

ANNUAL REPORT



2022-23

Greyhound Racing SA Limited (GRSA) is the controlling body responsible for the conduct, regulation and promotion of greyhound racing throughout South Australia.

It has a primary responsibility to ensure the responsible and ethical management of the sport, the enforcement of local and national rules of racing and the effective oversight of greyhound welfare outcomes.

ANIMAL WELFARE STATEMENT

GRSA remains unconditionally opposed to the notion that animal cruelty can ever be an acceptable outcome associated with the training of greyhounds. Additionally, the South Australian greyhound racing industry and its participants embrace, as a fundamental obligation, the requirement for full rehoming of unraced and retired greyhounds. GRSA is committed to ensuring that animal welfare considerations are central to decision-making and that a 'zero tolerance' approach will be applied in response to any discovery of welfare-related breaches by registered participants.

VISION

Greyhound Racing South Australia will be recognised as a leader in the national industry and a model for best practice.

VALUES

Integrity

Adhere to the highest standards of integrity

Leadership

Embrace a progressive approach to all we do

Accountability

We say what we do and do what we say

Transparency

Openness through sharing of information and knowledge



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INDUSTRY SNAPSHOT

1,219

Individually registered participants including 122 breeders, 218 trainers and 1,001 registered owners and handlers

436

TAB meetings with coverage via Sky 1 [275], Sky 2 [161] and TAB Radio [436]

5,003

Races conducted in SA

8

Group
Races

12

Coursing
Events

3

Country
Cups

[Economic contribution figures taken from IER Industry Report commissioned in September 2021]

THE SOUTH AUSTRALIAN GREYHOUND RACING INDUSTRY

Our industry is made up of passionate and hardworking South Australians, brought together by a shared love of our dogs, our sport and the wider greyhound racing community.

Almost 3,000 South Australians are directly engaged with the sport of greyhound racing as participants including trainers, breeders and owners, employees and a network of club volunteers.

Greyhound racing generates widespread economic benefits for South Australia and fosters a strong sense of community, particularly in our regions.

In fact, the wider South Australian racing industry, of which greyhound racing is an important part, generates over \$500 million for the state economy.

The South Australian greyhound racing industry generates more than \$112 million per annum in economic benefits for the state and supports the employment of 853 FTE roles.

Many of those volunteers engage with the industry through GRSA's leading Greyhounds As Pets (GAP SA) program.

CHAIR'S REPORT

The greyhound racing industry in South Australia has proven to be a resilient and passionate industry sharing a great love for our dogs.

For over 50 years South Australia has been proudly innovative and lead the way to ensure the success of the sport so our unique breed can shine on the track.

Every day we face challenges and we strive to respond and improve our great industry.

Over the last 10 years, our state and our code of racing returned more of its revenue to rehoming and welfare than any other code.

We spend more than \$2.5M annually on greyhound rehoming and issues.

I firmly believe we have the best rehoming program in Australia. This year, GRSA through our Greyhounds As Pets program rehomed a record number of 526 greyhounds. Our participants and other local rehoming groups rehomed a further 241 greyhounds. We have 16 kennels at Mobilong prison and eight kennels at Adelaide Women's prison, bringing significant reward to the prisoners and our strong foster program. We would love to further expand these programs.

In 2015, we built the magnificent \$2.6m patron facility at Gawler. In 2019, we committed to build dual tracks at Murray Bridge which introduced our State's only straight track which has proven to be a great success for our dogs and trainers. This investment was more than \$8.5m and was the first brand new track development for nearly 30 years in Australia. In 2022, we upgraded the racetrack at Angle Park, replacing infrastructure nearly 49 years old at a cost in excess of \$3.5m. We have invested in the onsite vet clinic at Angle Park. In June 2023, we purchased land next door to our facility at Murray Bridge. We are looking at further investment in welfare by providing a specialist vet clinic for the industry at Murray Bridge and developing this site to ensure that the industry can remain successful for the next 10 years.

We were the first in Australia to introduce a track injury rebate scheme and we are the only State to install IsoLynx at every racing track. This will enable us to track every dog at every race, a unique proposition for South Australia which along with other technology can bring multiple benefits to our sport.

Financially we have had a successful year. The combination of decreasing race field revenue, the uncertainty of inflation, interest rates increasing and the seven months of negotiations with the State government to receive a greater

share of the Point Of Consumption tax, made budgeting difficult and our board had to be conservative. The doubling of this grant revenue for the next four years is pleasing for all racing codes, and we thank the State Government for their support. This will ensure we can further invest in animal welfare as outlined above.

Our participants are struggling to comprehend the appalling mistreatment of our wonderful breed by just a few individuals. There is always the smallest minority that can destroy the good of many in any industry. GRSA remains unconditionally opposed to the notion that animal cruelty can ever be an acceptable outcome of the training of greyhounds.

GRSA is fully aware of our community responsibility and is obligated under the Animal Welfare Act to respond to the reports of suspected or known breaches of animal cruelty with SAPol, RSPCA or both. Unfortunately, this year we have had to call on both, but our team acted swiftly and I could not be prouder of how they faced these circumstances.

As many are aware, this has led to the process of a government inquiry, due to two isolated, appalling acts. Our greyhound community needs to be united to accept and positively respond to change, ensuring the industry is clear and committed for a strong future and provide confidence to the next generation of greyhound participants of the exciting opportunities.

As an industry we must remain calm, be more transparent and accountable and do the right thing by our people and our dogs at all times and we must continue to demonstrate commitment to higher standards our industry deserves.

I must acknowledge and thank all our committed GRSA staff, ably led by Bodelle Francis, who are getting on with the job in difficult circumstances and give their best to the industry every single day.

I would like to thank our star GAP team and the many volunteers that make our adoption program the national success that it is. Their role in the industry has never been more important and we need to support them at every opportunity.

A huge thanks to my fellow board members, our participants, member clubs and their committees and volunteers for their significant, passionate contributions in working to unite and stabilise our industry. Our clubs and people are the key pillars of our industry and will play a crucial role in leading the way.

I look forward to seeing you at the track soon.
We love our dogs!

Grantley Stevens
Chair



CEO'S REPORT

For a year characterised by such significant challenges for our sport and community, there is also a lot to be proud of.

Strong financial performance and management has allowed us to reinvest in the areas most critical to our continued growth – prizemoney that ends up back in the hands of our participants, welfare initiatives that ensure best practice care for the heroes of our sport, infrastructure improvements at our clubs, and the people at GRSA that are hard at work behind the scenes.

The 7.5% increase in stake money from the start of this calendar year is a reflection of industry performance on the track – and what a great year of racing it has been.

For me, the highlight was seeing SA-trained Buzz Junkie take home the 2022 Adelaide Cup for Petar Jovanovic and owners Nick Lalli and Troy Maynard. We just love to see a local winner.

Similarly, I enjoyed seeing the community come together for a series of family ‘fun in the sun’ events around the state as we adapted our schedule following severe weather damage at Angle Park.

Our Greyhounds as Pets program celebrated another record year, with the team rehoming 526 greyhounds over 2022-23. While impressive, this number is made meaningful by the hard work done by the GAP team in finding the right home for every dog – from the thorough adoption process to new initiatives that introduce the breed to wider audiences, including new regional adoption days and the Greyhounds as Mates program.

While we can be immensely proud of their efforts, its critical that GAP rehoming is complementary to an equally thorough and successful private rehoming process.

This is one of many areas that our Animal Welfare Team, under the leadership of General Manager Integrity & Welfare Kelly Rourke, has been reviewing this year.

