St Kilda Saints Football Club Limited
& its controlled entities

Annual Financial Report For the year ending 31 October 2007

JELD-WEN WINDOWS & DOORS

ABN 86 005 174 836

Contents

President's report

The end of the 2007 season represented a landmark year of change for the Saints and I am delighted to be spearheading that change and the overall success of the St Kilda Football Club. Thank you to all members again for giving us this exciting opportunity.

Although change can be a daunting concept, it is necessary to maintain our competitive edge and be leaders not just for today, but also for tomorrow.

Our first task has been "getting our house in order" so that when the season starts we've built a Club model that puts us in the best position possible. We're not cutting corners, we're doing things professionally like an AFL club should.

Key decisions since the Board restructure have included signing up a new major sponsor in JELD-WEN, which we are all really excited about, announcing our move to Frankston in 2010 and the building of a state-of-the-art new training and development facility.

Furthermore, to support our players we've significantly increased our strength and endurance staff and made some key appointments in this area to ensure we meet the 2008 season in peak physical condition.

Player wise, we've never been in such good shape. Most of our injured players have recovered and are ready for round one. This includes stars such as Matt Maguire and Michael Gardiner.

Progress comes at a cost and as such, in the 2007 financial year we have taken up a number of one-off expenditure items and whilst St Kilda recorded an Operating Profit of $198,757, a write-off of assets in relation to the proposed Moorabbin redevelopment means the Club recorded a $414,027 Net Loss.

We acknowledge that the final result in 2007 is below where we would like it to be, however, the progress made recently together with the strategic and structural changes implemented for 2008 and beyond, bode well for the future.

St Kilda Football Club continues to move closer to operating debt free and even with the considerable increase in expertise, structure and investment in our football department, the Club is in a strong position to return a positive and strong financial result in 2008.

We have set a clear course for improvement and will continue to investigate ways of broadening our revenue base to further invest in our Football department.

Importantly, you, our members, have responded well to the recent changes at the Club and we are seeing an overwhelming positive response in membership numbers already. I'm encouraged by the fact that you can really feel the opportunity as much as we can here at the Club.

I'd like to wish Ross Lyon and the team every success in the 2008 season as we all eagerly await round one and the opportunities that lie ahead.

I'll also take this opportunity to thank all of our staff for their efforts and commitment throughout the year, also our corporate partners, sponsors and supporters for their continued support. But, most importantly, I'd like to thank our members, who are the lifeblood of our club and make all of this possible.

Go Saints!

Greg Westaway
President

Directors' report	Your directors submit their report on the company and its controlled entities for the year ended 31 October 2007.
Directors	The names and details of the directors in office at any time during the year and up to the date of this report are:
Rod Butterss	**President** > Resigned 2nd October 2007
Qualifications	-
Experience	Director of Ambit Group Pty Ltd; director of Transition Group Pty Ltd, Director of variously privately held companies.
Ray King	**Chairman** > Resigned 2nd October 2007
Qualifications	B.Com., Dip. Ed., MBA.
Experience	CEO, Mildara Blass Limited for 17 years. Subsequently, Director and Chairman of a number of public and private companies
Glen Casey	**Vice President** > Resigned 2nd October 2007
Qualifications	Bachelor of Business - Marketing/Economics, Graduate Diploma Business Administration, MBA
Experience	Currently Principal - Transition Group, Chief Executive Officer of Nylex Limited for three years. Executive General Manager of Nylex Automotive for three years, Executive General Manager of Nylex Building for three years, Managing Director of Philip CN Systems, Senior Manager ICI Australia/Europe.
Ross Levin	**Vice President**
Qualifications	Bachelor of Laws, Bachelor of Economics, Grad Dip Labour Law
Experience	18 Years practising solicitor. Partner; Rigby Cooke.
John Gdanski	**Director**
Qualifications	Bachelor of Law, Bachelor of Economics, Masters of Law, Member of American Bar Association, Member of International Law Society, Diploma of Commercial Studies, Associate Member Institute of Arbitrators.
Experience	Currently a Partner; Fetter Gdanski Solicitors for 12 years. Worked at Freehill Hollingdale & Page for four years and Clayton Utz for four years. Heavily involved in the construction industry.
Mark Kellett	**Director** > Resigned 2nd October 2007
Qualifications	Bachelor of Science
Experience	Managing director; Gluck Pty Ltd. Represented St Kilda Football Club in 55 games. Also represented the Sydney Football Club and Footscray Football Club for a total of 155 VFL games.
Special Responsibilities	Director of Football

Directors' report (continued)

Andrew Bassat	**Director** > Appointed 27th February 2007, resigned 2nd October 2007
Qualifications	Bachelor of Science (Computer Science) degree from the University of Melbourne, a Bachelor of Laws (Honours) degree from Monash University and a Master of Business Administration degree from Melbourne Business School
Experience	Joint CEO and co-founder of SEEK
Greg Westaway	**President** > Appointed 31st October 2007
Qualifications	Fellow of Chartered Institute of Logistics and Transfer, Awarded the Centenary Medal
Experience	Director of Gregorys Transport Pty Ltd, Director of Westhall Enterprises Pty Ltd, Director of various private companies, General Manager of B.J Ahern Transport Pty Ltd
Simon Grant	**Chairman of Meetings** > Appointed 31st October 2007
Qualifications	Bachelor of Laws & Bachelor of Commerce
Experience	Currently joint founder and Managing Director, Kingfisher Financial Solutions. Previously 16 years senior executive/managerial experience with SAI Private Group, Australian Unity, Fosters Brewing Group and Datacraft. Experienced in business strategy, corporate governance and business law.
Andrew Thompson	**Director** > Appointed 31st October 2007
Qualifications	Diploma of Financial Planning
Experience	Investment advisor for ABN AMRO Morgans since 2004. Represented the St Kilda Football club in 221 games from 1997-2007, winning the Trevor Barker award for St Kilda's Best and Fairest player in 2000.
Nathan Burke	**Director** > Appointed 6th December 2007
Qualifications	Diploma of Teaching
Experience	Currently a Senior Consultant with Mettle Group, specialising in culture and leadership. Member of the AFL Match Review Panel. Represented the St Kilda Football club in 323 games from 1987-2003, winning the Trevor Barker award for St Kilda's Best and Fairest player in 1993, 1996 and 1999.

