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## MISSION STATEMENT

To increase the value of our **Shareholders'** investment is our ultimate goal and we strive to achieve this through company growth and by operating our businesses efficiently and well.

**The guest** is our most valuable asset and we enthusiastically endeavour to provide an experience that exceeds expectations.

**Our employees** are the face of Club Crocodile and we are committed to providing them a caring environment that creates goodwill, growth and development of their individual skills. We are dedicated to successfully blending these skills to achieve guest satisfaction.

**Club Crocodile** is a responsible member of the community and the tourism and leisure industry in which we participate. We aim to provide useful input to both the community and the tourism and leisure industry.

**COMPANY INFORMATION**  
**CLUB CROCODILE HOLDINGS LIMITED (ACN 010 715 901)**  
**AND SUBSIDIARIES**

**DIRECTORS**

Phillip Dickinson  
 [Managing Director]

Peter Thomas Thynne  
 [Chairman]

David Ronald Kingston

Mustafa Shail

Kevin Joseph Sheppard

**COMPANY SECRETARY**

Kevin Joseph Sheppard

**REGISTERED OFFICE**

Sheppard & Associates  
 Shop D 1181 Wynnum Road,  
 Cannon Hill Qld 4170  
 Phone: (07) 3390 4333  
 Fax: (07) 3390 7444

**STOCK EXCHANGE LISTING**

The Australian Stock Exchange Ltd has granted quotation for all fully paid ordinary shares in the company.

**BRISBANE OFFICE**

Suite 15, The Clayfield Centre  
 688-696 Sandgate Road  
 Clayfield Qld 4011

Phone: (07) 3862 6222

Fax: (07) 3862 1444

Email: [headoffice@clubcroc.com.au](mailto:headoffice@clubcroc.com.au)

Website: [www.clubcroc.com.au](http://www.clubcroc.com.au)

**AUDITORS**

PKF Chartered Accountants  
 Level 6  
 120 Edward Street, Brisbane Qld 4000  
 Phone: (07) 3226 3555  
 Fax: (07) 3226 3500

**SHARE REGISTRY**

Computershare Registry Services Pty Ltd  
 Level 27 Central Plaza One  
 345 Queen Street  
 Brisbane Qld 4000  
 Phone: (07) 3237 2100  
 Fax: (07) 3229 9860

<p><b><u>WHITSUNDAY RESORT – MAINLAND</u></b>                      Club Crocodile Airlie Beach                      Shute Harbour Road                      WHITSUNDAY QLD 4802                      Phone: (0749) 467155                      Fax: (0749) 466007                      Reservations: 1800 075 151</p> <p><b><u>WHITSUNDAY RESORT – ISLAND</u></b>                      Club Crocodile Long Island                      WHITSUNDAY QLD 4802                      Phone: (0749) 469400                      Fax: (0749) 469555                      Reservations: 1800 075 125</p> <p><b><u>CAIRNS MOTEL</u></b>                      Club Crocodile Lake Street                      183 Lake Street                      CAIRNS QLD 4870                      Phone: (0740) 514988                      Fax: (0740) 516047</p>	<p><b><u>CAIRNS HOTEL/MOTEL</u></b>                      Club Crocodile Hides                      City Square                      87 Lake Street                      CAIRNS QLD 4870                      Phone: (0740) 511 266                      Fax: (0740) 312276                      Reservations: 1800 079 266</p> <p><b><u>CLUB CROCODILE TOOWONG VILLAS</u></b>                      9-11 Ascog Street                      TOOWONG QLD 4066                      Phone: (07) 3371 4855                      Fax: (07) 3371 4661                      Reservations: 1800 777 092</p>	<p><b><u>CLUB CROCODILE TRAINING &amp; EMPLOYMENT</u></b>                      Suite 15, The Clayfield Centre                      688-696 Sandgate Road                      Clayfield Qld 4011                      Phone: (07) 3862 6222                      Fax: (07) 3862 1444</p> <p><b><u>CLUB CROCODILE RIVER QUEENS</u></b>                      (Operation leased out)                      Eagle Street Pier                      1 Eagle Street                      BRISBANE QLD 4000                      Phone: (07) 3221 1300                      Fax: (07) 3229 6334</p>
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## **MANAGING DIRECTORS REVIEW**

The industry in which we are most active, tourism, has again been severely affected by matters beyond our control. The Group's financial result was significantly affected, not only by the disastrous effects of the terrorist attacks on the World Trade Centre on September 11, but also by the collapse of Ansett in September last year which resulted in bad debts of over \$150,000, cancellation of significant forward bookings and loss of a great industry supporter.

The lost revenue has proven difficult to replace and in view of the lack of discounted airfares into the Whitsunday region, Long Island has seen annual revenues reduced by 26% from \$10.2 million in 2001 to \$7.5 million in 2002, and its profit has fallen from \$1.75 million in 2001 to just \$282,000 in 2002.

The reported group loss for the year ending 30 June 2002 was \$674,603 (2001-\$899,896 loss) after accounting for \$400,000 of goodwill writedowns of our Cairns businesses and also taking into account a profit of \$1.074 million derived from the sale of the Brisbane Tavern.