As you all know, the standards we maintain on licensed properties are under more scrutiny now than ever before in this state.

Kelly’s appointment to this newly created General Manager role was a major highlight for GRSA this year

because it underlines our commitment to excellence in welfare and integrity. These areas go straight to the heart of our sport – our love of dogs and commitment to centring them in everything we do. Personnel and policy changes in these areas are critical to ensuring we have the right structures in place for continued improvement.

Alongside our dedicated Stewarding team, our Animal Welfare department also led GRSA’s response to disturbing videos shared with media of a participant allegedly mistreating a greyhound. This followed the work of both teams in investigating SA’s first ever allegations of live baiting.

As always, GRSA acted swiftly and decisively because this behaviour quite simply does not align with the values of our sport or the expectations we have of our participants. I was pleased to see this reaction was reflected in the wider greyhound community and thank you all for your support.

The resulting independent inquiry as called for by the Premier and South Australian Government means the eyes of the state are on us and will likely mean significant changes are ahead.

But it also represents a once-in-a-generation opportunity.

This is an opportunity for us to come together as a community. To demonstrate what is important to us, our appetite for change and our commitment to improvement. To position our great sport for the future.

I am confident we will seize this opportunity together and make the necessary changes to regain our industry’s social license.

My thanks for your continued support this year – I look forward to working together through whatever lies ahead.

Wagering

The end-of-year market share figure for the greyhound code was 15.30%, an increase of 0.01% on the previous year’s result of 15.2%. TAB Product fee from SA-based UBET wagering for the greyhound code increased to \$5.76 million from \$5.3 million in the prior year. This is the first increase to the product fee in six years, but it is expected that further pressure will be placed on this revenue stream in years to come as the migration away from retail wagering to online wagering continues.

Race field revenue, derived from online betting on SA greyhound racing, constitutes the primary source of income for Greyhound Racing SA Limited. Income from this item decreased to \$20.9 million, equating to a year-on-year reduction of 8.5%.

The impacts of COVID on wagering revenue were quite pronounced during the 2021 and 2022 financial years



	2023 [\$'000]	2022 [\$'000]	Change [\$'000]	Change [%]
Net TAB Revenue	\$ 3,973	\$ 3,659	\$314	9%
Race Field Fee Revenue	\$ 20,900	\$ 22,838	[\$1,938]	[8%]
Participant Returns	\$ 13,689	\$ 14,262	[\$573]	[4%]
Local TAB Turnover	\$ 9,171	\$ 11,794	[\$2,623]	[22%]
National TAB Turnover	\$ 75,340	\$ 78,034	[\$2,694]	[3%]

but have since lessened as Australia has moved to a 'business as usual' approach coming out of COVID. Since January 2023, wagering turnover has begun to soften as macro-economic conditions such as interest rates and inflation place significant pressure on disposable incomes of the wagering public.

Stakemoney and Wagering Activity Payment

The third full year of operation of the Wagering Activity Payment model returned \$13.68 million to participants. While that was a decrease of 4% on the prior year, it resulted in returns to industry of 54.5% of net wagering revenue.

Racing

After two Group 3 wins in Queensland, SA owned and bred stayer Bedrock Fred ran second in the Group 1 Queensland Cup in August for Cherylee Barber whilst in the care of Queensland trainer Tony Brett.

GRSA introduced the inaugural North V South Challenge in August after consultation with both the Gawler and Murray Bridge Clubs in bringing both regions closer together. The finals were held at Murray Bridge this season with Victa Kurt winning over the 395m for the South and Toby West winning the 530m event for the North.

The Mount Gambier track celebrated its 50-year milestone of racing in September with an Anniversary Cup Feature Final conducted won by Departure Gate for Jason Newman.

SA owned and trained sprinter Buzz Junkie, for Petar Jovanovic, captured the Group 1 Adelaide Cup in October winning at 100/1 and giving Petar his first win in SA's premier event.

GRSA increased prizemoney by 7.5% across all meetings in January with an additional increase for the Murray Bridge Straight track elevating their prizemoney by a total of 20%. In January, GRSA also distributed \$1 million to participants as a discretionary Industry Performance payment (IPRP).

In January, SA owned sprinter Mallee Magic claimed the 2022 Greyhound of the Year (GOTY) award for Cameron Butcher. Cameron had won four previous GOTY awards in the last ten years which he also trained with Hope's Up in 2012, Worm Burner 2016, On Fire in 2017 and Jack's Well last year all recognised.

After extreme weather in late December, GRSA introduced the inaugural Family Fun in The Sun series of events run in late January and early February with feature events run at Gawler, Angle Park, Murray Bridge and Mt Gambier during the school holidays in support of increasing oncourse attendance.

Star SA owned and bred sprinter Victa Damian claimed his maiden Group 1 event when he won the National

Derby at Wentworth Park in brilliant fashion in January. He was also selected to compete in the Western Australian slot race series for Ladbrokes called the Sandgroper run in April where he ran fifth.

GRSA introduced rule L39 restricting the amount of racing a greyhound can have in a certain timeframe. In February 2023 the 2 in 7 days and 7 in 28 days rule took effect.

GRSA Management conducted a Join in the Chase seminar at Mt Gambier in April as the first stage to assist with participation in the region.

Infrastructure

It has been exciting to see the installation of the IsoLynx timing system which tracks dogs in real time. SA boasting as the only state having the system installed at all tracks, allowing for all races to broadcast the leading dogs speed and relative position. It has proved valuable for the Stewards to review footage of racing incidents with the improved, real-time tracking and playback systems speeding up the process. Future development of the system will bring new, exciting features for both trainers and punters to push the sport into the future.

The unfortunate incident at Angle Park where a windstorm blew out more than half of the windows in Chasers Restaurant proved challenging, yet it was fantastic to see trainers, staff and public embrace the incident as an opportunity to improve the venue. High transparency, low reflectivity safety glass was installed for improved viewing and the replacement of the carpet to prove a nice, modern update to the venue.

Additionally, the undercover area at Angle Park received a make over in time for the 2022 Adelaide Cup with a repaint of the area and addition of festoon lighting to add a directional pathway from the main entrance to Chasers and the track entrance. The Chaser's western stairwell also received a freshen up, repaint and lighting to show case of the past four years of Adelaide Cup winners.

Murray Bridge also saw a major upgrade by the way of Regupol flooring throughout the kennel house to improve the slip resistance of the original floor surface.

Marketing

Events were a large focus of the marketing team over the course of the year. Luckily the rain held off enough to not dampen what was a fantastic Adelaide Cup meeting with another strong crowd in attendance enjoying all the atmosphere and an exciting local win. Attendance at the Gawler Gold Cup was unfortunately affected by wet weather, meanwhile the Murray Bridge and Mount Gambier Cups enjoyed good weather and great numbers off the back of successful local advertising campaigns.

Integrity and welfare

GRSA has a proven commitment to animal welfare and our focus on integrity underpins everything we do. We have a zero-tolerance approach to any person who breaches the high standards expected.

- 32,339 runners competed with an injury rate of 2.96%
- 1,688 samples were taken with 0.77% testing positive for prohibited substances
- Sampling of greyhounds for prohibited substances was undertaken for 5.22% of total runners
- 40 inquiries were initiated during the year with 21 referred to the Intergrity Hearings Panel for determination
- All registered premises were inspected on at least one occasion with 629 licences inspected over the course of the year.