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

Directors' report (continued)

Directors' meetings

The number of directors' meetings and the number of meetings attended by each of the directors during the financial year were:

	Number of meetings eligible to attend	Number of meetings attended
Rod Butterss	10	10
Ray King	10	8
Glen Casey	10	7
John Gdanski	11	11
Mark Kellett	10	6
Ross Levin	11	10
Andrew Bassat	8	7
Greg Westaway	-	-
Simon Grant	-	-
Andrew Thompson	-	-
Nathan Burke	-	-

Directors Remuneration

Disclosure relating to directors' remuneration has been included in Note 15 of the financial report.

Company Secretary

The following person held the position of company secretary at the end of the financial year:

Mr Marcus van Lint - Bachelor of Business (Accounting), Member of the Institute of Chartered Accountants in Australia. Mr van Lint has worked for St Kilda Saints Football Club Limited for the past three years, firstly as the Finance Manager and currently as the Chief Financial Officer. He was previously employed by William Buck as a Senior Auditor. Mr. van Lint was appointed Company Secretary on 6th July 2007.

Principal activities

The principal activities of the economic entity during the financial year consisted of competing as a member of the Australian Football League competition, the promotion of Australian Rules Football and offering sporting and social facilities to members.

There has been no significant change in those activities.

Directors' report (continued)

Review and results of operations

The consolidated operating profit is $198,757 (2006 Profit: $1,025,415). The consolidated net loss of the economic entity for the financial year after providing for finance costs, income tax and write-down of assets is $414,027 (2006 Profit: $904,576).

A review of the operations is contained in the President's Report on page 3.

Financial Position

The deficiency in the net assets of the economic entity has increased from $402,382 at 31 October 2006 to $816,409 at 31 October 2007.

Significant Changes in State of Affairs

As a result of the restructure of the St Kilda Saints Group of entities, resulting in tax advantages, the parent entity became St Kilda Saints Football Club Ltd on 1 November 2006. The assets, liabilities and business of St Kilda Saints Social Club Limited was transferred to St Kilda Saints Football Club Ltd.

After balance date events

On 21st November 2007 the St Kilda Saints Football Club Ltd announced it will be relocating its football and administration operations to a new facility to be built at Frankston Park.

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.

Indemnification and insurance of officers

Indemnification

Under the Company's Constitution, the directors and officers shall be indemnified by the Company against all costs, losses, expenses and liabilities incurred by the directors or officers thereof in the course of the business and it shall be the duty of directors out of the funds of the company to pay and satisfy all such costs, losses, expenses and liabilities as aforesaid.

Insurance Premiums

During the financial year the company paid insurance premiums totalling $4,500 (2006: $5,000) in respect of directors' and officers' liability insurance contracts on behalf of the economic entity. Such insurance contracts insure against certain liabilities (subject to specific exclusions) for persons who are or have been directors or officers of the economic entity.

The liabilities insured include costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the economic entity.

Proceedings on Behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings.

Directors' report (continued)

Environmental regulation

The operations of the economic entity are not subject to any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 31 October 2007 has been received and can be found in page 9 of the directors' report.

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

Ross Levin	**Simon Grant**
Director	**Director**

Melbourne
Dated on this 5th day of February 2008

nexia chartered accountants asr
Incorporating the firms of Alexander & Spencer and Rosenbergs

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF ST KILDA SAINTS FOOTBALL CLUB LIMITED
AND CONTROLLED ENTITES

I declare that, to the best of my knowledge and belief, during the year ended 31 October 2007 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.

NASR

NEXIA ASR
ABN 16 847 721 257

GEORGE S DAKIS
Partner
Audit and Assurance Services

Melbourne
5 February 2008

Income Statement > For the year ended 31 October 2007

	Notes	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
Operating Revenues	2(a)	**22,618,528**	20,806,581	**22,758,538**	19,352,566
Non-Operating Revenues	2(b)	**66,358**	53,958	**66,358**	46,242
Revenue from Significant Items	2(c)	**250,000**	300,000	**250,000**	300,000
Revenues from ordinary activities		**22,934,886**	21,160,539	**23,074,896**	19,698,808
AFL / Gate expenses		**-**	-	**-**	-
Finance & Administration		**2,159,090**	2,417,051	**2,068,651**	2,103,609
Football expenses		**13,040,653**	11,219,611	**13,040,653**	11,219,611
Fundraising		**101,527**	116,113	**101,527**	116,113
Ground & Maintenance		**132,510**	100,424	**132,510**	100,424
Membership & Reserved Seats		**2,050,526**	1,803,669	**2,050,526**	1,803,669
Merchandise		**527,336**	572,657	**527,336**	572,657
Social Gaming		**720,864**	691,849	**814,864**	-
Sponsorship & Events		**4,003,623**	3,213,750	**4,003,623**	3,213,750
Total Expenses from ordinary activities		**22,736,129**	20,135,124	**22,739,651**	19,129,833
Profit/(Loss) before related income tax expense, finance costs and asset write-down		**198,757**	1,025,415	**335,245**	568,975
Finance costs	3	**44,344**	43,550	**44,344**	43,550
Write-down of assets	3	**568,440**	-	**568,440**	-
Profit/(Loss) before related income tax expense		**(414,027)**	981,865	**(277,539)**	525,425
Income tax expense relating to ordinary activities	4	**-**	77,289	**-**	-
Profit/(Loss) from Ordinary Activities after Related Income Tax Expense		**(414,027)**	904,576	**(277,539)**	525,425

The accompanying notes form part of these financial statements.

