> day of April, 2009

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LIMITED  
ABN 80 147 431 373  
AND CONTROLLED ENTITY**

**DISCUSSION AND ANALYSIS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2009**

**Information on the The Community Co-operative Store (Nuriootpa) Limited and Controlled Entities Concise Financial Report**

The financial statements and disclosures in the concise financial report have been derived from the 2009 financial report of The Community Co-operative Store (Nuriootpa) Limited and Controlled Entities.

A copy of the full report and auditors report can be accessed via the Co-operative's website [www.bcs.coop](http://www.bcs.coop) or will be sent to any member, free of charge, upon request.

The discussion and analysis is provided to assist members in understanding the concise financial report. The discussion and analysis is based on The Community Co-operative Store (Nuriootpa) Limited and Controlled Entities financial statements and the information contained in the concise financial report has been derived from the full 2009 financial report of The Community Co-operative Store (Nuriootpa) Limited and Controlled Entities. Further discussion is found in the body of the Annual Report.

**Income Statement**

The consolidated profit from ordinary activities after income tax for the year was \$1,158,238, representing a decrease from the previous year's profit result after income tax of \$136,544.

Net sales revenue for the year is \$58.4 million compared with \$55.7 million for the previous year.

**Balance Sheet**

Net assets increased during the year by \$1,383,081 to \$31,052,115 representing an increase of 4.66%. This increase was mainly attributable to the increase in retained profits and share capital for the period.

Return on equity (after tax) was 3.90% compared to 6.56% in the previous year.

**Statement of Cash Flows**

Net cash provided by/(used in) operating, investing and financing activities was (\$1,244,145) in 2009 compared to \$233,838 the previous year. The major contributing factor was the payment for property, plant & equipment.

The accompanying notes form part of these financial statements.

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**  
**ABN 80 147 431 373**  
**AND CONTROLLED ENTITY**

**BALANCE SHEET**  
**AS AT 31 JANUARY 2009**

Note	Economic Entity		Parent Entity	
	2009	2008	2009	2008
	\$	\$	\$	\$
<b>CURRENT ASSETS</b>				
Cash assets	711,532	1,955,677	704,877	1,954,148
Receivables	939,821	817,320	939,821	817,320
Inventories	6,211,981	6,289,586	6,211,981	6,289,586
Future income tax benefits	330,594	306,907	330,594	306,907
Other	383,391	354,722	353,389	349,445
<b>TOTAL CURRENT ASSETS</b>	<b>8,577,319</b>	<b>9,724,212</b>	<b>8,540,662</b>	<b>9,717,406</b>
<b>NON-CURRENT ASSETS</b>				
Receivables	119,877	119,277	119,877	119,277
Other financial assets	76,067	69,693	326,066	319,692
Property, plant and equipment	39,158,234	38,777,058	33,656,194	33,409,408
<b>TOTAL NON-CURRENT ASSETS</b>	<b>39,354,178</b>	<b>38,966,028</b>	<b>34,102,137</b>	<b>33,848,377</b>
<b>TOTAL ASSETS</b>	<b>47,931,497</b>	<b>48,690,240</b>	<b>42,642,799</b>	<b>43,565,783</b>
<b>CURRENT LIABILITIES</b>				
Payables	3,757,845	3,333,425	3,757,394	3,327,531
Interest-bearing liabilities	3,896,219	5,027,462	3,896,219	5,027,462
Current tax liabilities	219,074	208,095	219,074	207,840
Provisions	963,304	785,774	963,304	785,774
Other	-	2,499,000	(4,633,127)	(1,886,685)
<b>TOTAL CURRENT LIABILITIES</b>	<b>8,836,442</b>	<b>11,853,756</b>	<b>4,202,864</b>	<b>7,461,922</b>
<b>NON-CURRENT LIABILITIES</b>				
Interest-bearing liabilities	3,000,000	2,000,000	3,000,000	2,000,000
Deferred tax liabilities	4,959,345	4,959,345	4,897,444	4,897,444
Provisions	83,595	208,105	83,595	208,105
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>8,042,940</b>	<b>7,167,450</b>	<b>7,981,039</b>	<b>7,105,549</b>
<b>TOTAL LIABILITIES</b>	<b>16,879,382</b>	<b>19,021,206</b>	<b>12,183,903</b>	<b>14,567,471</b>
<b>NET ASSETS</b>	<b>31,052,115</b>	<b>29,669,034</b>	<b>30,458,896</b>	<b>28,998,312</b>
<b>EQUITY</b>				
Contributed equity	2,804,238	2,579,395	2,804,238	2,579,395
Reserves	14,760,619	14,760,619	14,015,974	14,015,974
Retained profits	13,487,258	12,329,020	13,638,684	12,402,943
<b>TOTAL EQUITY</b>	<b>31,052,115</b>	<b>29,669,034</b>	<b>30,458,896</b>	<b>28,998,312</b>

The accompanying notes form part of these financial statements.