GRSA FY23 Statistical Overview

Racing and Welfare

	2020-21	2021-22	2022-23
Number of TAB Race Meetings	404	440	436
Number of TAB Races	4,523	4,986	5,003
Individual Greyhound Starts	28,246	31,354	32,339
Local Breeding	732	752	516
Greyhounds Retired to GAP	369	490	515
Greyhounds Adopted (GAP)	403	489	526
Greyhounds Rehomed Other	263	214	241
Total Rehoming Figure	666	703	767
Injury Rate*	2.95%	2.99%	2.94%
Euthanasia/Death – Illness	21	27	31
Euthanasia – Behaviour/Temperament (GAP)	16	4	1
Euthanasia/Death – Injury	21	22	19
Euthanasia/Death – On Track	21	22	12
Death by Natural Causes	44	51	41
Number of Trainers	247	262	218
Number of Breeders	142	151	122
Number of Owners	1,035	1,172	1,001

*Figures for the year of the Annual Report correct at time of publishing.



Due to the limited capacity and impact from storm damage to Chasers Restaurant, our Christmas and Festival of Fire events were effectively cancelled and then replaced with a new concept, 'Family Fun In The Sun'. During January and February, each track held an event with the aim of attracting a new crowd of families to enjoy a day out, have some fun with the kids on the rides and face painting available - and of course, see our amazing greyhounds in action. Each track had strong crowds attend and it was terrific to see so many families trackside having a great time together. Overall, the advertising campaign looked to really hit the mark.

GAP also hosted adoption days throughout the year including our first regional adoption days at Mount Gambier, Gawler and Murray Bridge which were supported by local marketing campaigns. New events such as 'DoggO'Week', our Christmas Barket and Thank God It's FriGrey were also introduced with success.

Production of our podcast 'The Dogcast' moved in-house with the team sourcing all the equipment needed to ensure a professional product. In-house production means the podcast can be done more frequently which helps to continue to build the audience. The Dogcast vodcast now also lives on the Sky Active app and the Sky Racing website to gain even more exposure to our racing.

Greyhounds As Pets

Greyhounds As Pets SA continues to go from strength to strength, rehoming a record number of greyhounds in the financial year. This is attributed to the time and effort that goes into the matching process – which is simple yet thorough, and consistently well executed by our team. Our GAP team work alongside many dedicated volunteers, and we are grateful for their ongoing support.

GAP continues to set the standard for greyhound rehoming in Australia and plays a pivotal role in the ongoing success of our industry. As such, GRSA invested a total of \$2,659,000 in the GAP SA program and related rehoming initiatives over the course of the year. This commitment assisted in GAP achieving a record number of adoptions, with 526 greyhounds rehomed through GAP in the last financial year. In addition, another 241 greyhounds were rehomed by participants, adopted through other rehoming programs or their owners.

All adoption fees collected through the GAP program are donated to Little Heroes Foundation (LHF) as part of an ongoing partnership between the two organisations. Thanks to the record number of adoptions, GAP proudly donated \$77,000 to this worthy charity in the last financial year – money which will go directly to South Australian children experiencing physical and mental illness.

Independent Inquiry

As everyone in our community is aware, in July 2023 the ABC published vision of a South Australian greyhound racing participant allegedly mistreating greyhounds on a licensed property. Like everyone, we were appalled by this vision as it goes against everything we stand for as a sport.

With the vision following our state's first ever case of live baiting, the State Government subsequently established an Independent Inquiry into the operation, governance and culture of our industry.

While these events occurred outside this FY reporting period, I am committed to being as transparent as possible with our community at every stage of this process.

GRSA said from the outset that we would proactively engage with the Inquiry because we believed it would ultimately strengthen our industry for the future. I thank all participants for embracing this position and engaging through the online survey, making submissions and welcoming Inquiry staff onto your properties.

At the time of writing, the Inquiry report has been finalised. GRSA looks forward to understanding the detail of the report and reviewing all recommendations. This will no doubt mean some significant changes for all of us moving forward, and I thank you in advance for your understanding and cooperation as we work to improve our industry and secure its future for the next generation of participants.

Bodelle Francis
Chief Executive Officer



GREYHOUNDS AS MATES

Beginning in February 2023, 'Greyhounds As Mates' is a partnership between Greyhound Racing SA, Greyhounds As Pets SA, the Police Association of South Australia and the United Firefighters Union of South Australia, providing South Australian first responders with first priority to adopt a greyhound plus other benefits.

Seven-year-old Digger and Anita have been an inseparable pair since Anita adopted Digger as part of the program.

After bonding with Digger, Anita suggested that his gentle temperament would be beneficial to promote well-being at the Sturt Police Station. This concept has been well supported by all staff at the station and Digger is one of the first adopted greyhounds in Australia to be welcomed into a police station as a wellness animal.



CLUBS REPORT

Our five clubs across South Australia are at the heart of their local community. Particularly in regional areas, greyhound racing and club events play an important part in the social and economic fabric of the community.

On behalf of GRSA and all of our clubs, we acknowledge the unique and vital role that volunteers play in supporting these clubs, their racing operations and related activities. Without you, we wouldn't be able to bring our sport to the regions of South Australia.

The clubs form the Members of Company under the GRSA Constitution, which allows them to vote on matters of General Business.

Under the Constitution, the clubs have the opportunity to call for a General Meeting – at which each Member is afforded a vote. They are also responsible for appointing panellists to the Industry Consultative Group (ICG), which meets quarterly with representation from the Board and Management.

We appreciate the input and guidance that these groups provide on all general racing issues and topical matters, and thank them for another productive year.

Our clubs play a key role in bringing our sport to the local community



CASE STUDY



WELFARE ALWAYS FRONT OF MIND

Greyhound Racing SA's appointment of Kelly Rourke to the newly created position of General Manager, Integrity and Welfare in April 2023 highlighted our commitment to integrity and welfare in our sport.

With extensive management experience at an executive level, most recently as the South Australian State Manager for the National Rugby League (NRL) and Chair of the Sport SA Women's Sport Academy Working Group, and an unbridled passion for sport, Kelly's appointment is an exciting addition to GRSA's executive and management team.

"We are thrilled to be appointing someone of Kelly's calibre to this important position," GRSA CEO Bodelle Francis said.

"GRSA takes its commitment to welfare and integrity incredibly seriously, and the creation of this role and Kelly's appointment is testament to that."

In her role, Kelly provides additional leadership and guidance across GRSA's dedicated Animal Welfare, Stewarding and Greyhounds as Pets teams to ensure the highest standards of safety and welfare are maintained both on and off the track.

"Throughout my career, I have sought roles that allow me to make a real difference in service and sport, and integrity is often at the heart of that," Kelly said of the role.

"I am thrilled to be returning to the industry and to be back working with these amazing animals and the passionate South Australian greyhound community."