Balance Sheet > As at 31 October 2007

	Notes	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
Cash and cash equivalents	5	**1,160,173**	2,454,195	**1,160,168**	1,999,985
Trade and other receivable	6	**642,604**	997,626	**622,070**	952,171
Inventories	7	**110,312**	92,429	**110,312**	87,997
Other current assets	8	**226,844**	358,855	**220,594**	358,855
Total current assets		**2,139,933**	3,903,105	**2,113,144**	3,399,008
Non-current assets					
Trade and other receivables	6	-	-	**895,018**	1,639,109
Property, plant and equipment	9	**1,030,311**	1,091,428	**560,290**	509,380
Total non-current assets		**1,030,311**	1,091,428	**1,455,308**	2,148,489
Total assets		**3,170,244**	4,994,533	**3,568,452**	5,547,497
Current liabilities					
Trade and other payables	10	**2,191,111**	4,189,824	**2,168,789**	4,129,189
Short-term borrowings	11	**1,600,000**	1,000,000	**1,600,000**	1,000,000
Short-term provisions	12	**178,837**	198,164	**178,837**	186,033
Total current liabilities		**3,969,948**	5,387,988	**3,947,626**	5,315,222
Non-current liabilities					
Trade and other payables	10	**-**	-	**-**	1,682,842
Long-term borrowings	11	**-**	-	**-**	-
Other long-term provisions	12	**16,705**	8,927	**16,705**	8,927
Total non-current liabilities		**16,705**	8,927	**16,705**	1,691,769
Total liabilities		**3,986,653**	5,396,915	**3,964,331**	7,006,991
Deficiency of net assets		(816,409)	(402,382)	**(395,879)**	(1,459,494)
Members' equity					
Contributed equity		**5**	5	**-**	-
Accumulated losses		**(816,414)**	(402,387)	**(395,879)**	(1,459,494)
Deficiency in members' equity		**(816,409)**	(402,382)	**(395,879)**	(1,459,494)

The accompanying notes form part of these financial statements.

Statement of Changes in equity > For the year ended 31 October 2007

	Retained Earnings	Contributed Equity	Total
Economic Entity			
Balance at 1 November 2005	(1,306,963)	5	(1,306,958)
Profit attributable to members of parent entity	904,576	-	904,576
Balance at 31 October 2006	(402,387)	5	(402,382)
Profit attributable to members of parent entity	(414,027)	-	(414,027)
Balance at 31 October 2007	(816,414)	5	(816,409)
Parent Entity			
Balance at 1 November 2005	(1,984,919)	-	(1,984,919)
Profit attributable to members of parent entity	525,425	-	525,425
Balance at 31 October 2006	(1,459,494)	-	(1,459,494)
Acquisition of St Kilda Saints Ltd - Retained earnings	1,341,154	-	1,341,154
Profit attributable to members of parent entity	(277,539)	-	(277,539)
Balance at 31 October 2007	(395,879)	-	(395,879)

The accompanying notes form part of these financial statements.

Cash flow statement > For the year ended 31 October 2007

	Notes	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
Cash flows from operating activities					
Receipts from customers		**22,162,286**	23,005,332	**22,295,073**	21,623,223
Payments to suppliers and employees		**(23,878,033)**	(20,972,591)	**(23,882,233)**	(20,108,297)
Interest received		**66,358**	53,958	**66,358**	46,242
Finance costs		**(51,318)**	(43,550)	**(51,318)**	(43,550)
Income tax (paid)/refund		**-**	(215,096)	**-**	-
Net cash flows provided by (used in) operating activities	13 (a)	**(1,700,707)**	1,828,053	**(1,572,120)**	1,517,618
Cash flows from investing activities					
Purchase of property, plant and equipment		**(197,315)**	(730,116)	**(185,782)**	(261,206)
Proceeds from sale of property, plant and equipment		**4,000**	5,590	**69,329**	1,090
Net cash flows provided by (used in) investing activities		**(193,315)**	(724,526)	**(116,453)**	(260,116)
Cash flows from financing activities					
Receipts from controlled entity		**-**	-	**(205,449)**	(60,314)
Proceeds from borrowings		**1,600,000**	1,000,000	**1,600,000**	1,000,000
Repayment of borrowings		**(1,000,000)**	(1,307,066)	**(1,000,000)**	(1,307,066)
Net cash flows provided by (used in) financing activities		**600,000**	(307,066)	**394,551**	(367,380)
Net increase/(decrease) in cash held		**(1,294,022)**	796,461	**(1,294,022)**	890,122
Add cash at the beginning of the financial year		**2,454,195**	1,657,734	**1,999,985**	1,109,863
Add cash transferred from Social Club		**-**	-	**454,205**	-
Cash at the end of the financial year	13 (b)	**1,160,173**	2,454,195	**1,160,168**	1,999,985

Notes to the financial statements > **For the year ended 31 October 2007**

1. Summary of significant accounting policies

The financial report is a general purpose financial report which has been prepared in accordance with accounting standards including Australian Accounting Interpretations, other authorative pronouncements of the Australian Accounting Standards Board, and Corporations Act 2001.

