

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

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

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

**TABLE OF CONTENTS**

Director's Report	<b>1</b>
Financial Report	
Income Statement	<b>4</b>
Balance Sheet	<b>5</b>
Statement of Cash Flows	<b>6</b>
Notes to the Financial Statements	<b>7</b>
Director's Declaration	<b>18</b>
Independent Audit Report	<b>19</b>
Auditors Independence Declaration	<b>20</b>

**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**

KKKrhK

## 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Capital Withdrawn or Notice of Withdrawal given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

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

**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**

**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 JANUARY 2009**

	Note	Economic Entity		Parent Entity	
		2009 \$	2008 \$	2009 \$	2008 \$
<b>Revenue from ordinary activities</b>	2	<b>59,100,482</b>	56,618,280	<b>59,052,014</b>	56,575,656
Changes in inventories		(77,605)	639,700	(77,605)	639,700
Cost of goods sold		(43,510,275)	(42,278,327)	(43,510,275)	(42,278,327)
Employee benefits expense		(8,464,743)	(8,147,527)	(8,464,743)	(8,147,527)
Depreciation and amortisation expenses	3	(906,432)	(892,745)	(905,421)	(892,745)
Other expenses from ordinary activities		(3,273,335)	(3,061,844)	(3,148,375)	(3,020,162)
Borrowing costs expense	3	<u>(442,721)</u>	<u>(343,379)</u>	<u>(442,721)</u>	<u>(343,379)</u>
<b>Profit from ordinary activities before Appropriations to Members</b>		<b>2,425,371</b>	2,534,158	<b>2,502,874</b>	2,533,216
Rebates to Members		(524,331)	(500,466)	(524,331)	(500,466)
Interest on Share Capital		<u>(170,274)</u>	<u>(150,370)</u>	<u>(170,274)</u>	<u>(150,370)</u>
<b>Profit from ordinary activities before income tax expense (income tax revenue)</b>		<b><u>1,730,766</u></b>	<u>1,883,322</u>	<b><u>1,808,269</u></b>	<u>1,882,380</u>
Income tax revenue (income tax expense) relating to ordinary activities	4	<u>(572,528)</u>	<u>(588,540)</u>	<u>(572,528)</u>	<u>(588,287)</u>
<b>Total changes in equity other than those resulting from transactions with owners as owners</b>	19	<b><u>1,158,238</u></b>	<u>1,294,782</u>	<b><u>1,235,741</u></b>	<u>1,294,093</u>

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	6	711,532	1,955,677	704,877	1,954,148
Receivables	7	939,821	817,320	939,821	817,320
Inventories	8	6,211,981	6,289,586	6,211,981	6,289,586
Future income tax benefits	11	330,594	306,907	330,594	306,907
Other	9	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	7	119,877	119,277	119,877	119,277
Other financial assets		76,067	69,693	326,066	319,692
Property, plant and equipment	10	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	12	3,757,845	3,333,425	3,757,394	3,327,531
Interest-bearing liabilities	13	3,896,219	5,027,462	3,896,219	5,027,462
Current tax liabilities	14	219,074	208,095	219,074	207,840
Provisions	15	963,304	785,774	963,304	785,774
Other	16	-	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	13	3,000,000	2,000,000	3,000,000	2,000,000
Deferred tax liabilities	14	4,959,345	4,959,345	4,897,444	4,897,444
Provisions	15	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	17	2,804,238	2,579,395	2,804,238	2,579,395
Reserves	18	14,760,619	14,760,619	14,015,974	14,015,974
Retained profits	19	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**  
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**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		59,036,925	56,877,611	58,988,457	56,832,616
Payments to suppliers and employees		(55,143,005)	(53,228,236)	(55,018,045)	(53,203,747)
Appropriations to Members		(524,331)	(500,466)	(524,331)	(500,466)
Interest received		14,845	117,496	14,845	117,496
Borrowing costs		(244,556)	(205,710)	(244,556)	(205,710)
Income tax paid		(584,981)	(564,964)	(584,981)	(343,709)
Net cash provided by operating activities	21 (b)	<u>2,554,897</u>	<u>2,495,731</u>	<u>2,631,389</u>	<u>2,696,480</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>					
Proceeds from sale of property, plant and equipment		25,065	28,513	25,065	28,513
Payment for property, plant and equipment		(3,842,096)	(1,820,994)	(1,177,272)	(1,274,220)
Loan to related entity		-	-	(2,746,442)	(746,626)
Net cash used in investing activities		<u>(3,817,031)</u>	<u>(1,792,481)</u>	<u>(3,898,649)</u>	<u>(1,992,333)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>					
Proceeds from share issue		148,632	(207,638)	148,632	(207,638)
Decrease in Members Rebate & Interest deposits		(131,243)	(261,774)	(131,243)	(261,774)
Increase in Deposits		600	-	600	-
Net cash provided by/(used in) financing activities		<u>17,989</u>	<u>(469,412)</u>	<u>17,989</u>	<u>(469,412)</u>
Net increase/(decrease) in cash held		(1,244,145)	233,838	(1,249,271)	234,735
Cash at beginning of financial year		<u>1,955,677</u>	<u>1,721,839</u>	<u>1,954,148</u>	<u>1,719,413</u>
Cash at end of financial year	21 (a)	<u>711,532</u>	<u>1,955,677</u>	<u>704,877</u>	<u>1,954,148</u>