INDUSTRY EVENTS

Group One

TAB Adelaide Cup – Buzz Junkie

Group Three

Coffex Coffee Oaks – Yahiro Bale

SA Derby – Deadly Class

Gawler Gold Cup – Victa Reid

Murray Bridge Cup – Panorama

Mount Gambier Cup – Titan Blazer

The Brian Johnstone – Spring Honour

The Howard Ashton – Victa Damian

Other major races during the year included:

Gawler Produce Stake – Springvale Max

SA Sprint Championship – Springvale Roxy

SA Distance Championship – Zipping Patch

SA Anniversary Cup – Victa Alby

State Final National Straight Track Championship –
He's On Fire

Champion Puppy – Monique Keeping

SA St Leger – Queen Of Scotch

State Final National Sprint – Fly For Trix

State Final National Distance – Fantastic Radley

Adelaide Cup Consolation – Hill Top Jack

Premier's Cup – Fantastic Radley

SA Match Race Series – Wow She's Fast

Eastar Match Race Series – Could Be King

Country Cups

SA Country Cup – Enthusiastic [Gawler]

Murray Bridge Straight Track Cup – Cash On Delivery

Waterloo Cup – Fly For Trix

Track Records

Angle Park:

530m: Wow She's Fast 29.86 - 22/09/2022 joint with
Victa Damian 11/05/2023

730m: Fantastic Radley 42.47 - 07/10/2022

Gawler:

400m: Toby West 22.27 - 30/10/2022 joint with Avid Tyson

531m: Victa Grosso 30.22 - 02/09/2022

Mount Gambier:

305m: Hello Keen 17.28 - 23/04/2023 joint with Lektra Gal

512m: Victa Grosso 29.18 - 28/08/2022

600m: Giant's Flash 34.58 – 04/12/2022

2022 Award Winners

The 2022 Greyhound of the Year Dinner was held on Saturday 25th February at Angle Park. The award winners presented on the night were:

TAB SA Greyhound of the Year – Mallee Magic

SA Bred Greyhound of the Year – Victa Grosso

SA Sprinting Greyhound of the Year – Mallee Magic

SA Distance Greyhound of the Year – Fantastic Radley

SA Short Course Greyhound of the Year – Toby West

Sennachie Award of Excellence – Bedrock Fred

SA Run of the Year – Stout Monelli & Victa Grosso

Gawler Trackstar – Springvale Roxy

SA Stud Dog of the Year – Worm Burner

SA Broodbitch of the Year – Victa Victoria

SA Breeder of the Year – Joan Schadow

SA Owner/Trainer of the Year – Gavin Harris

City Strike Rate Winner – Ken Gill

SA Syndicate of the Year – My Four Girls Syndicate,
Mgr – Susan Schadow

Outstanding Service to Industry Award – Mike Wittholz
and Kaye Versari

Special Achievement Award – Filthy Phantom

The major Coursing awards were presented in November and were won by:

Coursing Greyhound of the Year – Fly For Trix

SA Coursing Trainer of the Year – Sharyn Gray



DIRECTORS' REPORT

Your directors present their report on the Company for the financial year ended 30 June 2023.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Grantley William Stevens
Raymond Peter Fewings
Adrian Battiston - Term expired 16th June 2023 and ASIC cessation 5th July 2023
David Arthur Lewis
Ben Kavenagh
Nicolle Rantanen Reynolds - Appointed 5 July 2023

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

Principal Activities

The principal activities of the Company during the financial year, in accordance with the Company's Constitution were:

- To encourage, promote and conduct the sport of greyhound racing
- To provide industry control and direction for the greyhound industry
- To effectively market greyhound racing

Operating Result

The Company generated an operating profit of \$1.169 million for the financial year compared with an operating profit of \$922,000 for the prior year.

Review of Operations

The end-of-year market share figure for the greyhound code was 15.30%, an increase of 0.1% on the previous year's result of 15.2%. TAB Product fee from SA-based UBET wagering for the greyhound code increased to \$5.76 million from \$5.3 million in the prior year. This is the first increase to the product fee in six years, but it is expected that further pressure will be placed on this revenue stream in years to come as the migration away from retail wagering to online wagering continues.

Race field revenue, derived from online betting on SA greyhound racing, constitutes the primary source of income for Greyhound Racing SA Limited. Income from this item decreased to \$20.9 million, equating to year-on-year reduction of 8.5%.

The impacts of COVID on wagering revenue were quite pronounced during the 2021 and 2022 financial years but have since lessened as Australia has moved to a 'business as usual' approach coming out of COVID. Since January 2023 wagering turnover has begun to soften as macro-economic conditions such as interest rates and inflation place significant pressure on disposable incomes of the wagering public.

The third full year of operation of the Wagering Activity Payment model returned \$13.68 million to participants. While that was a decrease of 4% on the prior year, it resulted in returns to industry of 54.5% of net wagering revenue compared to 53.4% for the prior year.

Financial Position

The net assets of the Company have increased to \$18.74 million in 2023, up from \$16.82 million in 2022.

Dividends

On the basis that the Company has been formed as a Company limited by guarantee, for the benefit of the greyhound racing industry in South Australia, no dividend is payable to members.

After Balance Date Events

The Government of South Australia has established an independent inquiry into the regulatory regime, operations, culture, governance and practices of the greyhound racing industry in South Australia.

The purpose of the inquiry is to obtain an independent, system-level assessment of the:

- current operations, culture, governance and practices of the South Australian greyhound racing industry.
- nature and efficacy of the current model of regulation, and
- relationship, if any, between that model and the operation, culture, governance and practices of the industry

The Inquirer must provide a final report to the Minister for Recreation, Sport, and Racing by no later than 30 November 2023. The report should record the results of the inquiry, its assessments, conclusions and recommendations, and any referrals that have been, or are proposed to be, made by the Inquirer. At the time of publishing this report the financial impact of the inquiry’s findings are unknown to GRSA.

Future Developments

The Company will continue to operate in the interests of the industry and its stakeholders.

Indemnities and Insurance Premiums for Officers

The Company has paid insurance premiums to insure the directors and officers against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the Company, other than conduct involving a wilful breach of duty in relation to the Company.

Corporate Governance

The Board is committed to achieving and demonstrating the highest standards of corporate governance. The directors are responsible for the overall performance of the Company and the interests of its various participants and stakeholders.

To achieve this, GRSA has policies and procedures designed to promote high standards of governance and performance which are reviewed, as required, reflecting changes in governance standards and practice.

The routine management of the Company’s affairs and the implementation of strategy and policy initiatives are formally delegated by the Board to the Chief Executive Officer and management team, as set out in the Company’s delegations of authority policy.

A description of the Company’s main corporate governance practices follows.

Board Responsibilities

The responsibilities of the Board include:

- Providing strategic guidance to the Company including the development and approval of Company strategy
- Reviewing and approving business plans, the annual budget and financial plans including provision for an appropriate allocation of resources and capital
- Overseeing and monitoring:
 - organisational performance and the achievement of strategic goals and objectives
 - compliance with the Animal Welfare Policy
 - progress of major capital expenditure and other significant projects
 - financial performance and liaison with the Company’s auditors
 - appointment and performance assessment of the Chief Executive Officer
 - the effectiveness of management processes and planning of major Company initiatives
 - nurturing a culture of corporate leadership
 - the enhancement and protection of the reputation of the Company
 - the operation of the Company’s compliance and risk management framework
 - effective communication to members of Company, staff and key stakeholders.

Environmental and Animal Welfare Issues

GRSA is an environmentally conscious organisation that takes concerted measures to save water and other natural resources throughout its operations, ensuring that it meets all regulatory requirements.

The welfare of our racing greyhounds will form the central consideration in the development of all Company strategies and policy.



Proceedings on Behalf of Company

No person has applied for leave of the 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.

Conflicts of Interest

The directors comply with their obligations at law under the Corporations Act in relation to potential or actual conflicts of interest. The directors have a Board conflict of interest policy which outlines their obligations and the processes that they will adopt. At a procedural level, the directors utilise an annual standing notice and adhere to a standing agenda item in Board meetings for the management of conflicts of interest.

Board Charter

The directors adhere to a Board Charter which reflects an expectation of the highest standards of behaviour and identifies the practices that are deemed necessary to maintain the integrity of the Company.