The financial report covers the economic entity of St Kilda Saints Football Club Limited and controlled entities, and St Kilda Saints Football Club Limited, as an individual parent entity. St Kilda Saints Football Club Limited is an unlisted public company limited by guarantee, incorporated and domiciled in Australia.

The following is a summary of the material accounting policies adopted by the economic entity in preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Basis of Preparation

The accounting policies set out below have been consistently applied at all years presented.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

a) Going concern

The financial report has been prepared on the basis that the St Kilda Saints Football Club Limited and controlled entities are a going concern. The economic entity currently has a net asset deficiency in tangible assets. Despite this fact, the economic entity's directors consider the going concern assumption to be an appropriate basis, which is dependent on;

i) the support of the economic entity's banker and the AFL in respect of the continued provision of its finance facility, and
ii) the economic entity being able to generate sufficient funds through membership, sponsorship and other sources to achieve a satisfactory trading performance in order for the consolidated entity to meet its debts as and when they become due and payable and to continue to fund its ongoing operations.

Should the economic entity not be able to continue as a going concern, it is unlikely that the assets held would realise their current recorded values.

b) Principles of Consolidation

A controlled entity is any entity St Kilda Saints Football Club Limited has the power to control the financial and operating policies of so as to obtain benefits from its activities.

A list of controlled entities is contained in Note 24 to the financial statements. All controlled entities have an October financial year-end.

All inter-company balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

1. Summary of significant accounting policies (continued)

Where controlled entities have entered or left the economic entity during the year, their operating results have been included/excluded from the date control was obtained or until the date control ceased.

c) Income tax

The companies in the group are exempt from income tax with the exception of St Kilda Football Club Limited, which is a tax paying entity.

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

d) Inventories

Inventories are carried at lower of cost and net realisable value. Cost is based on an actual weighted average.

e) Property, plant and equipment

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

f) Plant & Equipment

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's 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 group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

1. Summary of significant accounting policies (continued)

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement.
Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

g) Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the economic entity 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 useful lives used for each class of assets are:

	Useful lives	**Depreciation basis**
Leasehold improvements	10 - 20 years	Straight line
Plant and equipment	2 to 15 years	Straight line

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 and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

h) Leases

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

i) Impairment of Assets

At each reporting date, the group reviews the carrying values of its tangible and intangible 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 income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

j) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

1. Summary of significant accounting policies (continued)

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 of sale.

All other borrowing costs are recognised in income in the period in which they are incurred.

k) Employee benefits

i) Wages, salaries, annual leave and sick leave

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.

ii) Long Service Leave

Long service leave entitlements are provided for employees with five years of service or greater which is materially the same as the present value of the estimated future cash outflows to be made for those entitlements.

In December 2002 the AFL Clubs and the players entered into a Federally Certified Long Service Leave Agreement. This agreement removed the State Long Service Leave entitlements of the players. Instead, the players receive additional annual leave after a set number of years service and consequently clubs will not be required to accrue for long service leave liabilities for its current players.

iii) Superannuation

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

l) Post Season Trips

Post Season trips are charged as expenses in the current financial year. Contributions made by players or contributions received from sponsors or donators towards the post-season trip are offset against the expense.

m) 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 3 months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

n) Revenue Recognition

Sales revenue comprises revenue earned from the sales of memberships, reserved seating, corporate marketing, sponsorships, events and fundraising, sale of merchandise, gate receipts, AFL distributions Social Club activities and gaming revenue. Sales revenue is recognised when the goods or services are provided.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

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. In these circumstances the GST is recognised as part

Notes to the financial statements (continued) > For the year ended 31 October 2007

1. Summary of significant accounting policies (continued)

of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

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

p) Provisions

Provisions are recognised when the group 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.

q) Comparative figures

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

Critical Accounting Estimates

The directors evaluate estimates and judgments 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 externally and within the group.

Key Estimates - Impairment

The group assesses impairment at each reporting date by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

Key Judgments - Doubtful Debts Provision

Included in accounts receivable at 31 October 2007 are amounts receivable from three debtors with the following amounts; $9,975, $32,083 and $183,330. The doubtful debt provision provides for the entire debt of the first two and $75,000 in relation to third debtor. The company will nevertheless be pursuing full payment of these debts.

r) Financial Instruments Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

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 amortised cost using the effective interest rate method.

Financial liabilities

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

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the group assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the income statement.

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

	Notes	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
2. Revenue					
(a) Operating activities					
AFL & Gate Receipts		**7,929,959**	6,396,428	**7,929,959**	6,100,228
Finance & Administration		**59,116**	281,078	**199,126**	579,105
Fundraising		**172,039**	289,139	**172,039**	289,139
Membership & Reserved Seats		**5,622,580**	4,957,375	**5,622,580**	4,957,375
Merchandise		**746,706**	845,710	**746,706**	845,710
Social / Gaming		**1,444,312**	1,455,842	**1,444,312**	-
Sponsorship & Events		**6,643,816**	6,581,009	**6,643,816**	6,581,009
		22,618,528	20,806,581	**22,758,538**	19,352,566
(b) Non-operating Revenues					
Interest Received		**66,358**	53,958	**66,358**	46,242
(c) Significant Revenues					
AFL - Waverley Park Proceeds		**250,000**	300,000	**250,000**	300,000
Revenues from ordinary activities		**22,934,886**	21,160,539	**23,074,896**	19,698,808

