Australian Securities & Investments Commission

Electronic Lodgement

Document No. **7E5791126**

Lodgement date/time: 24-01-2014 15:40:07

Reference Id: 88438978

Form 388

Corporations Act 2001

294, 295, 298-300, 307, 308, 319, 321, 322

Corporations Regulations

1.0.08

Copy of financial statements and reports

Company details

Company name

ADELAIDE FOOTBALL CLUB LIMITED

ACN

008 101 568

Reason for lodgement of statement and reports

A public company limited by guarantee who qualifies under Tier 2

Dates on which financial year ends

Financial year end date

31-10-2013

Auditor's report

Were the financial statements audited or reviewed?

Audited

Is the opinion/conclusion in the report modified? (The opinion/conclusion in the report is qualified, adverse or disclaimed)

No

Does the report contain an Emphasis of Matter and/or Other Matter paragraph?

No

Details of current auditor or auditors

Current auditor

Date of appointment **30-06-2001**

Name of auditor

GRANT THORNTON

Address

LEVEL 1
67 GREENHILL ROAD
WAYVILLE SA 5034

Certification

I certify that the attached documents are a true copy of the original reports required to be lodged under section 319 of the Corporations Act 2001.

Yes

Signature

Select the capacity in which you are lodging the form

Secretary

I certify that the information in this form is true and complete and that I am lodging these reports as, or on behalf of, the company.

Yes

Authentication

This form has been submitted by

Name	Steven Gary TRIGG
Date	24-01-2014

For more help or information

Web	www.asic.gov.au
Ask a question?	www.asic.gov.au/question
Telephone	1300 300 630

2013

ADELAIDE FOOTBALL CLUB

FINANCIAL REPORT

Your directors present their report on the Adelaide Football Club Limited (the Company) for the financial year ended 31 October 2013.

Directors

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

R I Chapman (Chairman)
N J Smart (Deputy Chairman Resigned on 1 March 2013)
J T Hazel (Appointed Deputy Chairman 1 March 2013)
J S Sutton
A J Payze
R L Foord
P J Hurley
G R Moulton
D L Miller
K Gould (Appointed 1 March 2013)

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

Company Secretary

The following persons held the position of Company Secretary at the end of the financial year:

S G Trigg (Resigned 17 December 2012, reappointed 1 July 2013)
S J Smallacombe (Appointed 17 December 2012, resigned 1 July 2013)

Principal Activities

The principal activities of the Adelaide Football club during the financial year were the playing and promotion of Australian Rules Football.

There were no significant changes in the nature of the principal activities during the financial year.

State of Affairs

No significant changes in the Company's state of affairs occurred during the financial year.

Operating Results

The net profit from operating activities for the year ended 31 October 2013 was $134,660 (2012: $1,354,439). After non-operating activities, the net loss for the year ended 31 October 2013 was ($1,879,341) (2012: profit $122,434).

Review of Operations

During the year the Company continued to engage in its principal activities, as described above, which also includes the sale of merchandise from the shop, sponsorships, AFL distributions, membership, match day and season ticket sales. The results of which are disclosed in the attached financial report.

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 entity, the results of those operations, or the state of affairs of the entity in future financial years.

Future Developments

The need to explore further income streams is a major consideration of the Board.

Further information about the likely developments in the operation of the Company and the expected results of these operations in future financial years have not been included in this report because disclosure of the information would be likely to result in unreasonable prejudice to the Company.

Environmental Issues

The directors have considered environmental regulations under the law of the Commonwealth and State. The Company is unaware of any breaches to these regulations.

Information of Directors

ROBERT CHAPMAN
Appointed 15 December 2006; current term expires 2015

Current Position:
Chairman

Current Committees:
Executive

Background:

- Chairman Bank SA 2012
- Chairman Kelly & Co BAC
- Chairman Perks & Associates
- Chairman Barossa Infrastructure Ltd
- Director Economic Development Board SA
- Director, Tafe SA
- Director, Litigation Lending Services
- Chief Executive Officer, St George Bank 2010 – 2012
- Managing Director, BankSA 2002 – 2010
- President, Business SA 2005 - 2007
- President, Committee of Economic Development of Australia 2003-2006

NIGEL SMART
Appointed 8 December 2004; resigned 1 March 2013

Position:
Deputy Chairman (Resigned 1 March 2013)

Committees:
Executive
Finance & Audit

Background:

- Chief Executive Officer, Variety 2012 – 2013
- Chairman Slingsby Theatre Company
- National Sales & Marketing Manager Jobs Statewide / Excel Recruitment/Rexco People 2008 – 2012
- Inaugural AFC player 1991-2004; played 310 AFL games
- All Australian three times 1991, 1993, 1998
- AFL & AFC Life Member
- SANFL Hall of Fame Member

JAMES HAZEL
Appointed 2 November 2010; current term expires 2014

Current Position:
Director (January - February)
Deputy Chairman (March onwards)

Current Committees:
Executive
Finance & Audit (Chairman)
Integrity & Compliance
Women of Adelaide