Members of Company Communication

All members of Company receive an annual report. Additionally, updates on the Company’s performance and other material issues are prepared for and presented to quarterly Members of Company information meetings.

Board Composition

In accordance with the GRSA Constitution, the Board comprises five independent directors and one industry director.

Information on directors



Grantley William Stevens

B.Arts [Accounting], FCA, CTA, MAICD

Chair and Non-Executive director (experience in finance)

Joined the Board in July 2013 and was appointed Chair in February 2018.

Grantley came onto the Board with a strong background in financial management. Having joined Edwards Marshall in 1987, he was appointed to partner in 2002. He currently manages the Business Consulting and Taxation division of Nexia Edwards Marshall. In addition to holding Board positions with Racing and Wagering SA Pty Ltd and Greyhounds Australasia, Grantley is the Company Secretary of the Alexander & Symonds Group as well as a member of the Port Adelaide Football Club's Finance and Audit Committee for over ten years. Grantley also sits on a number of advisory Boards for his clients.

Special responsibilities include being Chair of the Audit and Finance Committee and Chair of the Remuneration Committee.



Raymond Peter Fewings

Non-Executive director (experience in greyhound racing industry) as elected by licensed persons

Joined the Board in March 2018.

Ray has built his industry experience through having been an owner, breeder and trainer over a period of 60 years. His long career in media as a race broadcaster, radio presenter and management executive [he was founding Manager of RadioTAB in Adelaide and also worked in management at 5AA] began in 1972 and only ended recently upon his retirement.



Adrian Battiston

LLB, BA [Hons] [Humanities], GDLP

Non-Executive Director (experience in legal matters)

Joined the Board in June 2020.

Adrian is a practicing solicitor at Ryan & Co Solicitors. Adrian was admitted to practice in 1992 and is an experienced commercial lawyer with a focus on property, business transactions, liquor, gaming and hospitality. Adrian also has a strong background in the AFL initially as a participant and more recently from 2015 to 2017, in a list management and pro-scouting role for the West Coast Eagles. Prior to that, Adrian was an accredited player agent and operated a successful business providing contract negotiation, management and mentoring services to players.

Special responsibilities include being a member of the Audit and Finance Committee and the Remuneration Committee.



David Arthur Lewis

GAICD

Non-Executive director (experience in marketing)

Joined the Board in November 2020.

David retired as Chief Member Officer at People's Choice Credit Union a top five Australian Mutual Bank in 2020, where his career included over twenty years as an Executive Manager. His experience includes strategy and planning, risk management, marketing, growing a business, governance, financial management and people management. David holds an Advanced Diploma in Accounting and is also a graduate of the Australian Institute of Company Directors course. He currently sits on the Board of Uniting SA, a not-for-profit organisation delivering programs across aged care, community, disability, mental health, child development and employment.

Special responsibilities include being a member of the Integrity and Welfare Committee.



Ben Kavenagh

MBA, BCom, ADipAppSc[Hort], GCertBus[SportMgt]

Non-Executive Director (experience in business)

Joined the Board in July 2021.

Ben brings to GRSA 25 years of experience in sports administration, having worked in various management roles across greyhound racing, basketball, football, cricket and golf. Kavenagh has CEO experience, having lead National Basketball League club, the Adelaide 36ers, South Australian National Football League club South Adelaide and also worked for the International Cricket Council heading up the Americas region. Ben holds a Master of Business Administration, a Bachelor of Commerce, a Graduate Certificate of Sports Management and a Diploma of Applied Science.



Nicolle Rantanen Reynolds

FAICD, FCPA, MBA, FTIA, Masters Comm Law, BCom

Non-Executive Director (experience in business and governance)

Joined the Board in July 2023.

Nicolle is an experienced Non Executive Director on a number of boards. She is passionate about the governance of sporting bodies and contributes through a variety of roles including; Chair, Office of Recreation Sport & Racing Audit and Performance Committee, President, The Grange Golf Club and Chair Strategy & Finance, Deputy Chair, Thoroughbred Racing Northern Territory and Racing Australia Board Nominee.

Nicolle's current Board roles also include The University of South Australia, LLL Australia, Divisional Councillor SA/NT Australian Institute of Company Directors, Cancer Council SA Board, Audit Committee Chair, Central Adelaide Waste & Recycling Authority, Clayton Church Homes Board and Governance Chair and Independent Member, Local Government Financing Authority Audit Committee.

Nicolle also brings over 20 years experience in both the public and private sector as a senior executive. With a Masters in Commercial Law, an MBA, FAICD and as a Certified Practising Accountant [Fellow], Nicolle has a strong legal, business, accounting and commercial background.

Meetings of Directors

The number of Board meetings held during the year was eleven. The Audit and Finance Committee met four times and the Remuneration Committees met once during the same period.

Attendance Details

	Eligible	Attended
Board Meetings		
Grantley Stevens	11	11
Ray Fewings	11	10
Adrian Battiston	11	10
David Lewis	11	11
Ben Kavenagh	11	11
Nicolle Rantanen Reynolds	0	0
Audit Meetings		
Grantley Stevens	3	3
Adrian Battiston	3	3
Remuneration Committee		
Grantley Stevens	1	1
Adrian Battiston	1	1

Company Secretary

Bodelle Ann Francis B.Bus (HM)

Ms Francis was appointed to the Chief Executive Officer role on April 27, 2022 and was appointed as joint Company Secretary on June 2, 2022.

Gavin Mathew Bosch BCOM, CPA

Mr Bosch was previously the Chief Operating Officer of Greyhound Racing SA Limited having commenced as Chief Financial Officer on October 23, 2018 and resigned his position on June 2, 2023.

Auditor’s Independence Declaration

During the year, William Buck, the Company’s auditor, performed certain other services in addition to the audit of the financial statements. Other services provided included a finance and financial procedures review.

The Board has considered the non-audit services provided during the financial year by the auditor and is satisfied that the auditor’s provision of those non-audit services is compatible with, and did not compromise, the auditor independence requirements of the Corporations Act for the following reasons:

- The non-audit services provided do not undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants, as they did not involve reviewing or auditing the auditor’s own work, acting in a management or decision-making capacity for the Company, acting as an advocate for the Company or jointly sharing risks and rewards.

No amounts were paid to the auditor for non-audit services during the financial year [2022: nil].

A copy of the auditor’s independence declaration as required under section 307C of the Corporations Act 2001 is set out in the Audit Report.

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

Grantley Stevens
Chairman

Dated this 23rd of October 2023

FINANCIAL REPORT

Statement of profit or loss and other comprehensive income for the year ended 30 June 2023

	NOTE	2023	2022
		\$'000's	\$'000's
Racing Product Income	2	24,873	26,497
Other revenues from operating activities	3	2,616	2,390
Food, Beverage and Gaming Revenue		6,692	6,322
Stakemoney and Rebates	4	[13,689]	[14,262]
Food, Beverage and Gaming Expenditure		[6,129]	[5,794]
Racing and Probity expenses		[7,191]	[8,735]
Administration expenses		[2,526]	[2,511]
Greyhounds As Pets (GAP) and Animal Welfare expenses		[2,659]	[2,204]
Marketing expenses		[613]	[637]
Finance and borrowing expenses	5(2)	[205]	[144]
Profit from operating activities	5	1,169	922
Government Funding	6	754	724
Profit from Non-Operating Activities		754	724
Total Profit for the Year		1,923	1,646
Other Comprehensive Income for the Year		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		1,923	1,646

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes to the financial statements.