The accompanying notes form part of these financial statements.

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

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

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers The Community Co-operative Store (Nuriootpa) Ltd as an individual entity and The Community Co-operative Store (Nuriootpa) Ltd and controlled entity as an economic entity. The Community Co-operative Store (Nuriootpa) Limited is a co-operative, incorporated under the Co-operatives Act 1997 and domiciled in Australia.

The financial report of The Community Co-operative Store (Nuriootpa) Limited and controlled entities, and The Community Co-operative Store (Nuriootpa) Limited as an individual parent entity comply with all Australian equivalents to International Financial Reporting Standards (IFRS) in their entirety.

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**  
**ABN 80 147 431 373**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2009**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(d) Property, Plant and Equipment**

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

*Property*

Freehold land and buildings are measured on the fair value basis being the amount which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the economic entity to have an independent valuation from time to time, with annual appraisals being made by the Directors.

The independent revaluations in December 2007 were carried out by Kate Tynan AAPI, Certified Practising Valuer, B Bus Prop (Valuation).

*Plant and equipment*

Plant and equipment is measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by the Directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

*Depreciation*

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, are depreciated over their estimated useful lives to the economic entity commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

<b>Class of fixed asset</b>	<b>Depreciation rates</b>	<b>Depreciation basis</b>
Buildings	2.5 - 4 %	Prime Cost
Plant and equipment	5 - 50%	Prime Cost
Motor Vehicles	18.75%	Diminishing Value

**(e) Investments**

**Controlled Entity:**

In the Co-operative's accounts, investment in the subsidiary is shown at cost and only dividend income is included in operating profit.

**Other:**

Other investments are stated at cost or at par and only dividend income is included in operating profit.

**(f) Employee Benefits**

Provision is made for the economic entity's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the economic entity to an employee superannuation fund and are charged as expenses when incurred.

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

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

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(g) Revenue**

Revenue from sale of goods is recognised upon the delivery of goods to customers.

Other revenue is recognised when the right to receive the revenue has been established.

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

**(h) Goods and Services Tax (GST)**

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

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

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

Note	Economic Entity		Parent Entity	
	2009	2008	2009	2008
	\$	\$	\$	\$
<b>NOTE 2: REVENUE</b>				
<b>Operating activities</b>				
- sale of goods (net)	58,428,847	55,721,184	58,428,847	55,721,184
- other revenue	<u>671,635</u>	<u>897,096</u>	<u>623,167</u>	<u>854,472</u>
	<u><b>59,100,482</b></u>	<u><b>56,618,280</b></u>	<u><b>59,052,014</b></u>	<u><b>56,575,656</b></u>
<b>NOTE 3: PROFIT FROM ORDINARY ACTIVITIES</b>				
Profit (losses) from ordinary activities before income tax expense (income tax revenue) and appropriations to Members has been determined after:				
(a) Expenses:				
Cost of sales	43,587,880	41,638,627	43,587,880	41,638,627
Borrowing costs:				
- On Share Capital	170,274	150,370	170,274	150,370
- Other Persons	<u>442,721</u>	<u>343,379</u>	<u>442,721</u>	<u>343,379</u>
Total borrowing costs	612,995	493,749	612,995	493,749
Depreciation of non-current assets				
- Buildings	354,283	316,848	353,772	316,848
- Plant and equipment	522,188	538,521	521,688	538,521
- Motor vehicles	<u>29,961</u>	<u>37,376</u>	<u>29,961</u>	<u>37,376</u>
Total Depreciation	906,432	892,745	905,421	892,745
Bad Debts and Doubtful Debts				
- Trade Debtors	136	5,227	136	5,227
Remuneration of the auditors for:				
- audit or review services	30,000	28,000	30,000	28,000
- other services	<u>12,285</u>	<u>11,575</u>	<u>11,085</u>	<u>10,410</u>