Background:
- Director Bendigo and Adelaide Bank Limited (ASX:BEN)
- Director Rural Bank Limited
- Director Impedimed Limited (ASX:IPD)
- Deputy Chairman Centrex Metals Limited (ASX:CXM)
- Director Motor Accident Commission
- Chairman Ingenia Communities Group (ASX:INA)
- Director, Coopers Brewery Limited

PETER HURLEY
Appointed 13 December 2000; current term expires 2014

Current Position:
Director

Current Committees:
Finance & Audit

Background:
- Deputy Chairman, Independent Gaming Corporation 1996 – current
- Chairman, Hospitality Group Training 1997 - current
- Director, DrinkWise Australia 2011 - current
- National President, AHA 1998-2000, 2010 - current
- SA President, AHA 1994 – current
- Owner/Part Owner of 11 hotels in South Australia
- Director, Australian Broadcasting Corporation 2006 –2011
- AFC Life Member

JOHN SUTTON
Appointed 13 December 2000; current term expires 2014

Current Position:
Director

Current Committees:
Finance & Audit

Background:
- Senior Consultant, BDO, Chartered Accountants & Business Advisors
- Chairman, Rope & Plastic Group of Companies
- Chairman, Painaway Products Pty Ltd
- Director, Hub IT Holdings Pty Ltd
- Director, Accumalux Australia Pty Ltd
- AFC Life Member

ANDREW PAYZE
Appointed 30 January 2001; current term expires 2015

Current Position:
Director

Current Committees:
List Management (Chairman)
Integrity & Compliance

Background:
- Regional Sales Manager, HSBC Bank Australia Ltd (SA, WA, Vic)
- Played 308 SANFL games
- Represented SA on 6 occasions
- Captain 1994 State Team
- Premiership Player, Woodville West Torrens FC 1993
- Life Governor of Woodville West Torrens FC
- Vice Captain Woodville West Torrens FC 1994 – 1998
- Vice Captain West Torrens 1988 – 1990
- Played 14 games with Adelaide Football Club 1991 – 1993
- SANFL & AFC Life Member

ROBERT FOORD
Appointed 16 December 2010; current term expires 2015

Current Position:
Director

Current Committees:
Executive
Sales & Marketing (Chairman)

Background:

- Chairman of Proud Australia Group of Companies
- Chairman of Travel Auctions Australia Pty Ltd
- Chairman of the Adelaide Entertainment Centre
- Director, Hockey SA
- Chairman of the South Australian Tourism Commission 2004-2011
- Chairman of the John Fawcett Foundation / Indonesia 2003-2012
- Board Member of the Australian Rainforest Foundation 2003-2010
- A founding member and past Chairman of the SA chapter of ATEC
- Past Board Member SA Travel Agency Licensing Board

DEBORAH MILLER
Appointed 16 December 2010; current term expires 2013

Current Position:
Director

Current Committees:
Finance & Audit
Crows Foundation
Women of Adelaide (Chair)

Background:

- Director, Variety SA, The Children's Charity & Chair of Scholarship Committee
- Director, TH Brown Furniture
- CEO and founder of Acuere 2003 – current
- Partner Big Bucket Carwash
- CEO of Pilot Software 1995-2003
- Former Director Golf SA & Chair Finance Sub-Committee
- Former Director Netball SA
- Partner at DMO MacKenzie 1989-1995

GREG MOULTON
Appointed 16 December 2010; current term expires 2013

Current Position:
Director

Current Committees:
Sales & Marketing

Background:
- CEO Harcourts 2004 – current
- President, Real Estate Institute of SA 2011-current
- Advisory Board of Loan Avenue and Clear Finance and Property Solutions
- State Manager First National Real Estate 1997-2004
- Managing Director Car Care SA 1996-1997
- Board member of Real Estate Institute of Australia -2012
- MBA/Diploma of Management
- Justice of Peace

KATE GOULD
Appointed 1 March 2013, current term expires 2013

Current Position:
Director

Current Committees:
Sales & Marketing
Women of Adelaide

Background:
- Co-Chair, Premier's Council for Women
- Owner, OurBodyCorp Pty Ltd
- Consultant to MONA, Hobart
- Former Chief Executive & Artistic Director, Adelaide Festival
- Former Executive Producer, Brisbane Festival

STEVEN TRIGG
Appointed 1 December 2001

Current Position:
Chief Executive Officer

Current Committees:
All

Background:

- Chief Executive Officer 2001 – current
- Membership/Communications Manager 1997 – 2001
- SANFL League Player, Central District FC and North Adelaide FC
- Captain Central District FC 1983 and 1984
- SANFL League Coach, Sturt Football Club 1991 and 1992
- Chairman, Said Housing Group Strategic Advisory Board
- Director, Prostate Cancer Foundation Australia – SA Chapter
- "White Ribbon" Ambassador
- Sight for All Patron
- MBA/BEd
- AFC Life Member

Meeting of Directors
During the financial year, 11 meetings of directors were held. Attendances were:

	DIRECTORS' MEETINGS		COMMITTEE MEETINGS	
	Meetings Eligible to Attend	Meetings Attended	Meetings Eligible to Attend	Meetings Attended
Robert Chapman	11	11	0	0
Nigel J Smart	4	4	2	2
Peter J Hurley	11	9	12	8
John S Sutton	11	10	12	11
Andrew J Payze	11	9	12	10
Robert L Foord	11	11	8	8
Gregory R Moulton	11	10	8	5
Deborah L Miller	11	10	16	14
James T Hazel	11	10	19	17
Kate Gould	7	6	17	16

Indemnifying Officers or Auditor

During the financial year, the Company paid premiums to insure the directors and officers of the Company. The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Company, arising from liabilities incurred by the officers in connection with such proceedings, other than where such liabilities arise out of conduct involving a wilful breach of duty by the officers or the improper use by the officers of their position or of information to gain advantage for themselves or someone else or to cause detriment to the Company. It is not possible to apportion the premium amounts between amounts relating to the insurance against legal costs and those relating to other liabilities.

Proceedings on Behalf of the Company

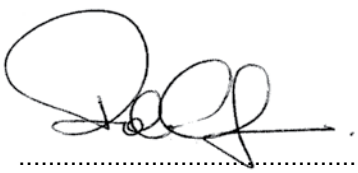
No person has applied for leave of court to bring proceedings on behalf of the Company to intervene in any proceedings to which the Company is party for the purpose of taking the responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 9 of this financial report.

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



.....
R I Chapman
Chairman

.....
J T Hazel
Director

Signed at Adelaide this 9 day of December 2013

Grant Thornton

Level 1,
67 Greenhill Rd
Wayville SA 5034

Correspondence to:
GPO Box 1270
Adelaide SA 5001

T 61 8 8372 6666
F 61 8 8372 6677
E info.sa@au.gt.com
W www.grantthornton.com.au

AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF ADELAIDE FOOTBALL CLUB LIMITED

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the audit of Adelaide Football Club Limited for the year ended 31 October 2013, I declare that, to the best of my knowledge and belief, there have been:

a no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and

b no contraventions of any applicable code of professional conduct in relation to the audit.

Grant Thornton

GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants

S J Gray
Partner

Adelaide, 9 December 2013

Grant Thornton South Australian Partnership ABN 27 244 906 724
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

ADELAIDE FOOTBALL CLUB LIMITED
STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME | FOR THE YEAR ENDED 31 OCTOBER 2013

	Note	2013 $	2012 $
Football operations revenue	2	30,845,297	31,193,675
Net merchandise revenue	3	423,232	404,478
Grant revenue	2	338,500	75,000
Other revenue from operations	2	2,754,397	2,470,467
		34,361,426	34,143,620
Employee benefits expense		(21,890,238)	(20,998,055)
Season ticket, AFL membership, and sponsorship expense		(4,341,946)	(5,683,091)
Football charges	4	(560,665)	(619,184)
Travel and training expenses		(831,611)	(668,499)
Administration expenses		(975,314)	(865,069)
Marketing and advertising expense		(655,076)	(577,981)
Other expenses from ordinary activities		(4,971,916)	(3,377,302)
Net Profit/(Loss) from operating activities		**134,660**	**1,354,439**
Depreciation and amortisation expense		(1,198,187)	(1,091,605)
Impairment on Premiership Club		(190,514)	-
SANFL Distribution	4	(650,000)	(525,000)
Other Grants received	2	24,700	384,600
Net (Loss)/Profit for the year		**(1,879,341)**	**122,434**
Other comprehensive income		-	-
Total comprehensive income for the year		**(1,879,341)**	**122,434**

ADELAIDE FOOTBALL CLUB LIMITED
STATEMENT OF FINANCIAL POSITION | FOR THE YEAR ENDED 31 OCTOBER 2013

	Note	2013 $	2012 $
CURRENT ASSETS			
Cash and cash equivalents	**5**	238,975	679,288
Trade and other receivables	**6**	814,419	1,508,879
Inventories	**7**	320,212	163,254
Other current assets	**8**	540,212	249,984
TOTAL CURRENT ASSETS		1,913,818	2,601,404
NON-CURRENT ASSETS			
Property, plant and equipment	**9**	20,640,641	21,191,924
TOTAL NON-CURRENT ASSETS		20,640,641	21,191,924
TOTAL ASSETS		22,554,459	23,793,328
CURRENT LIABILITIES			
Trade and other payables	**10**	1,531,084	2,346,812
Unearned income	**11**	2,082,017	565,398
Borrowings	**12**	1,050,724	1,110,724
Short-term provisions	**13**	917,289	908,779
CURRENT LIABILITIES		5,581,114	4,931,714
NON-CURRENT LIABILITIES			
Long-term provisions	**13**	111,074	120,003
TOTAL NON-CURRENT LIABILITIES		111,074	120,003
TOTAL LIABILITIES		5,692,188	5,051,717
NET ASSETS		16,862,271	18,741,612
EQUITY			
Issued capital	**14**	2	2
Reserves	**15**	371,615	371,615
Retained earnings		16,490,654	18,369,995
TOTAL EQUITY		16,862,271	18,741,612