Statement of financial position as at 30 June 2023

	NOTE	2023	2022
		\$'000's	\$'000's
CURRENT ASSETS			
Cash and Cash Equivalents	7	5,605	3,873
Receivables	8	2,791	2,627
Inventories	9	52	54
Other Financial Assets	10	2,000	1,000
Other Current Assets	11	137	87
Total Current Assets		10,585	7,641
NON-CURRENT ASSETS			
Other Financial Assets	10	-	2,000
Property, Plant and Equipment	12	15,806	14,630
Right Of Use Assets	13	278	197
Total Non-Current Assets		16,084	16,827
TOTAL ASSETS		26,669	24,468
CURRENT LIABILITIES			
Payables	14	1,782	1,696
Provisions	15	1,713	1,169
Borrowings	16	591	550
Lease Liabilities	17	158	91
Total Current Liabilities		4,244	3,506
NON-CURRENT LIABILITIES			
Payables	14	181	259
Provisions	15	159	195
Borrowings	16	3,211	3,575
Lease Liabilities	17	132	114
Total Non-Current Liabilities		3,683	4,143
TOTAL LIABILITIES		7,927	7,649
NET ASSETS		18,742	16,819
EQUITY			
Reserves	18	4,927	4,927
Retained Profits	18	13,815	11,892
TOTAL EQUITY		18,742	16,819

The above statement of financial position should be read in conjunction with the accompanying notes to the financial statements.

Statement of changes in equity for the year ended 30 June 2023

	Retained Earnings	Asset Revaluation Reserve	Capital Acquisition Reserve	Total
	\$'000's	\$'000's	\$'000's	\$'000's
Balance at 30 JUNE 2021	10,246	939	3,988	15,173
Profit attributable to members	1,646	–	–	1,646
Total other comprehensive income for the year	–	–	–	–
Balance at 30 JUNE 2022	11,892	939	3,988	16,819
Profit attributable to members	1,923	–	–	1,923
Total other comprehensive income for the year	–	–	–	–
Balance at 30 JUNE 2023	13,815	939	3,988	18,742

The above statement of changes in equity should be read in conjunction with the accompanying notes to the financial statements.

Cash flow statement for the year ended 30 June 2023

	NOTE	2023	2022
		\$'000's	\$'000's
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		35,610	37,144
Government Funding		754	724
Payments to suppliers and employees		(32,285)	(35,964)
Interest received		129	6
Finance costs		(205)	(144)
Net cash provided by operating activities		4,003	1,766
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		11	56
Payments for property, plant and equipment		(2,651)	(798)
Payments for / Proceeds from other financial assets		1,000	(3,000)
Net cash (used) by investing activities		(1,640)	(3,742)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liabilities		(81)	(78)
Repayment of borrowings		(550)	(550)
Net Cash (used) financing activities		(631)	(628)
Net increase/(decrease) in cash held		1,732	(2,604)
CASH AT BEGINNING OF PERIOD		3,873	6,477
CASH AT END OF PERIOD	7	5,605	3,873

The above cashflow statement should be read in conjunction with the accompanying notes to the financial statements.

Notes to the financial statements for the year ended 30 June 2023

NOTE 1: STATEMENT OF ACCOUNTING POLICIES

Basis of preparation

The financial report is a general purpose financial report that has been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards – Simplified Disclosures and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report has also been prepared on a historical cost basis, except for land and buildings and available-for-sale investments, which have been measured at fair value.

The financial report is presented in Australian dollars and all values are rounded to the nearest thousand dollars (\$000) unless otherwise stated.

Parent entity information

Greyhound Racing SA Ltd (GRSA) has no equity interest in any other entities, save for a 33.3% share in Racing and Wagering SA Pty Ltd (ACN 095 660 058) and all values reported in this financial report reflect only those for GRSA. Racing and Wagering SA Pty Ltd is an entity incorporated to be a vehicle for the receipt and on-payment of refunds of Betting Operations Tax. Racing and Wagering SA Pty Ltd has no net assets and is not consolidated within this financial report.

Note 1: Statement of Accounting Policies

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

The following Accounting Standards and Interpretations are most relevant to the Company:

Conceptual Framework for Financial Reporting [Conceptual Framework]

The Company has adopted the revised Conceptual Framework from 1 January 2020. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the Company's financial statements.

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

The Company has adopted AASB 1060 from 1 July 2021. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of IFRS for SMEs. As a result, there is increased disclosure in these financial statements for key management personnel, related parties, tax and financial instruments.

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

(a) Revenue Recognition Revenue from Contracts with Customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Specific Revenue Streams

The revenue recognition policies for the principal revenue streams of the Company are:

(i) Sale of Goods

Revenue from the sale of goods is recognised when there has been a transfer of risks and rewards to the customer, no further work or processing is required, the quantity and quality of the goods has been determined, the price is fixed and generally title has passed.

(ii) Rendering of Services

Revenue from UBET distribution for both on-course and off-course wagering is shown net of expenses. Revenue from the supply of race fields is recognised in the month of the race field.

(iii) Interest Revenue

Revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

(iv) Dividends

Revenue is recognised when the Company's right to receive the payment is established.

(b) Government Grants

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed.

When the grant relates to an asset, it is recognised as income as received.

(c) Taxes

Income Tax

GRSA is exempt from income tax pursuant to the Income Tax Assessment Act.

Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except:

- When the GST incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable
- When receivables and payables are stated with the amount of GST included

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority is classified as part of operating cash flows.

Commitments and contingencies are disclosed including GST recoverable from, or payable to, the taxation authority.

(d) Property, Plant and Equipment

Property, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the property, plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company recognises such parts as individual assets with specific useful lives and depreciates them accordingly.

Land and buildings are measured at fair value less accumulated depreciation on buildings and impairment losses recognised at the date of revaluation. Valuations are performed with sufficient frequency to ensure that the fair value of a revalued asset does not differ materially from its carrying amount.

A revaluation surplus is credited to the asset revaluation reserve in equity. However, to the extent that it reverses a revaluation deficit of the same asset previously recognised in profit or loss, the increase is recognised in profit and loss. A revaluation deficit is recognised in the statement of profit or loss, except to the extent that it offsets an existing surplus on the same asset recognised in the asset revaluation reserve.

Accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. Upon disposal, any revaluation reserve relating to the particular asset being sold is transferred to retained earnings.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets as follows:

Buildings and Improvements 10 to 20 years
Plant and equipment 3 to 10 years
Furniture and Fittings 5 to 10 years
Motor vehicles 4 to 7 years

An item of property, plant and equipment and any significant part initially recognised is de-recognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset [calculated as the difference between the net disposal proceeds and the carrying amount of the asset] is included in the statement of profit or loss when the asset is de-recognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

(e) Leases

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based [e.g. CPI] or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

The Company has elected to apply the exceptions to lease accounting for both short-term leases [i.e. leases with a term of less than or equal to 12 months] and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

(f) Right of Use Assets

In accordance with the accounting policy for Leases, at the commencement of a lease, the Company recognises a right-of-use asset and associated lease liability for the lease term.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

(g) Cash & Cash Equivalents

Cash and cash equivalents in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of

three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts. Bank overdrafts are included within interest bearing loans and borrowings in current liabilities in the statement of financial position.

(h) Receivables

Receivables that generally have 30 day terms, are recognised at fair value. Collectability of receivables is reviewed on an ongoing basis at an operating level. Individual debts that are known to be uncollectible are written off when identified. An impairment provision is recognised when there is objective evidence that the Company will not be able to collect the receivable.