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

	Economic Entity		Parent Entity	
	2007	2006	**2007**	2006
	$	$	**$**	$
3. Expenses				
Finance costs:				
External	**44,344**	43,550	**44,344**	43,550
Amortisation of:				
Leasehold improvements	**73,328**	42,634	**21,376**	-
Depreciation of:				
Property, plant and equipment	**171,945**	181,080	**194,734**	170,862
Total depreciation and amortisation	**245,273**	223,714	**216,108**	170,862
Net expense including movements in:				
Provision for impairment of receivables	**81,455**	(29,582)	**81,455**	(28,455)
Net expense for movements in provision for:				
Employee entitlements	**582**	32,918	**582**	27,734
Rental expense on Operating leases:				
Minimum lease payments	**157,224**	148,832	**74,724**	73,832
Net loss/(gain) on disposal of non-current assets:				
Property, plant and equipment	**9,157**	18,549	**9,157**	21,103
Net write-down of assets				
Redevelopment expenditure	**568,440**	-	**568,440**	-
Football Expenses				
Termination of contracts	**544,137**	270,375	**544,137**	270,375

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

	Economic Entity		Parent Entity	
	2007	2006	**2007**	2006
	$	$	**$**	$
4. Income tax expense				
a) The components of tax expense comprise				
Current Tax	**7,642**	68,877	**-**	-
Under/(over) provision in respect of prior years	**(7,642)**	8,412	**-**	-
	-	77,289	**-**	-
The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax as follows:				
Prima facie tax payable on profit from ordinary activities before income at 30%	**-**	294,560	**-**	157,628
Tax effect of:				
– (Profit) / losses exempt from income tax	**-**	(234,198)	**-**	(157,628)
– Under/(over) provision in respect of prior years	**(7,642)**	16,927	**-**	-
– Sundry items	**7,642**	-	**-**	-
Income tax attributable to the entity	**-**	77,289	**-**	-

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

	Notes	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
5. Cash and cash equivalents					
Cash at bank		**1,050,458**	2,348,666	**1,050,458**	1,997,035
Cash on hand		**109,715**	105,529	**109,710**	2,950
		1,160,173	2,454,195	1,160,168	1,999,985
6. Trade and other receivables					
Current					
Trade receivables		**519,797**	278,338	**519,797**	278,338
Provision for impairment of receivables		**(121,037)**	(39,582)	**(121,037)**	(39,582)
		398,760	238,756	**398,760**	238,756
Other receivables		**243,844**	758,870	**223,310**	713,415
		642,604	997,626	**622,070**	952,171
Non-Current					
Amounts receivable from controlled entities		**-**	-	**895,018**	1,639,109
7. Inventories					
Merchandise Stock		**74,799**	87,997	**74,799**	87,997
Food & Liquor		**35,513**	4,432	**35,513**	-
		110,312	92,429	**110,312**	87,997
8. Other assets					
Prepayments		**226,844**	358,855	**220,594**	358,855

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
9. Property, plant and equipment				
Leasehold improvements				
At cost	**3,781,948**	3,438,854	**1,776,375**	-
Accumulated amortisation	**(3,243,203)**	(2,905,938)	**(1,707,651)**	-
	538,745	532,916	**68,724**	-
Plant and equipment				
At cost	**2,232,579**	2,397,554	**2,232,579**	1,253,288
Accumulated depreciation	(1,741,013)	(1,839,042)	**(1,741,013)**	(743,908)
	491,566	558,512	**491,566**	509,380
Total property, plant and equipment				
At cost	**6,014,527**	5,836,408	**4,008,954**	1,253,288
Accumulated depreciation / amortisation	**(4,984,216)**	(4,744,980)	**(3,448,664)**	(743,908)
	1,030,311	1,091,428	**560,290**	509,380

a) Movements in Carrying Amounts

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

	Plant and equipment $	Leasehold improvements $	Total $
Economic Entity:			
Balance at the beginning of year	558,510	532,917	1,091,427
Additions	183,487	13,826	197,313
Disposals	(13,157)	-	(13,157)
Transfers	(65,329)	65,329	-
Depreciation Expense	(171,945)	(73,327)	(245,272)
Carrying amount at the end of year	491,566	538,745	1,030,311
Parent Entity:			
Balance at the beginning of year	558,510	87,804	646,314
Additions	183,487	2,295	185,782
Disposals	(13,157)	-	(13,157)
Transfers	(65,329)	-	(65,329)
Depreciation Expense	(171,945)	(21,375)	(193,320)
Carrying amount at the end of year	491,566	68,724	560,290

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
10. Trade and other payables				
Current				
Unsecured Liabilities				
Trade payables	**813,190**	658,407	**794,548**	657,666
Sundry payables & accrued expenses	**1,374,730**	1,203,461	**1,371,050**	1,143,567
Income in advance	**3,191**	2,327,956	**3,191**	2,327,956
	2,191,111	4,189,824	**2,168,789**	4,129,189
Non-current				
Unsecured Liabilities				
Amount payable to controlled entities	**-**	-	**-**	1,682,842
11. Borrowings				
Current				
Secured Liabilities				
Term loan/Commercial Bill	**1,600,000**	1,000,000	**1,600,000**	1,000,000
Financing arrangements				
The consolidated entity has access to the following lines of credit:				
Commercial Bill facilities				
Total facilities available	**5,000,000**	4,400,000	**5,000,000**	4,400,000
Facilities utilised at balance date	**(1,600,000)**	(1,000,000)	**(1,600,000)**	(1,000,000)
Facilities not utilised at balance date	**3,400,000**	3,400,000	**3,400,000**	3,400,000