The accompanying notes form part of these financial statements

ADELAIDE FOOTBALL CLUB LIMITED
STATEMENT OF CASH FLOWS | FOR THE YEAR ENDED 31 OCTOBER 2013

	Note	2013 $	2012 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts in the course of operations		36,965,739	34,357,474
Payments in the course of operations		(36,530,852)	(32,183,564)
Interest received		64,634	22,646
Interest paid		(22,100)	(36,504)
Net cash provided by operating activities		477,421	2,160,051
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(954,122)	(392,300)
Proceeds from the sale of plant and equipment		96,387	7,000
Net cash used in investing activities		(857,735)	(385,300)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		1,050,724	1,000,000
Repayment of borrowings		(1,110,724)	(2,560,000)
Net cash used in financing activities		(60,000)	(1,560,000)
Net (decrease)/increase in cash held		(440,313)	214,751
Cash at the beginning of the financial year		679,288	464,537
Cash at the end of the financial year	**5(a)**	**238,975**	**679,288**

The accompanying notes form part of these financial statements

ADELAIDE FOOTBALL CLUB LIMITED
STATEMENT OF CHANGES IN EQUITY | FOR THE YEAR ENDED 31 OCTOBER 2013

	Issued Capital $	Reserves $	Retained Earnings $	Total $
Balance at 1 November 2011	2	371,615	18,247,561	18,619,178
Total comprehensive income for the year	-	-	122,434	122,434
Balance at 31 October 2012	2	371,615	18,369,995	18,741,612
Total comprehensive income for the year	-	-	(1,879,341)	(1,879,341)
Balance at 31 October 2013	2	371,615	16,490,654	16,862,271

The accompanying notes form part of these financial statements

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (including Australian Accounting Interpretations), other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

Adelaide Football Club Limited is a Company limited by guarantee, incorporated and domiciled in Australia. Adelaide Football Club Limited is not-for-profit entity for the purpose of preparing the financial statements.

The financial statements were authorised for issue by the directors on 9 December 2013.

Basis of preparation
These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1054 Australian Additional Disclosures, AASB 1031 Materiality and AASB 1048 Interpretation and Application of Standards.

The financial statements have been prepared on an accruals basis and are based on historical costs modified by the revaluation of selected non-current assets and financial instruments for which the fair value basis of accounting has been applied.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

New and amended standards adopted by the Company

AASB 2011-9 Amendments to Australian Accounting Standards – Presentation of Items of Other Comprehensive Income (Applies annual reporting periods beginning on or after 1 July 2012)
AASB 2011-9 requires entities to group items presented in Other Comprehensive Income (OCI) on the basis of whether they are potentially reclassifiable to profit or loss subsequently, and changes the title of ‘statement of comprehensive income’ to ‘statement of profit or loss and other comprehensive income'.

The adoption of the new and revised Australian Accounting Standards and Interpretations has had no significant impact on the Company’s accounting policies or the amounts reported during the current financial year. The adoption of AASB 2011-9 has resulted in changes to the Company’s presentation of its financial statements.

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies

(a) Property, plant and equipment

Each class of property, plant and equipment is measured on the cost basis less any accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment is measured on the cost basis less depreciation and impairment losses The carrying amount of property, plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount. 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 been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including buildings is depreciated using a combination of straight line and diminishing value methods commencing from the time the asset is held ready for use. Leasehold improvements are depreciated 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:

	Basis of Depreciation	Rate
Plant and equipment	Straight line	20-50%
Buildings on leasehold land	Straight line	5-6.3%
Buildings	Straight line	5%
Motor vehicles	Diminishing value	20%
Player Facilities	Straight line	2.5%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of profit or loss and other. comprehensive income.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Inventory held for re-sale is recognised on a last purchase price.

(c) Income tax

No income tax is payable as the company is an exempt sporting organisation in accordance with Section 50-45 of the Income Tax Assessment Act 1997.

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(d) Financial instruments

Initial recognition and measurement
Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted). Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement
Finance instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

(i) Loans and receivables
Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at cost using the effective interest rate method.

(ii) Financial liabilities
Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Impairment
At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the statement of profit or loss and other comprehensive income.

Derecognition
Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset.

Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability, which is extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(e) Employee benefits

Wages, salaries and annual leave
Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance sheet date. Employee benefits expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled. Other employee benefits payable later than one year have been measured at the net present value.

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(e) Employee benefits (Cont)

Long service leave
The provision for employee benefits for long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' services provided up to reporting date.

The provision is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates based on turnover history and is discounted using the rates attaching to national government securities at balance date which most closely match the terms of maturity of the related liabilities. The unwinding of the discount is treated as long service leave expense.

In 2003 the AFL announced an agreed Player Long Service Leave policy which was ratified by the AFL Players Association and the Industrial Relations Commission. AFL Players will have an annual long service leave entitlement built into the end of season break, based on the number of years service. An AFL Player with greater than 4 years continuous service, but less than 8 years will be entitled to 1 week additional entitlement and a player with greater than 8 years continuous service will be entitled to 2 weeks.

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

(f) Impairment of assets
At each reporting date, the Company reviews the carrying value of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

Where it is not possible to estimate the recoverable amount of an assets class, the Company estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

(g) Cash and cash equivalents
Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are recognised within short-term borrowings on the statement of financial position.