(i) Inventories

Inventories are measured at the lower of cost (First in First Out basis) and net realisable value.

(j) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the entity commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction 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. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted. Trade receivables are initially measured at the transaction price if the trade receivables do not contain significant financing component or if the practical expedient was applied.

Classification and Subsequent Measurement

Financial Liabilities

A financial liability is measured at fair value through profit and loss if the financial liability is:

- A contingent consideration of an acquirer in a business combination to which AASB 3: Business Combinations applies;
- Held for trading; or
- Initially designated as “at fair value through profit or loss”.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period. The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is

the rate that discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent they are not part of a designated hedging relationship are recognised in profit or loss.

The change in fair value of the financial liability attributable to changes in the issuer’s credit risk is taken to other comprehensive income and are not subsequently reclassified to profit or loss. Instead, they are transferred to retained earnings upon derecognition of the financial liability. If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses should be taken to profit or loss rather than other comprehensive income.

A financial liability is derecognised when it is extinguished (i.e. when the obligation in the contact is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability is treated as an extinguishment of the existing liability and recognition of new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in the Statement of Profit or Loss, and other comprehensive income.

Financial Assets

A financial asset that meets the following conditions is subsequently measured at amortised cost:

- The financial asset is managed solely to collect contractual cash flows; and
- The contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset that meets the following conditions is subsequently measured at fair value through other comprehensive income:

- The contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified; and
- The business model for managing the financial assets comprises both contractual cash flows’ collection and the selling of the financial asset.

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.

The initial designation of the financial instruments to measure at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

A financial asset is derecognised when the holder’s contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and

rewards of ownership are substantially transferred. On derecognition of a financial asset measured at amortised cost, the difference between the asset’s carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

(k) Impairment of Non-Financial assets

An impairment loss is recognised for the amount by which the asset’s carrying amount exceeds its recoverable amount. Recoverable amount is the higher of an asset’s fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset’s recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset’s recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

(i) Employee Entitlements

Wages, salaries, annual leave and sick leave

Liabilities for wages and salaries, including non-monetary benefits and annual leave expected to be settled within 12 months of the reporting date are recognised in respect of employees’ services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Expenses for sick leave are recognised when the leave is taken and are measured at the rates paid or payable.

Long service leave

The liability for long service leave is recognised and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures, and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currencies that match, as closely as possible, the estimated future cash outflows.

(m) Members’ Guarantee

GRSA is a Company limited by guarantee. If GRSA is wound up, the Constitution states that each member is required to contribute a maximum of two [2] dollars towards meeting outstanding obligations. As at 30 June 2023, the number of members was five [5].

(n) Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments which are incorporated into the financial statements 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 Company.

Key estimates - Impairment: General

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may be indicative of impairment triggers. 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 and assumptions.

Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

Estimation of useful lives of assets

The Company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what Company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

NOTE 2: RACING PRODUCT INCOME	2023	2022
	\$'000's	\$'000's
TAB Product Fee paid to greyhound racing code	5,763	5,303
less TAB Product Fee Expenses	(1,530)	(1,410)
Race Field Fee Income	20,900	22,838
On-course tote commissions	(260)	(234)
	24,873	26,497

NOTE 3: OTHER REVENUES FROM ORDINARY ACTIVITIES

Sponsorships	3	12
Other	2,613	2,378
	2,616	2,390

NOTE 4: STAKEMONEY AND REBATES

Prizemonies	12,683	13,242
Travel Rebates	1,006	1,020
	13,689	14,262

Wagering Activity Payments: The Wagering Activity Payment model underpins a minimum commitment to participant returns of 50% of net wagering revenue to participants.

Net Wagering Revenue

TAB Product Fee paid to greyhound racing code	5,763	5,303
Race Field Fee Income	20,900	22,838
less TAB Product Fee Expenses	(1,530)	(1,410)
Net Wagering Revenue	25,133	26,731

Net Wagering Revenue x 50%	12,567	13,366
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Prizemoney Components Included in Wagering Activity Payments

Prizemoney (excluding Industry Performance Reward Payments)	11,683	12,494
Travel Rebates (included in Wagering Activity Payments)	884	874

Prizemoney Components Included in WAP	12,567	13,366
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Prizemoney Components Included in WAP ÷ Net Wagering Revenue	50.0%	50.0%
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Prizemoney Components Excluded from Wagering Activity Payments

Industry Performance Reward Payments	1,000	750
Festival of Fire - New race series prizemoney	77	68
Travel Rebates (excluded from Wagering Activity Payments)	46	78

	1,123	896
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Total Stakemoney and Rebates	13,689	14,262
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Total Stakemoney and Rebates ÷ Net Wagering Revenue	54.5%	53.4%
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NOTE 5: PROFIT FROM ORDINARY ACTIVITIES

Profit from ordinary activities has been determined after:

	2023	2022
	\$'000's	\$'000's

5(1) Employment Costs

Employment Costs	8,041	7,599
Total Employment Costs	8,041	7,599

5(2) Finance & Borrowing Costs

Interest Paid on Borrowings	205	144
Total Borrowing Costs	205	144

5(3) Depreciation of Non-Current Assets

Property, Plant and Equipment	1,326	1,160
Right of use asset	148	83
Total Depreciation	1,474	1,243

NOTE 6: GOVERNMENT FUNDING

Government Funding - Racing Industry Fund	754	724
	754	724

NOTE 7: CASH AND CASH EQUIVALENTS

Cash on Hand	285	164
Cash at Bank	3,796	2,186
Cash Bank Deposits at call	1,524	1,523
	5,605	3,873

NOTE 8: RECEIVABLES

Sundry Debtors	2,195	2,045
Other	596	582
	2,791	2,627

NOTE 9: INVENTORIES

Beverages – Tavern & Restaurant – at Cost	28	35
Food – Tavern & Restaurant – at Cost	24	19
	52	54

	2023	2022
	\$'000's	\$'000's

NOTE 10: OTHER FINANCIAL ASSETS

CURRENT

Term deposits with a maturity more than 90 days and less than 1 year	2,000	1,000
	2,000	1,000

NON-CURRENT

Term deposits with a maturity greater than one year	-	2,000
	-	2,000

NOTE 11: OTHER CURRENT ASSETS

Prepayments	137	87
	137	87

NOTE 12: PROPERTY, PLANT AND EQUIPMENT

	2023	2022
	\$'000's	\$'000's
Land, Building and Improvements – Angle Park at Fair Value	7,115	6,439
Accumulated Depreciation	(1,544)	(1,362)
	5,571	5,077
Land, Building and Improvements – Murray Bridge at Cost	6,272	6,272
Accumulated Depreciation	(1,325)	(1,008)
	4,947	5,264
Land, Building and Improvements – Gawler at Fair Value	1,600	1,600
Accumulated Depreciation	(667)	(587)
	933	1,013
Capital Works in Progress	173	492
	173	492
Plant and Equipment	6,091	4,020
Accumulated Depreciation	(2,621)	(2,131)
	3,470	1,889
Furniture and Fittings	1,834	1,776
Accumulated Depreciation	(1,166)	(946)
	668	830
Motor Vehicles	382	382
Accumulated Depreciation	(338)	(317)
	44	65
Total Property, Plant and Equipment	15,806	14,630

Revaluation of land and buildings – [1] fair value of land, buildings and improvements at Angle Park is based on valuations performed in 2022 by CBRE Valuations Pty Limited, an accredited independent valuer. [2] Fair value of land, buildings and improvements at Gawler is based on Director Valuations that use inputs provided by an independent, external valuer.