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

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

	Note	Economic Entity		Parent Entity	
		2009 \$	2008 \$	2009 \$	2008 \$
<b>NOTE 4: INCOME TAX EXPENSE</b>					
The prima facie tax payable on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:					
Prima facie income tax payable on profit from ordinary activities before income tax at 30.0% (2008 - 30.0%)					
		519,230	562,079	542,481	561,826
Add:					
Tax effect of:					
- Depreciation on Buildings		38,499	30,049	38,499	30,049
- other non-allowable items		<u>56,244</u>	<u>38,344</u>	<u>32,993</u>	<u>38,344</u>
		<u>613,973</u>	630,472	<u>613,973</u>	630,219
Less:					
Tax effect of:					
- Non Taxable Income		<u>(41,445)</u>	<u>(41,932)</u>	<u>(41,445)</u>	<u>(41,932)</u>
Income tax expense attributable to profit from ordinary activities		<u><u>572,528</u></u>	<u><u>588,540</u></u>	<u><u>572,528</u></u>	<u><u>588,287</u></u>

**NOTE 5: REMUNERATION AND RETIREMENT BENEFITS**

**(a) Directors' remuneration**

Income paid or payable to all Directors of the Co-operative by the Co-operative and any related parties

131,204	119,729	131,204	119,729
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Number of Directors whose income from the economic entity or any related parties was within the following bands:

	Number	Number	Number	Number
\$10,000 - \$19,999	5	6	5	6
\$20,000 - \$29,999	1	1	1	1
\$30,000 - \$39,000	1	0	1	0

The names of Directors who have held office during 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

**NOTE 6: CASH ASSETS**

Cash at bank	657,502	1,545,288	650,847	1,543,759
Cash on hand	<u>54,030</u>	<u>410,389</u>	<u>54,030</u>	<u>410,389</u>
	<u><u>711,532</u></u>	<u><u>1,955,677</u></u>	<u><u>704,877</u></u>	<u><u>1,954,148</u></u>

**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2009**

	Note	Economic Entity		Parent Entity	
		2009 \$	2008 \$	2009 \$	2008 \$
<b>NOTE 7: RECEIVABLES</b>					
CURRENT					
Trade debtors		954,821	832,320	954,821	832,320
Less provision for doubtful debts		<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>
		<u>939,821</u>	<u>817,320</u>	<u>939,821</u>	<u>817,320</u>
NON-CURRENT					
Deposits		<u>119,877</u>	<u>119,277</u>	<u>119,877</u>	<u>119,277</u>
<b>NOTE 8: INVENTORIES</b>					
CURRENT					
Finished goods at cost		<u>6,211,981</u>	<u>6,289,586</u>	<u>6,211,981</u>	<u>6,289,586</u>
<b>NOTE 9: OTHER ASSETS</b>					
CURRENT					
Prepayments		<u>383,391</u>	<u>354,722</u>	<u>353,389</u>	<u>349,445</u>
<b>NOTE 10: PROPERTY, PLANT AND EQUIPMENT</b>					
<b>FREEHOLD LAND</b>					
At Directors valuation 2008		3,462,650	3,462,650	-	-
At cost		104,916	-	-	-
At independent valuation 2008		<u>18,570,000</u>	<u>18,570,000</u>	<u>17,065,000</u>	<u>17,065,000</u>
Total freehold land		<u>22,137,566</u>	<u>22,032,650</u>	<u>17,065,000</u>	<u>17,065,000</u>
<b>BUILDINGS</b>					
At Directors valuation 2008		400,000	400,000	-	-
At cost		620,086	-	596,423	-
At independent valuation 2008		14,150,128	14,150,128	14,150,128	14,150,128
Less accumulated depreciation		<u>(354,283)</u>	<u>-</u>	<u>(353,772)</u>	<u>-</u>
Total buildings		<u>14,815,931</u>	<u>14,550,128</u>	<u>14,392,779</u>	<u>14,150,128</u>
Total property		<u>36,953,497</u>	<u>36,582,778</u>	<u>31,457,779</u>	<u>31,215,128</u>
<b>PLANT AND EQUIPMENT</b>					
Plant and equipment					
At cost		6,902,082	6,442,546	6,895,261	6,442,546
Less accumulated depreciation		<u>(4,832,303)</u>	<u>(4,417,336)</u>	<u>(4,831,804)</u>	<u>(4,417,336)</u>
		<u>2,069,779</u>	<u>2,025,210</u>	<u>2,063,457</u>	<u>2,025,210</u>
Motor vehicles					
At cost		276,371	337,004	276,371	337,004
Less accumulated depreciation		<u>(141,413)</u>	<u>(167,934)</u>	<u>(141,413)</u>	<u>(167,934)</u>
		<u>134,958</u>	<u>169,070</u>	<u>134,958</u>	<u>169,070</u>
Total plant and equipment		<u>2,204,737</u>	<u>2,194,280</u>	<u>2,198,415</u>	<u>2,194,280</u>
Total property, plant and equipment		<u>39,158,234</u>	<u>38,777,058</u>	<u>33,656,194</u>	<u>33,409,408</u>