(h) Provisions
Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(i) Trade and other payables

These amounts represent the liability outstanding for goods and services provided to the Company prior to the end of the financial year which are unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days of recognition of the liability.

(j) Revenue received in advance

Sponsorship and membership revenue received relating to subsequent accounting periods is brought to account as revenue received in advance.

(k) Player acquisition costs

Player acquisition costs are written off in the year they are incurred as uncertainty exists as to the term over which the benefit will be received.

(l) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the statement of profit or loss and other comprehensive income in the period in which they are incurred .

(m) Revenue

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all investment in those goods.

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

Sales revenue

Sales revenue from football activities comprises revenue earned from the sales of memberships, corporate marketing, sponsorships, the sale of merchandise, gate receipts and AFL distributions.

AFL distribution and prize money

AFL distribution and prize money income are recognised as they are received.

Membership and match day income

Membership income is recognised throughout the duration of the AFL Home and Away season. Match day income is recognised at the conclusion of each AFL home game.

Sponsorship income

Sponsorship income is recognised in the statement of profit or loss and other comprehensive income in proportion to the state of completion of the transaction at balance date in accordance with the terms and conditions of the sponsorship contract.

(n) Government grants

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating.

Capital grants relating the construction or acquisition of assets are initially deferred as unearned revenue and are recognised as revenue in the period in which all grant conditions

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(o) 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 Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the balance sheet.

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

(p) Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

When the Company applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in it's financial statements, a statement of financial position as at the beginning of earliest comparative period will be disclosed.

(q) Critical accounting estimates and judgements

The directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both from within the Company and externally. Actual results may be different from these estimates.

(r) Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the Company

The Company notes the following Accounting Standards which have been issued but are not yet effective at 30 June 2013. These standards have not been adopted early by the Company. The Company's assessment of the impact of these new standards and interpretations is set out below:

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(r) Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the Company (Cont)

(i) AASB 9 Financial Instruments, AASB 2009-11 Amendments to Australian Accounting Standards arising from AASB 9, AASB 2010-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) and AASB 2012-6 Amendments to Australian Accounting Standards – Mandatory Effective Date of AASB 9 and Transition Disclosures (effective from 1 January 2015)

AASB 9 introduces new requirements for the classification and measurement of financial assets and liabilities.

These requirements improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139. The main changes are:

- Financial assets that are debt instruments will be classified based on (1) the objective of the entity's business model for managing the financial assets; and (2) the characteristics of the contractual cash flows.
- Allows an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income instead of in profit or loss).
- Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument.
- Financial assets can be designated and measured at fair value through profit or loss at initial recognition if doing so eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities, or recognising the gains and losses on them, on different bases.
- Where the fair value option is used for financial liabilities the change in fair value is to be accounted for as follows;
    - The change attributable to changes in credit risk are presented in other comprehensive income (OCI) and;
    - The remaining change is presented in profit or loss.

There will be no impact on the Company's accounting for financial liabilities, as the new requirement only affect the accounting for financial liabilities that are designated at fair value through profit or loss and the Company does not have any such liabilities. The de-recognition rules have been transferred from AASB 139 Financial Instruments: Recognition and Measurement and have not been changed. The Company has not yet decided when to adopt AASB 9.

(ii) Revised AASB 119 Employee Benefits and AASB 2011-10 Amendments to Australian Accounting Standards arising from AASB 119 (September 2011)

The AASB released a revised standard on accounting for employee benefits. It requires the recognition of all re-measurements of defined benefit liabilities/assets immediately in other comprehensive income (removal of the so-called 'corridor' method), the immediate recognition of all past service cost in profit or loss and the calculation of a net interest expense or income by applying the discount rate to the net defined benefit liability or asset. This replaces the expected return on plan assets that is currently included in profit or loss. The standard also introduces a number of additional disclosures for defined benefit liabilities/assets and could affect the timing of the recognition of termination benefits. The amendments will have to be implemented retrospectively.

The Company does not have any defined benefit plans. Therefore, these amendments will have no impact on the Company.

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(r) Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the Company (Cont)

(iii) AASB 2011-4 Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements

The Standard amends AASB 124 Related Party Disclosures to remove the individual key management personnel (KMP) disclosures required by Australian specific paragraphs. This amendment reflects the AASB's view that these disclosures are more in the nature of governance disclosures that are better dealt within the legislation, rather than by the accounting standards.

When these amendments are first adopted for the year ending 30 June 2014, they are unlikely to have any significant impact on the Company.

(iv) AASB 2012-2 Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities

This Standard amends the required disclosures in AASB 7 to include information that will enable users of an entity's financial statements to evaluate the effect or potential effect of netting arrangements, including rights of set-off associated with the entity's recognised financial assets and recognised financial liabilities, on the entity's financial position.

This Standard also amends AASB 132 to refer to the additional disclosures added to AASB 7 by this Standard.

When this AASB 2012-2 is first adopted for the year ended 30 June 2014, there will be no impact on the Company as the Company does not have any netting arrangements in place.