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

	Capital Work in Progress	Land Buildings & Improvements	Plant & Equipment	Furniture & Fittings	Motor Vehicles	Total
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Carrying Amount at Start of Year	492	11,354	1,889	830	65	14,630
Additions	2,513	-	-	48	-	2,561
Disposals	-	-	-	-	-	-
Transfers to plant and equipment	(2,773)	675	2,089	-	-	-
Transfers to income statement	(59)	-	-	-	-	(59)
Depreciation expense	-	(578)	(517)	(210)	(21)	(1,326)
Carrying amount at end of year	173	11,451	3,470	668	44	15,806

NOTE 13: RIGHT OF USE ASSETS

	2023	2022
	\$'000's	\$'000's
Motor Vehicles	558	329
Accumulated Depreciation	(280)	(132)
	278	197

Motor Vehicles

	\$'000's
Carrying amount at start of year	197
Additions	229
Depreciation expense	(148)
Carrying amount at end of year	278

NOTE 14: PAYABLES

CURRENT

Trade Creditors	550	737
Other	1,232	903
	1,782	1,640

Other	181	32
	181	32

NOTE 15: PROVISIONS

CURRENT

Provision for Annual Leave	478	524
Provision for Long Service Leave	657	462
Provision for Club Funding	366	-
Futurity and Gawler Produce Race Series	212	183
	1,713	1,169

NON-CURRENT

Provision for Long Service Leave	159	195
	159	195

NOTE 15[a]: FUTURITY AND GAWLER PRODUCE SERIES

During the year, payments are received for eligible greyhounds to compete in the Futurity and Gawler Produce Race Series meetings. The payments received to compete in the series are paid as additional prizemoney to successful participants in the race series.

NOTE 16: BORROWINGS

CURRENT

	2023	2022
	\$'000's	\$'000's
Bank Loan	550	550
Tractor Loan	41	-
	591	550

NON-CURRENT

Bank Loan	3,025	3,575
Tractor Loan	186	-
	3,211	3,575

The Company refinanced its loan facility with Westpac in November 2021. The loan is required to be paid in equal annual repayments of \$550,000 (payable quarterly) and has a term of three years (ending on 7th December 2024). At the expiry of the loan the residual balance is required to be re-paid in full, however the Company is confident of being able to extend the facility prior to the term expiry.

The loan facility is secured by a fixed and floating charge over selected assets of the Company.

NOTE 17: LEASE LIABILITIES

CURRENT

Lease Liability	158	91
	158	91

NON-CURRENT

Lease Liability	132	114
	132	114

Future lease payments are due as follows	158	96
Within one year	132	117
One year to five years	290	213

NOTE 18: EQUITY AND RESERVES

Retained Earnings

GRSA is a not-for-profit Company limited by guarantee. The constitution precludes any distribution of earnings directly or indirectly by way of dividends, bonus or otherwise to a Member.

Asset Revaluation Reserve

The asset revaluation reserve is used to record increases and decreases in the fair value of land and buildings to the extent that they offset one another.

Capital Acquisition Reserve

The capital acquisition reserve is used to record fair value from the acquisition of the assets of Member Clubs where GRSA becomes responsible for the conduct of race meetings at the club venue.

NOTE 19: RELATED PARTY INFORMATION

Board members have no equity participation as GRSA is a company limited by guarantee, for the benefit of the greyhound racing industry.

	2023	2022
	\$'000's	\$'000's
[a] Board Members' Remuneration		
Total Board Members' Remuneration	216	202
[b] Key Management Remuneration		
Total Key Management Remuneration	1,291	1,146

Unless otherwise disclosed, transactions between related parties (including key management personnel) are on conditions no more favourable than those which it is reasonable to expect the entity would have adopted if dealing with a non-related party at arm's length in the same circumstances.

Fees of \$605 (2022: \$550) were paid for accountancy and taxation services to Nexia Edwards Marshall, of which Grantley Stevens is a partner. As at 30 June 2023 \$605 was outstanding to be paid.

Fees of \$73,000 were paid for Greyhound Visualisation Project to Alexander Symons, of which Grantley Stevens is the Company Secretary. As at June 30 2023 there was an amount outstanding of \$14,690.

Fees of \$21,800 (2022: \$ 1,935) were paid for legal services to Ryan and Co Solicitors, of which Adrian Battison is a partner. No amounts were outstanding at the end of the year.

NOTE 20: REMUNERATION OF AUDITOR

During the financial year the following fees were paid or payable for services provided by William Buck, the auditor of the Company:

Audit of the financial statements	22	22
Other services	-	-
Total Auditor Remuneration	22	22

NOTE 21: COMMITMENTS

As at 30 June 2023 the Company had no contingencies (2022: \$Nil).

NOTE 22: SUBSEQUENT EVENTS

The Government of South Australia has established an independent inquiry into the regulatory regime, operations, culture, governance and practices of the greyhound racing industry in South Australia.

The purpose of the inquiry is to obtain an independent, system-level assessment of the:

- current operations, culture, governance and practices of the South Australian greyhound racing industry,
- nature and efficacy of the current model of regulation, and
- relationship, if any, between that model and the operation, culture, governance and practices of the industry

The Inquirer must provide a final report to the Minister for Recreation, Sport, and Racing by no later than 30 November 2023. The report should record the results of the inquiry, its assessments, conclusions and recommendations, and any referrals that have been, or are proposed to be, made by the Inquirer. At the time of publishing this report the financial impact of the inquiry's findings are unknown to GRSA.

Directors' Declaration

In accordance with a resolution of the directors of Greyhound Racing SA Ltd, I state that:

1. In the opinion of the directors:
- a. The financial statements and notes of Greyhound Racing SA Ltd for the financial year ended 30 June 2023 are in accordance with the Corporations Act 2001, including:
- i. Giving a true and fair view of the financial position as at 30 June 2023 and performance for the year ended on that date
- ii. Complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001
- b. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. This declaration has been made after receiving the declarations required to be made to the directors by the Chief Executive Officer and Chief Operating Officer in accordance with section 295A of the Corporations Act 2001 for the financial year ended 30 June 2023.

On behalf of the Board



Grantley Stevens
Chairman

Dated this 23rd of October 2023

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF GREYHOUND RACING SA LTD**

I declare that to the best of my knowledge and belief, during the year ended 30 June 2023, 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.



William Buck (SA)
ABN: 38 280 203 274



G.W. Martinella
Partner

Dated this 23rd day of October, 2023

Greyhound Racing SA Limited
Independent auditor's report to members

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Greyhound Racing SA Limited (the Company), which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information and the directors' declaration.

In our opinion, the accompanying financial report of the Company, is in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- ii. complying with Australian Accounting Standards – Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other Information

The directors are responsible for the other information. The other information comprises the information in the Company's annual report for the year ended 30 June 2023, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors 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 – Simplified Disclosures and the *Corporations Act 2001* and for 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.

In preparing the financial report, the directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of these financial statements is located at the Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our independent auditor's report.

William Buck

William Buck (SA)
ABN: 38 280 203 274

G.W. Martinella

G.W. Martinella
Partner

Dated this 23rd day of October, 2023.





MEMBERS OF COMPANY

[As at June 30, 2023]

Adelaide Greyhound
Racing Club Inc.

Gawler Greyhound
Racing Club Inc.

Greyhound Owners, Trainers
and Breeders Association
Coursing Club Inc.

Mount Gambier Greyhound
Racing and Coursing Club Inc.

Murray Bridge Greyhound
Racing Club Inc.

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