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

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

Note	Economic Entity		Parent Entity	
	2009	2008	2009	2008
	\$	\$	\$	\$
<b>NOTE 11: TAX ASSETS</b>				
CURRENT				
Future income tax benefits	<u>330,594</u>	<u>306,907</u>	<u>330,594</u>	<u>306,907</u>
<b>NOTE 12: PAYABLES</b>				
CURRENT				
Unsecured liabilities				
Trade creditors	3,678,904	3,269,385	3,678,453	3,263,491
Loans from associates	<u>78,941</u>	<u>64,040</u>	<u>78,941</u>	<u>64,040</u>
	<u>3,757,845</u>	<u>3,333,425</u>	<u>3,757,394</u>	<u>3,327,531</u>
<b>NOTE 13: INTEREST BEARING LIABILITIES</b>				
CURRENT				
Unsecured liabilities				
Bills of exchange and promissory notes	-	1,000,000	-	1,000,000
Other unsecured current interest bearing liabilities	<u>3,896,219</u>	<u>4,027,462</u>	<u>3,896,219</u>	<u>4,027,462</u>
	<u>3,896,219</u>	<u>5,027,462</u>	<u>3,896,219</u>	<u>5,027,462</u>
NON-CURRENT				
Unsecured liabilities				
Bills of exchange and promissory notes	<u>3,000,000</u>	<u>2,000,000</u>	<u>3,000,000</u>	<u>2,000,000</u>
	<u>3,000,000</u>	<u>2,000,000</u>	<u>3,000,000</u>	<u>2,000,000</u>
<b>NOTE 14: TAX LIABILITIES</b>				
CURRENT				
Income tax	<u>219,074</u>	<u>208,095</u>	<u>219,074</u>	<u>207,840</u>
NON-CURRENT				
Provision for deferred income tax	<u>4,959,345</u>	<u>4,959,345</u>	<u>4,897,444</u>	<u>4,897,444</u>
<b>NOTE 15: PROVISIONS</b>				
CURRENT				
Employee benefits	<u>963,304</u>	<u>785,774</u>	<u>963,304</u>	<u>785,774</u>
NON-CURRENT				
Employee benefits	<u>83,595</u>	<u>208,105</u>	<u>83,595</u>	<u>208,105</u>

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

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

	Note	Economic Entity		Parent Entity	
		2009	2008	2009	2008
		\$	\$	\$	\$
<hr/>					
<b>NOTE 16: OTHER LIABILITIES</b>					
CURRENT					
Unsecured liabilities					
Sundry Creditors	-	2,499,000	-	-	-
Loan Subsidiary	-	-	-	<u>(4,633,127)</u>	<u>(1,886,685)</u>
	-	<u>2,499,000</u>	-	<u>(4,633,127)</u>	<u>(1,886,685)</u>

**NOTE 17: CONTRIBUTED EQUITY**

Capital of the parent company consists of an unlimited number of shares of a nominal value of \$2.00 each. The maximum shareholding of any one individual Shareholder is 25,000 shares.