(v) AASB 2012-3 Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities

AASB 2012-3 adds application guidance to AASB 132 to address inconsistencies identified in applying some of the offsetting criteria of AASB 132, including clarifying the meaning of "currently has a legally enforceable right of set-off" and that some gross settlement systems may be considered equivalent to net settlement.

When AASB 2012-3 is first adopted for the year ended 30 June 2015, there will be no impact on the Company as this standard merely clarifies existing requirements in AASB 132.

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(r) Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the Company (Cont)

(vi) Recoverable Amount Disclosures for Non-Financial Assets (Amendments to IAS 36)

These narrow-scope amendments address disclosure of information about the recoverable amount of impaired assets if that amount is based on fair value less costs of disposal.

When these amendments are adopted for the first time on 1 January 2014, they are unlikely to have any significant impact on the Company given that they are largely of the nature of clarification of existing requirements.

(vii) IFRIC Interpretation 21 Levies

IFRIC 21 addressed how an entity should account for liabilities to pay levies imposed by governments, other than income taxes, in its financial statements (in particular, when the entity should recognise a liability to pay a levy).

IFRIC 21 is an interpretation of IAS 37 Provisions, Contingent Liabilities and Contingent Assets. IAS 37 sets out criteria for the recognition of a liability, one of which is the requirement for the entity to have a present obligation as a result of a past event (known as an obligating event). The interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. For example, if the activity that triggers the payment of the levy is the generation of revenue in the current period and the calculation of that levy is based on the revenue that was generated in a previous period, the obligating event for that levy is the generation of revenue in the current period. The generation of revenue in the previous period is necessary, but not sufficient, to create a present obligation.

When this interpretation is adopted for the first time on 1 January 2014, there will be no significant impact on the financial statements as the Company is not subject any levies addressed by this interpretation.

There are no other standards that are not yet effective and that are expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

	2013 $	2012 $
NOTE 2 - REVENUE		
The following significant revenue items are relevant in explaining the financial performance of the Company:		
Football operations revenue		
Season ticket sales and AFL membership	9,338,534	8,616,963
Sponsorship and fundraising	8,864,240	10,558,665
AFL sourced revenue	9,676,244	9,186,876
Corporate boxes and reserved seating	1,374,778	1,397,979
Membership income	1,591,500	1,433,192
Total football operations revenue	30,845,296	31,193,675
Grant revenue from operations		
Aboriginal Youth Leader Program	338,500	-
Other grants	-	75,000
Total grant revenue from operations	338,500	75,000
Grant revenue from non-operating activities		
Training facility - physical performance excellence project	24,700	184,600
SANFL player facility grant	-	200,000
Total grant revenue from non-operating activities	24,700	384,600
Other revenue from operations		
Interest income	64,634	22,646
Sundry income	1,388,744	857,369
Westpac Centre	1,301,021	1,590,452
Total other revenue from operations	2,754,399	2,470,467
NOTE 3 - NET MERCHANDISE REVENUE		
Revenue from sale of merchandise	1,375,021	1,256,065
Cost of goods sold	(951,789)	(851,587)
Net merchandise revenue	423,232	404,478

	2013 $	2012 $
NOTE 4 - PROFIT/(LOSS) FOR THE PERIOD		
Expenses		
SANFL licence fee	650,000	525,000
Football levies	440,082	451,636
Other	120,583	167,548
Total football charges	560,665	619,184
NOTE 5 - CASH AND CASH EQUIVALENTS		
Cash on hand	12,277	13,000
Cash at bank	226,698	666,288
	238,975	679,288
(a) Reconciliation of cash: Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to items in the Statement of Financial Position as follows:		
Cash and cash equivalents	238,975	679,288
	238,975	679,288
NOTE 6 - TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade receivables	380,110	1,509,979
Black point receivable	433,177	-
Provision for impairment of receivables	(3,500)	(1,100)
	809,787	1,508,879
GST receivable	4,632	-
	814,419	1,508,879

	2013 $	2012 $
NOTE 7 - INVENTORIES		
Merchandise	320,212	163,254
NOTE 8 - OTHER CURRENT ASSETS		
Prepayments	525,545	249,984
Prepaid deposit	14,667	-
	540,212	249,984
NOTE 9 - PROPERTY, PLANT AND EQUIPMENT		
Land	145,455	145,455
Buildings on leasehold land - at cost	2,510,442	2,510,442
Less accumulated depreciation	(1,580,709)	(1,470,866)
Less impairment	(220,789)	-
	708,944	1,039,576
Buildings - at cost	429,562	429,562
Less accumulated depreciation	(139,666)	(118,188)
	289,896	311,374
Player facility - at cost	20,061,772	20,061,772
Less accumulated depreciation	(2,007,551)	(1,506,007)
	18,054,221	18,555,765
Plant and equipment - at cost	3,188,316	2,611,420
Less accumulated depreciation	(2,035,710)	(1,561,744)
	1,152,606	1,049,676
Motor vehicles - at cost	145,532	144,545
Less accumulated depreciation	(62,757)	(60,942)
	82,775	83,603
Capital work-in-progress	206,747	6,475
	20,640,644	21,191,924

The Company leases the land on which the Administration Building and Player Facility are situated from the SANFL (Ultimate Parent Entity). This lease is due to expire in 2048.

NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (CONT)

(a) Movement in carrying amounts

Movement in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land	Motor vehicles	Buildings at cost	Buildings on Leasehold land	Buildings Player facility	Plant and equipment	Capital WIP	Total
	$	$	$	$	$	$		$
Opening balance	145,455	83,603	311,374	1,039,576	18,555,765	1,049,676	6,475	21,191,924
Additions	-	78,054	-	-	-	97,194	778,874	954,122
Transfers	-	-	-	-	-	578,601	(578,601)	-
Disposals	-	(38,454)	-	-	-	(78,247)	-	(112,305)
Impairment	-	-	-	(190,514)	-	-	-	(190,514)
Depreciation	-	(40,427)	(21,478)	(140,118)	(501,544)	(494,620)	-	(1,198,187)
Carrying amount at the end of the year	145,455	82,775	289,896	708,944	18,054,221	1,152,605	206,747	20,640,644

	2013 $	2012 $
NOTE 10 - TRADE AND OTHER PAYABLES		
CURRENT		
Trade payables	1,002,947	1,500,195
Accrued expenses	528,137	777,727
GST liabilities	-	68,890
	1,531,084	2,346,812
NOTE 11 - UNEARNED INCOME		
Income received in advance	1,933,120	470,067
Membership clearing account	148,889	95,332
	2,082,008	565,398
NOTE 12 - BORROWINGS		
(a) CURRENT		
Commercial bills (Westpac Bank)	1,000,000	1,000,000
SANFL loan	50,724	110,724
	1,050,724	1,110,724

The effective interest rate on short term borrowings was 3.32% (2012: 3.93%).

Bank debt is secured by a registered first mortgage over all the assets and uncalled capital of the company. The covenants imposed by the bank require EBITDA/Gross Interest to be no less than 3 times and for gearing (Total Liabilities/Total Tangible Assets) to be less than = 30%. The company was not in breach of any loan agreements at year end, nor did any breach occur during the year.

	2013 $	2012 $
NOTE 12 - BORROWINGS (CONT)		
(b) Loan facilities		
Loan facility	3,000,000	3,000,000
Amounts utilised	(1,000,000)	(1,000,000)
Total unutilised facilities available	2,000,000	2,000,000

The major facilities are summarised as follows:

At 31 October 2013 the Company had a commercial bill facility from Westpac Bank of $3,000,000 for working capital, secured by a fixed and floating charge over the Company's assets and uncalled capital.

The commercial bills outstanding as at 31 October 2013 are due for repayment or rollover on 3 December 2013.

NOTE 13 - PROVISIONS		
CURRENT		
Annual leave	284,754	276,647
Long service leave	632,535	632,132
	917,289	908,779
NON-CURRENT		
Long service leave	111,074	120,003
NOTE 14 - ISSUED CAPITAL		
2 fully paid ordinary shares (2012: 2)	2	2

Ordinary shares do not have any voting rights.

The Company is limited by guarantee. If the Company is wound up, the Articles of Association state that each member is required to contribute any sums unpaid on shares held towards meeting any outstanding obligations of the Company. At 31 October 2013 there are two members.

NOTE 15 - RESERVES		
Establishment reserves	371,615	371,615

NOTE 16 - KEY MANAGEMENT PERSONNEL COMPENSATION

The following persons were directors of the Adelaide Football Club Limited at any time during the year:

Chairman
R I Chapman

Deputy Chairman
N Smart (Resigned on 1 March 2013)
J T Hazel (Appointed Deputy Chairman 1 March 2013)

Directors
P J Hurley
J S Sutton
A J Payze
K Gould (Appointed on 1 March 2013)
G R Moulton
D L Miller
R L Foord

No director, directly or indirectly, received any remuneration from the Company for services as a director during the year.

The following persons were key management personnel of the Adelaide Football Club Limited at any time during the year:

S G Trigg - Chief Executive Officer
S J Smallacombe - Chief Financial Officer
P Harper - G.M. Football Administration
N Smart - Chief Operating Officer
D Noble - G.M. List and Strategy Development
K Berry - G.M. Human Resources

	2013 $	2012 $
Key management personnel compensation		
Short-term benefits	986,206	1,101,000
Superannuation	67,151	99,090
Total compensation	1,053,357	1,200,090

NOTE 17 - RELATED PARTY TRANSACTIONS

Transactions between the Company and related parties are on normal commercial terms no more favourable than those available to other external parties.

Transactions with related parties:

(a) Directors

Mr R I Chapman, the Chairman of the Company received an allowance for the reimbursement of expenses. This allowance is in line with allowances paid to persons holding similar positions to that of the Chairman.

During the year the directors purchased club membership and coterie packages, finals tickets, attended Club functions, made donations and contributed towards fundraising auctions. The terms and conditions of the transactions with the directors and their director related entities were no more favourable than those available, or which might be reasonably expected to be available, on similar transactions to non-director related entities on an arm's length basis.