The facility is summarised as follows:
The current Commercial Bill facility of $1,600,000 was reduced to $1,100,000 on 24th January 2008. The current interest rate is 6.72%

Security
Guarantee Limited to $5,000,000 given by the Australian Football League ACN 004 155 211 to expire 31st October 2008

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

	Economic Entity		Parent Entity	
	2007	2006	**2007**	2006
	$	$	**$**	$
12. Provisions				
Current				
Employee entitlements	**178,837**	198,164	**178,837**	186,033
Non Current				
Employee entitlements	**16,705**	8,927	**16,705**	8,927
a) Aggregate Employee Entitlements	**195,542**	207,091	**195,542**	194,960
b) Number of employees				
Number of full time employees at year end	**38**	29	**38**	26
13. Cash Flow information				
a) Reconciliation of cash flow from operations with profit after income tax				
Profit/(loss) after income tax	**(414,027)**	904,576	**(277,539)**	525,425
– Net (profit)/loss on disposal or write-off of property & equipment	**9,157**	18,549	**9,157**	21,103
Non cash flows in profit from ordinary activities				
– Depreciation and Amortisation of non-current assets	**245,273**	223,714	**193,320**	170,862
Changes in assets and liabilities				
– (Increase) / decrease in trade and other debtors	**355,002**	179,160	**375,535**	151,625
– (Increase) / decrease in inventory	**(17,883)**	89,344	**(17,883)**	88,802
– (Increase) / decrease in prepayments	**132,010**	(119,800)	**138,260**	(123,020)
– Increase / (decrease) in provisions	**(11,549)**	32,919	**(11,549)**	27,734
– Increase / (decrease) in tax payable	**-**	(137,807)	**-**	-
– Increase / (decrease) in income in advance	**(2,327,956)**	616,968	**(2,327,956)**	616,968
– Increase / (decrease) in trade and other payables	**329,266**	20,430	**346,535**	38,119
Cash flow from operations	**(1,700,707)**	1,828,053	**(1,572,120)**	1,517,618
(b) Reconciliation of cash				
Cash balance comprises:				
– cash at bank	**1,050,458**	2,348,666	**1,050,458**	1,997,035
– cash on hand	**109,715**	105,529	**109,710**	2,950
Closing cash balance	**1,160,173**	2,454,195	**1,160,168**	1,999,985

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

14. Capital and Leasing Commitments

(a) Operating lease payable commitments:

Future non-cancellable operating lease rentals of property, plant and equipment, not provided for in the financial statements and payable:

	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
not later than one year	**132,357**	157,224	**49,857**	74,724
later than one year and not later than five years	**335,759**	369,043	**5,759**	39,043
later than five years	**2,241,250**	2,323,750	**-**	-
	2,709,366	2,850,017	**55,616**	113,767

Operating lease commitments include the lease of property located at 32-60 Linton Street, Moorabbin. The lease with the City of Kingston Council has a 75 year term that ends on 1st January 2040. Lease payments are payable in arrears on the last day of the month. The leased premises house the Club's administration and training facilities. Operating leases also include a number of Sharp photocopiers and various computer equipment.

(b) Player Payment commitments

Player Payment commitments payable are as follows:

	Economic Entity 2007 $	Economic Entity 2006 $	Parent Entity 2007 $	Parent Entity 2006 $
not later than one year	**6,749,000**	6,102,507	**6,749,000**	6,102,507
later than one year and not later than five years	**5,980,000**	2,836,400	**5,980,000**	2,836,400
Later than five years	**-**	-	**-**	-
	12,729,000	8,938,907	**12,729,000**	8,938,907

Player Payment commitments relate to contractual obligations the St Kilda Saints has with its senior playing list. The above commitments exclude match payment, bonus and incentive payments that may become payable during the course of the football season.

Notes to the financial statements (continued) > For the year ended 31 October 2007

	Economic Entity 2007 $	2006 $	Parent Entity 2007 $	2006 $

15. Key Management Personnel

a) Names and positions held of economic and parent entity key management personnel in office at anytime during the financial year are:

Rod Butterss	Director - President (resigned 2nd October 2007)
Ray King	Director - Chairman (resigned 2nd October 2007)
Glen Casey	Director - Vice President (resigned 2nd October 2007)
Ross Levin	Director - Vice President
John Gdanski	Director
Mark Kellett	Director (resigned 2nd October 2007)
Andrew Bassat	Director (appointed 27th February 2007, resigned 2nd October 2007)
Greg Westaway	Director (appointed 31st October 2007)
Andrew Thompson	Director (appointed 31st October 2007)
Simon Grant	Director (appointed 31st October 2007)
Archie Fraser	Chief Executive Officer
Ross Lyon	Senior Coach (appointed 1st November 2006)
Ken Sheldon	General Manager Football (1st November 2006, terminated 10th October 2007)
Anthony Moore	General Manager Commercial Operations (appointed 4th July 2007)
James Van Beek	Chief Operating Officer (resigned 19th June 2007)
Marcus van Lint	Chief Financial Officer (appointed 1st July 2007)

b) Key Management Personnel Compensation

	Economic Entity 2007 $	2006 $	Parent Entity 2007 $	2006 $
– Short-term benefits	**1,091,817**	1,125,343	**1,091,817**	1,125,343
– Termination benefits	**49,137**	270,375	**49,137**	270,375
	1,140,954	1,395,718	**1,140,954**	1,395,718

16. Auditor's remuneration

Amounts received, or due and receivable by the auditor for:

	Economic Entity 2007 $	2006 $	Parent Entity 2007 $	2006 $
– auditing or reviewing the accounts and consolidated accounts of the St Kilda Saints Football Club Limited and the accounts of each of its controlled entities	**39,850**	39,700	**33,850**	20,200
– other services	**-**	-	**-**	-
	39,850	39,700	**33,850**	20,200

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

17. Related Party Disclosures

Related Parties - Transactions between related parities are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

		Economic Entity 2007 $ Income/(Expense)	Economic Entity 2006 $ Income/(Expense)	Parent Entity 2007 $ Income/(Expense)	Parent Entity 2006 $ Income/(Expense)
a) Director-related entities					
Ambit IT & Recruitment (Rod Butterss)	Sponsorship/Hospitality	**-**	12,360	**-**	12,360
	Advertising	**-**	(4,252)	**-**	(4,252)
Fetter Gdanski (John Gdanski)	Sponsorship/Hospitality	**4,351**	2,510	**4,351**	2,510
	Legal Fees	**(77,373)**	(35,645)	**(77,373)**	(35,645)
Gluck Forwarding Systems (Mark Kellett)	Sponsorship/Hospitality	**2,727**	6,436	**2,727**	6,436
PriceWaterhouse Coopers Legal	Sponsorship/Hospitality	**16,000**	16,000	**16,000**	16,000
	Legal Fees	**(17,763)**	(29,771)	**(17,763)**	(29,771)
Rigby Cooke (Ross Levin)	Sponsorship/Hospitality	**2,305**	-	**2,305**	-
	Legal Fees	**(3,970)**	-	**(3,970)**	-
GFC Management (Glen Casey)	Consultancy Fees	**-**	(30,000)	**-**	(30,000)
b) Directors					
Mr. Rod Butterss	Sponsorship/Hospitality	**-**	25,200	**-**	25,200
	Travel	**(4,110)**	-	**(4,110)**	-
Mr. Ray King	Sponsorship/Hospitality	**17,600**	32,100	**17,600**	32,100
	Merchandise	**(55)**	-	**(55)**	-
Mr. Glen Casey	Sponsorship/Hospitality	**5,455**	-	**5,455**	-
	Hospitality/Travel	**(1,547)**	-	**(1,547)**	-
Mr. Ross Levin	Hospitality	**(318)**	-	**(318)**	-
Mr. John Gdanski	Travel	**(2,009)**	-	**(2,009)**	-
c) Wholly owned companies					
St Kilda Football Social Club Ltd	Administration fees	**-**	-	**-**	298,027
St Kilda Football Club Ltd	Rent	**-**	-	**(150,000)**	(119,800)
St Kilda Football Club Ltd	Management fees	**-**	-	**140,010**	-

18. Contingent asset/liabilities

Following the sale of Waverley Park to Mirvac, the AFL advised the company that it will distribute $2,000,000 from the sale proceeds, over 7 years, on each 31 October in the years 2002 to 2008.
The company has been advised that these payments are conditional upon and subject to certain conditions. Due to the uncertainty of receipt of the sale proceeds in future years, the company will account for the distribution on a cash received basis.

Notes to the financial statements (continued) > For the year ended 31 October 2007

18. Contingent asset/liabilities (continued)

In October 2007 the company received $250,000, bringing the total instalments received to $1,750,000. This amount has been treated as revenue in the past six years. The balance of the proceeds being $250,000 has not been brought to account in the financial year.

Legal proceedings were brought against the company during the year by a former employee. This matter is being strongly defended and has a potential maximum liability of $278,000.

19. Economic dependency

A significant portion of the income of the economic entity is derived from the holding of licences issued by the Australian Football League and the Office of Gambling Regulation.

20. Segment information

The company operates in the sporting and leisure industry in Australia and its predominant activity is to field teams to compete as a member of the Australian Football League competition(s).

21. Capital / members' liability

St Kilda Saints Football Club Limited is a company limited by guarantee. Under the company's Constitution the liability of members is limited to $20 each (for members who joined prior to 1st November 2006) and $1 each (for members who joined on or after 1st November 2006) in the event of the company being wound up. At the end of the financial year there were 30,850 members (2006: 32,327).

22. Dividends

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

23. Financial instruments

(a) Financial Risk Management

The group's financial instruments consist mainly of deposits with banks, accounts receivable and payable, loans to and from subsidiaries, bills and leases.

The main purpose of non-derivative financial instruments is to raise finance for group operations.

The group does not have any derivative instruments at 31 October 2007.

Financial Risks

The main risks the group is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

Interest rate risk

Interest rate risk is managed with fixed rate debt. At 31 October 2007 100% of group debt is fixed. For further details on interest rate risk refer to Note 23(b).

Liquidity risk

The group manages liquidity risk by monitoring forecast cash flows and ensuring that adequate unutilised borrowing facilities are maintained.

Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

The economic entity does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the economic entity.

Price risk

The group is not exposed to any material commodity price risk.