The shares may be redeemed, upon application of a Member, or transferred to another Member, subject to approval of the Board of Directors.

Paid up Capital

Share Capital at Beginning of Year	<b>2,579,394</b>	2,455,880	<b>2,579,394</b>	2,455,880
Shares Issued 212,933 (2008: 207,687)	<b>425,866</b>	415,374	<b>425,866</b>	415,374
Shares Withdrawn 100,511 (2008: 145,930)	<u><b>(201,022)</b></u>	<u>(291,860)</u>	<u><b>(201,022)</b></u>	<u>(291,860)</u>
	<u><b>2,804,238</b></u>	<u>2,579,394</u>	<u><b>2,804,238</b></u>	<u>2,579,394</u>

Aggregate percentage holding of 20 largest Shareholders

27.5%	28.8%	27.5%	28.8%
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Number of Shareholders holding:

1 – 1,000 Shares	<b>13,916</b>	13,649	<b>13,916</b>	13,649
1001 – 25,000 Shares	<u><b>144</b></u>	<u>148</u>	<u><b>144</b></u>	<u>148</u>

Total number of Shareholders

(entitled to one vote)	<u><b>14,060</b></u>	<u>13,797</u>	<u><b>14,060</b></u>	<u>13,797</u>
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**THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**  
**ABN 80 147 431 373**  
**AND CONTROLLED ENTITY**

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

	Note	Economic Entity		Parent Entity	
		2009 \$	2008 \$	2009 \$	2008 \$
<b>NOTE 18: RESERVES</b>					
Asset revaluation reserve	(a)	13,136,970	13,136,970	12,994,934	12,994,934
Capital profits reserve		<u>1,623,649</u>	<u>1,623,649</u>	<u>1,021,040</u>	<u>1,021,040</u>
		<u><b>14,760,619</b></u>	<u><b>14,760,619</b></u>	<u><b>14,015,974</b></u>	<u><b>14,015,974</b></u>
(a) Asset Revaluation Reserve					
Movements during the financial year:					
Opening balance		13,136,970	4,589,745	12,994,934	4,589,745
Revaluation increment arising on revaluation of freehold land/buildings at independent valuation		<u>-</u>	<u>8,547,225</u>	<u>-</u>	<u>8,405,189</u>
<b>Closing Balance</b>		<u><b>13,136,970</b></u>	<u><b>13,136,970</b></u>	<u><b>12,994,934</b></u>	<u><b>12,994,934</b></u>
The asset revaluation reserve records revaluations of non-current assets					
<b>NOTE 19: RETAINED PROFITS</b>					
Retained profits at the beginning of the financial year		12,329,020	11,034,238	12,402,943	11,108,850
Net profit (loss) attributable to members of the entity		<u>1,158,238</u>	<u>1,294,782</u>	<u>1,235,741</u>	<u>1,294,093</u>
Retained profits at the end of the financial year		<u><b>13,487,258</b></u>	<u><b>12,329,020</b></u>	<u><b>13,638,684</b></u>	<u><b>12,402,943</b></u>
<b>NOTE 20: CAPITAL AND LEASING COMMITMENTS</b>					
<b>(a) Operating Lease Commitments</b>					
Non-cancellable operating leases contracted for but not capitalised in the financial statements:					
Payable – minimum lease payments					
- between one year and five years		<u>57,583</u>	<u>53,958</u>	<u>57,583</u>	<u>53,958</u>
		<u><b>57,583</b></u>	<u><b>53,958</b></u>	<u><b>57,583</b></u>	<u><b>53,958</b></u>
<b>(b) Capital Expenditure Commitments</b>					
Capital expenditure commitments contracted for:					
- capital expenditure projects		<u>4,520,000</u>	<u>-</u>	<u>4,520,000</u>	<u>-</u>
		<u><b>4,520,000</b></u>	<u><b>-</b></u>	<u><b>4,520,000</b></u>	<u><b>-</b></u>
Payable					
- not later than one year		<u>4,520,000</u>	<u>-</u>	<u>4,520,000</u>	<u>-</u>
		<u><b>4,520,000</b></u>	<u><b>-</b></u>	<u><b>4,520,000</b></u>	<u><b>-</b></u>