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**  
**ABN 80 147 431 373**  
**AND CONTROLLED ENTITY**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 JANUARY 2009**

Note	Economic Entity		Parent Entity	
	2009 \$	2008 \$	2009 \$	2008 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Receipts from customers	<b>59,036,925</b>	56,877,611	<b>58,988,457</b>	56,832,616
Payments to suppliers and employees	<b>(55,143,005)</b>	(53,228,236)	<b>(55,018,045)</b>	(53,203,747)
Appropriations to Members	<b>(524,331)</b>	(500,466)	<b>(524,331)</b>	(500,466)
Interest received	<b>14,845</b>	117,496	<b>14,845</b>	117,496
Borrowing costs	<b>(244,556)</b>	(205,710)	<b>(244,556)</b>	(205,710)
Income tax paid	<b>(584,981)</b>	(564,964)	<b>(584,981)</b>	(343,709)
Net cash provided by operating activities	<b><u>2,554,897</u></b>	<u>2,495,731</u>	<b><u>2,631,389</u></b>	<u>2,696,480</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Proceeds from sale of property, plant and equipment	<b>25,065</b>	28,513	<b>25,065</b>	28,513
Payment for property, plant and equipment	<b>(3,842,096)</b>	(1,820,994)	<b>(1,177,272)</b>	(1,274,220)
Loan to related entity	<b>-</b>	-	<b>(2,746,442)</b>	(746,626)
Net cash used in investing activities	<b><u>(3,817,031)</u></b>	<u>(1,792,481)</u>	<b><u>(3,898,649)</u></b>	<u>(1,992,333)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from share issue	<b>148,632</b>	(207,638)	<b>148,632</b>	(207,638)
Decrease in Members Rebate & Interest deposits	<b>(131,243)</b>	(261,774)	<b>(131,243)</b>	(261,774)
Increase in Deposits	<b>600</b>	-	<b>600</b>	-
Net cash provided by/(used in) financing activities	<b><u>17,989</u></b>	<u>(469,412)</u>	<b><u>17,989</u></b>	<u>(469,412)</u>
Net increase/(decrease) in cash held	<b>(1,244,145)</b>	233,838	<b>(1,249,271)</b>	234,735
Cash at beginning of financial year	<b><u>1,955,677</u></b>	<u>1,721,839</u>	<b><u>1,954,148</u></b>	<u>1,719,413</u>
Cash at end of financial year	<b><u>711,532</u></b>	<u>1,955,677</u>	<b><u>704,877</u></b>	<u>1,954,148</u>

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LIMITED**  
**ABN 80 147 431 373**  
**AND CONTROLLED ENTITY**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2009**

**NOTE 1: Basis of preparation**

The Concise financial report has been prepared in accordance with Accounting Standard AASB 1039: Concise Financial Reports and the Co-operatives Act 1997.

The financial statements, specific disclosures and other information in the concise financial report is derived from and is consistent with the full financial report of The Community Co-operative Store (Nuriootpa) Limited. The concise financial report cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of The Community Co-operative Store (Nuriootpa) Limited as the full financial report.

**NOTE 2: Events subsequent to balance date**

No matters or circumstances have arisen since the end of the financial year, which significantly affected the operations of the Co-operative, the results of those operations or the state of affairs of the Co-operative in the subsequent financial year.

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**  
**ABN 80 147 431 373**  
**AND CONTROLLED ENTITY**

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF**  
**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**

**Report on the financial report**

We have audited the accompanying financial report of The Community Co-operative Store (Nuriootpa) Ltd and the economic entity, which comprises the balance sheet as at 31 January 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration of the economic entity comprising the Co-operative and the entity it controlled at the year's end or from time to time during the financial year.

*Directors' responsibility for the financial report*

The directors of the entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: 'Presentation of Financial Statements', that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensures that the financial report, comprising the financial statements and notes, complies with IFRS.

*Auditor's responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

*Independence*

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of The Community Co-operative Store (Nuriootpa) Ltd on 23 April 2009, would be in the same terms if provided to the directors as at the date of this auditor's report.

**Auditor's opinion**

In our opinion:

- a. the financial report of The Community Co-operative Store (Nuriootpa) Ltd and the economic entity is in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the company's and economic entity's financial position as at 31 January 2009 and of their performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.
- b. The financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Kennedy & Co Chartered Accountants

Paul V Jorgensen

Partner

23<sup>rd</sup> April 2009

Unley SA 5061