	2013	2012
(Income)/Expenses from Director Related Entities:	**$**	**$**
Hurleys Arkaba Hotel Pty Ltd	2,555	(29,720)
Port Lincoln Hotel	4,757	4,960
Alma Hotel	2,992	2,896
BankSA	-	(1,750)
Motor Accident Commission	(2,745)	(51,323)
Harcourts SA Pty Ltd	(12,297)	(46,102)
P and J Hurley Pty Ltd	-	(27,417)
Hackney Hotel	5,296	6,442
Acuere Consulting Pty Ltd	3,101	(4,424)
Hurley Hotel Group Pty Ltd	(18,025)	-
Bendigo Bank	(44,755)	-

(b) Ultimate Parent Entity - South Australian National Football Inc (SANFL)

The Company has entered into the following transactions with the SANFL

Net goods and services*	(943,726)	(594,341)
Sub-Licence fee	650,000	525,000

* Represents net income from the SANFL for the purpose of promotion of the game (including memberships, catering for coiterie guests etc) excluding the sub-licence fee and the Northern Grandstand contribution.

Net Amounts Receivable From / (Payable to) Related Entities

Ultimate Parent Company

(c) SANFL Inc

	(388,291)	(319,195)
Net receivable / (payable)		
	(388,291)	(319,195)

NOTE 18 - CAPITAL AND LEASING COMMITMENTS

(a) Player and coaching remuneration contracts

The Company negotiates individual contracts of varying length and terms for each of the football players and coaching staff. Certain players are entitled to receive base payments regardless of their level of performance or number of games played, as well as entitlements should player employment contracts be terminated before expiry. Selected coaching staff are also entitled to performance related payments. As contract terms in this regard vary considerably, with some future payments dependent upon number of matches played, level of performance, whether players remain on approved lists and early termination, it is not practical to estimate the total future commitments or contingencies under playing and coaching contracts. However, base contractual commitments are as follows:

	2013 $	2012 $
Payable		
- not later than 12 months	8,358,340	7,994,745
- between 12 months and 5 years	8,438,465	5,205,845
	16,796,805	13,200,590

(b) SANFL Sub-Licence Fee (i)

The Company has a sub-licence agreement with the SANFL, which effectively leases the AFL licence to the Company.

Payable		
- not later than 12 months	650,000	525,000
- between 12 months and 5 years	-	-
	650,000	525,000

As part of the new agreement for the 2013 season, a sub-licence fee of $650,000 per year is payable until the end of the 2013 financial year.

NOTE 19 - CONTINGENT ASSETS AND LIABILITIES

There were no contingencies facing the Company as at the 31 October 2013.

NOTE 20 - EVENTS AFTER BALANCE DATE

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

NOTE 21 - ECONOMIC DEPENDENCY

A significant portion of income derived by the company is received from the Australian Football League.

NOTE 22 - COMPANY DETAILS

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

Adelaide Football Club Ltd
West Lakes Boulevard
WEST LAKES SA 5021

ADELAIDE FOOTBALL CLUB LIMITED
DIRECTORS DECLARATION | FOR THE YEAR ENDED 31 OCTOBER 2013

The directors of the company declare that:

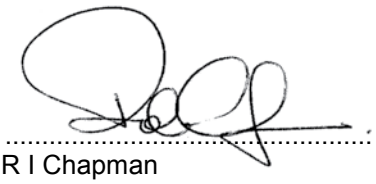
1. The financial statements and notes, as set out on pages 10 to 31 in accordance with the *Corporations Act 2001* and:

a. comply with Accounting Standards Reduced Disclosure Regime (including the Australian Accounting Interpretations) and the Corporations Regulations 2001 as described in Note 1 to the financial statements; and

b. give a true and fair view of the company's financial position as at 31 October 2013 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.

2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



.....
R I Chapman
Chairman

.....
J T Hazel
Director

Signed at Adelaide this 9 day of December 2013

Level 1,
67 Greenhill Rd
Wayville SA 5034

Correspondence to:
GPO Box 1270
Adelaide SA 5001

T 61 8 8372 6666
F 61 8 8372 6677
E info.sa@au.gt.com
W www.grantthornton.com.au

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ADELAIDE FOOTBALL CLUB LIMITED

We have audited the accompanying financial report of Adelaide Football Club Limited (the "Company"), which comprises the statement of financial position as at 31 October 2013, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the company.

Directors' responsibility for the financial report

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Act 2001. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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. Those standards require us to 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 judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

Grant Thornton Audit Pty Ltd ACN 130 913 594
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

Grant Thornton

In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial report that gives a true and fair view 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 Company'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.

Auditor's opinion

In our opinion:

a the financial report of Adelaide Football Club Limited is in accordance with the Corporations Act 2001, including:

   i giving a true and fair view of the Company's financial position as at 31 October 2013 and of its performance for the year ended on that date; and

b complying with Australian Accounting Standards- Reduced Disclosure Requirements and the Corporations Regulations 2001.

Grant Thornton

GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants

S J Gray
Partner

Adelaide, 9 December 2013

TOYOTA

Major Partner since 1991

AFC.COM.AU