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

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

	Note	Economic Entity		Parent Entity	
		2009	2008	2009	2008
		\$	\$	\$	\$
Cash on hand		54,030	410,389	54,030	410,389
Cash at Bank/(Bank overdrafts)		<u>657,502</u>	<u>1,545,288</u>	<u>650,847</u>	<u>1,543,759</u>
		<u>711,532</u>	<u>1,955,677</u>	<u>704,877</u>	<u>1,954,148</u>

**NOTE 21: CASH FLOW INFORMATION**

(a) Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:

Cash on hand	54,030	410,389	54,030	410,389
Cash at Bank/(Bank overdrafts)	<u>657,502</u>	<u>1,545,288</u>	<u>650,847</u>	<u>1,543,759</u>
	<u>711,532</u>	<u>1,955,677</u>	<u>704,877</u>	<u>1,954,148</u>

(b) Reconciliation of cash flow from operations with profit from ordinary activities after income tax:

Profit from ordinary activities after income tax	1,158,238	1,883,322	1,235,741	1,882,380
Non-cash flows in profit from ordinary activities				
Depreciation	906,432	892,745	905,421	892,745
Net (gain) / loss on disposal of property, plant and equipment	(5,401)	(510)	(5,401)	(510)
Changes in assets and liabilities				
(Increase)/decrease in receivables	(42,338)	17,898	(42,338)	17,898
(Increase)/decrease in other assets	4,833	294,894	4,833	275,330
(Increase)/decrease in inventories	77,605	(639,700)	77,605	(639,700)
Increase/(decrease) in creditors	414,961	677,224	414,961	677,224
Increase/(decrease) in income tax payable	(12,453)	(564,964)	(12,453)	(343,709)
Increase in provisions	<u>53,020</u>	<u>(65,178)</u>	<u>53,020</u>	<u>(65,178)</u>
Cash flows from operations	<u>2,554,897</u>	<u>2,495,731</u>	<u>2,631,389</u>	<u>2,696,480</u>

**NOTE 22: FINANCIAL INSTRUMENTS**

(a) Interest Rate Risk

The economic entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted		Fixed Interest Rate Maturing			
	Average Effective		Within 1 Year		1 to 5 Years	
	2009	2008	2009	2008	2009	2008
	%	%	\$	\$	\$	\$
Financial Liabilities:						
Bills of exchange and promissory notes	7.65	6.85	-	1,000,000	3,000,000	2,000,000
Share Capital	7.00	6.50	2,804,238	2,579,394	-	-
Special Rebate Deposits	-	-	-	-	-	-
Accumulated Rebate & Interest	4.00	5.50	<u>3,896,218</u>	<u>4,027,462</u>	<u>-</u>	<u>-</u>
Total Financial Liabilities			<u>6,700,456</u>	<u>7,606,856</u>	<u>3,000,000</u>	<u>2,000,000</u>

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

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

**NOTE 23: CO-OPERATIVE DETAILS**

The registered office of the Co-operative is:  
The Community Co-operative Store (Nuriootpa) Limited  
3 Murray Street  
Nuriootpa SA 5355

**NOTE 24: CONTROLLED ENTITIES**

Subsidiary:	Heritage Stores Pty Ltd
Country of incorporation:	Australia
Percentage owned:	100% (2008: 100%)

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

**DIRECTOR'S DECLARATION**

The Directors of the economic entity declare that:

1. The financial statements and notes, as set out on pages 4 to 17 are in accordance with the Corporations Act 2001:
  - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
  - (b) give a true and fair view of the financial position as at 31 January 2009 and of the performance for the financial year ended on that date of the economic entity.
2. In the Director's opinion there are reasonable grounds to believe that the economic entity 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 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) 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 22 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

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

**AUDITORS INDEPENDENCE DECLARATION TO THE MEMBERS OF  
THE COMMUNITY CO-OPERATIVE STORE (NURIOOTPA) LTD**

I declare that, to the best of my knowledge and belief, during the year ended Thursday, 31 January 2009 there have been:

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

Kennedy & Co Chartered Accountants

Paul V Jorgensen

Partner

23<sup>rd</sup> April 2009

Unley SA 5061