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

23 (b) 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:

Fixed interest maturing in:	Average interest rate (%)	Floating interest rate	1 year or less	over 1 year to 5 years	more than 5 years	Non-interest bearing	Total
2007 ($)							
Financial assets							
Cash	3.92%	1,160,173	-	-	-	-	1,160,173
Trade receivables	N/A	-	-	-	-	519,797	519,797
Tax Assets	N/A	-	-	-	-	-	0
Other receivables	N/A	-	-	-	-	271,863	271,863
		1,160,173	-	-	-	791,660	1,951,833
Financial liabilities							
Interest bearing liabilities	6.72%	-	1,600,000	-	-	-	1,600,000
Accounts payable	N/A	-	-	-	-	805,548	805,548
Lease liabilities	N/A	-	-	-	-	-	0
Employee entitlements	N/A	-	-	-	-	178,494	178,494
Other Liabilities	N/A	-	-	-	-	1,517,328	1,517,328
Tax liabilities	N/A	-	-	-	-	-	0
		-	1,600,000	-	-	2,501,370	4,101,370
2006 ($)							
Financial assets							
Cash	4.20%	2,454,195	-	-	-	-	2,454,195
Trade receivables	N/A	-	-	-	-	278,338	278,338
Tax Assets	N/A	-	-	-	-	-	-
Other receivables	N/A	-	-	-	-	758,870	758,870
		2,454,195	-	-	-	1,037,208	3,491,403
Financial liabilities							
Interest bearing liabilities	6.59%	-	1,000,000	-	-	-	1,000,000
Accounts payable	N/A	-	-	-	-	658,407	658,407
Lease liabilities	N/A	-	-	-	-	-	-
Employee entitlements	N/A	-	-	-	-	207,091	207,091
Other Liabilities	N/A	-	-	-	-	1,203,438	1,203,438
Tax liabilities	N/A	-	-	-	-	-	-
		-	1,000,000	-	-	2,068,936	3,068,936

c) Net fair value of financial assets and liabilities

The economic entity's financial assets and liabilities reported as assets and liabilities in the balance sheet are carried at amounts that approximate net fair value.

Notes to the financial statements (continued) > **For the year ended 31 October 2007**

24. Controlled Entities

	Country of incorporation	Controlling Interest 2007	Controlling Interest 2006
St Kilda Football Club Limited	Australia	100%	100%

25. Events subsequent to balance date

On 21st November 2007 the St Kilda Saints Football Club Ltd announced it will be relocating it's football and administration operations to a new facility to be built at Frankston Park. The relocation is expected to occur in 2010.

26. Change in accounting policy

a) The following Australian Accounting Standards have been issued or amended and are applicable to the parent and economic entity but are not yet effective. They have not been adopted in preparation of the financial statements at reporting date.

AASB Amendment		Standards Affected	Outline of Amendment	Application Date of the Standard	Application Date for the Group
AASB 2005-10 Amendments to Australian Accounting Standards	AASB 1	First time adoption of AIFRS	The disclosure requirements of AASB 132: Financial Instruments:Disclosure and Presentation have been replaced due to the issuing of AASB 7: Financial Instruments: Disclosures in August 2005. These amendments will involve changes to financial instruments disclosures within the financial report. However, there will be no direct impact on amounts included in the financial report as it is a disclosure standard.	1 Jan 2007	1 July 2007
	AASB 4	Insurance Contracts			
	AASB 101	Presentation of Financial Statements			
	AASB 114	Segment Reporting			
	AASB 117	Leases			
	AASB 133	Earnings per Share			
	AASB 1023	General Insurance Contracts			
	AASB 1038	Life Insurance Contracts			
	AASB 1039	Financial Instruments: Recognition and Measurement			
	AASB 7	Financial Instruments: Disclosures			
	AASB 132	Financial Instruments: Disclosures and Presentation	As Above.	1 Jan 2007	1 July 2007

27. Company Details

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

St Kilda Saints Football Club Limited
32-60 Linton Street
Moorabbin Victoria 3189

Directors' declaration

The directors of the company declare that:

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

   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 October 2007 and of the performance for the year ended on that date of the company and economic entity;

2. the Chief Executive Officer and Chief Financial Officer have each declared that:

   a. the financial records of the company for the financial year have been properly maintained in accordance with section 286 of the Corporations Act 2001;

   b. the financial statements and notes for the financial year comply with the Accounting Standards; and

   c. the financial statements and notes for the financial year give a true and fair view;

3. in the director's 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.

Ross Levin	**Simon Grant**
Director	**Director**

Melbourne
Dated on this 5th day of February 2008

nexia asr
chartered accountants
Incorporating the firms of Alexander & Spencer and Rosenbergs

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF ST KILDA SAINTS FOOTBALL CLUB LIMITED

Report on the financial report

We have audited the accompanying financial report of St Kilda Saints Football Club Limited (the company) and St Kilda Saints Football Club Limited (the consolidated entity), which comprises of the balance sheet as at 31 October 2007, 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 consolidated entity comprising the company 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 company are responsible for the preparation and fair presentation of the financial report in accordance with the 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 apply appropriate accounting policies; 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 statement and notes, complies with IFRS.

Auditors' responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with the Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to the 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. 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 evaluation 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 basis for our audit opinion.

nexia asr pty ltd abn 17386 983 833
level 14 / 440 Collins Street Melbourne Australia 3000
telephone +61 3 9608 0100 facsimile +61 3 9670 8325
email theteam@nexiaasr.com.au website www.nexiaasr.com.au

nexia chartered accountants asr

Incorporating the firms of Alexander & Spencer and Rosenbergs

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 St Kilda Saints Football Club Limited on 5 February 2008, 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 St Kilda Saints Football Club Limited and St Kilda Football Club Limited is in accordance with the Corporations Act 2001, including:

(i) giving a true and fair view of the company's and consolidated entity's financial position as at 31 October 2007 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 Corporation Regulations 2001.

b. The financial report also complies with the International Financial Reporting Standards as disclosed in Note 1.

Without qualification to the audit opinion expressed above, attention is drawn to the following matter. As stated in Note 1, the financial report has been prepared on the basis of the St Kilda Saints Football Club Limited and controlled entities continuing as a going concern.

NEXIA ASR
ABN 16 847 721 257

GEORGE S DAKIS
Partner
Audit and Assurance Services

Melbourne
5 February 2008