Your company has taken stock of the situation, has set new goals and intends to become more focused to help ensure fair returns on investment are achieved.

Our planned disposal of non core assets has been well documented, and recently we placed shares to a new substantial shareholder, David Kingston, a Sydney businessman. Mr Kingston has been appointed to the board in a non executive capacity. He has leisure industry experience and knowledge which will be drawn upon to assist Club Crocodile to return to profit.

Since David's appointment we have spent some time analysing the company's performance of recent years and have come to the conclusion that continuing the clearance of non core assets is important to facilitate focus and to provide debt reductions. Accordingly, the sale of the Kookaburra River Queens was completed on 7 October 2002. Negotiation for the sale of Toowong Villas is continuing.

Several board and management changes have taken place in recent times. Murray Charlton has resigned from the board after 13 years of valuable service. We acknowledge his contribution to the financial and aesthetic development of Club Crocodile as well as his kind gesture to stand down as a director to enable change to occur. Peter Thynne has become a non executive director. Brent Cooper, has moved to Airlie Beach. The Airlie Beach business manager, Brian Doyle, has moved to Long Island and Long Island's manager, Brett Thompson, has moved to Airlie Beach. The importance of a Brisbane Head Office has been significantly reduced.

We intend to retain our larger accommodation businesses at Airlie Beach, Long Island and Hides of Cairns. We intend to focus on these businesses to provide profit and increase shareholder value. It should be acknowledged at this point that all directors took significant salary cuts in January this year in a demonstrable show of commitment and support to the company.

A clearance of non core assets, running operations from Airlie Beach, achieving a near break even result this year and a return to profit next year are our goals. We want no distraction and want to incur no unnecessary costs. We are highly motivated to return the company to profit. Obviously, we all share the benefits of success.

Many staff have participated in the development of our new goals, they have accepted the challenges that lie ahead and will play a vital part in our achievements. We take this opportunity to thank and congratulate all of our staff for a job well done last year.

Shareholder benefits are once again available to shareholders and details are contained at the back of this report. We thank you for your interest over the years and trust that you will continue to support us in our endeavors to create shareholders wealth.

**PHIL DICKINSON**  
**MANAGING DIRECTOR**

**CLUB CROCODILE HOLDINGS LTD  
HISTORY OF BUSINESS ACQUISITIONS**

<b>Property</b>	<b>Location</b>	<b>Built Purchased</b>	<b>Capacity</b>	<b>Ownership Status</b>	<b>Staff Numbers</b>
Club Crocodile	Airlie Beach	1987/88	160 rooms	Freehold	63
Long Island	Whitsundays	1994	156 rooms	Perpetual Lease	94
River Queens	Brisbane	1995	700 seats	Paddlewheelers (leased out since 1 July 2001)	Nil
Lake Street	Cairns	1995	55 rooms	3 year lease	12
Hides Hotel	Cairns	1996	105 rooms	22 year lease	25
Motor Inn	Rockhampton	1997	45 rooms	20 year lease (Sold May 2002)	Nil
Training & Employment	Brisbane	1997	Unlimited	Business owned Shared management	7
Toowong Villas	Brisbane	1997	44 villas	25 year lease	10
Brisbane Tavern	Brisbane	1999	Tavern leased out	Tenanted Freehold (Sold July 2001)	Nil
Head Office	Brisbane	1999	Administration	Leased Offices from 31 July 2001	6

**CLUB CROCODILE HOLDINGS LTD  
COMPARATIVE STATISTICS**

	Notes	2002	2001	2000	1999	1998
		\$000	\$000	\$000	\$000	\$000
<b>FINANCIAL PERFORMANCE</b>						
Sales		18,422	24,631	25,334	23,920	23,912
Increase/(decrease) on prior year		(25.2%)	(2.8%)	5.9%	0%	14%
Profit from ordinary activities		(675)	(900)	27	12	818
Profit from ordinary activities before interest and income tax (EBIT)	1	(304)	(320)	665	742	1,419
Increase/(decrease) on prior year		(5.0%)	(148.3%)	(10.4%)	(48.0%)	(46.0%)
EBIT ratio to sales		(1.7)	(1.3)	2.6	3.1	5.9
EBDIT	2	1,177	1,314	1,924	1,818	2,444
Profit from ordinary activities after income tax		(675)	(900)	27	12	818
Increase/(decrease) on prior year		25%	(349%)	108%	(98%)	(54%)
Profit from ordinary activities ratio to sales		(3.67%)	(3.65%)	0.10%	0.05%	3.4%
Basic earnings per ordinary share (cents)	3	(1.299)	(1.732)	0.051	0.024	1.57
Increase/(decrease) on prior year		25%	(349%)	212%	(98%)	(56%)
<b>FINANCIAL POSITION</b>						
Total assets		16,618	20,347	21,936	22,173	22,453
Group capital expenditure	4	211	229	697	402	436
Net debt	5	6,237	9,517	10,217	10,469	10,731
Shareholders' equity		10,032	10,744	11,644	11,618	11,605
Net tangible assets per share (cents)	6	18.2	17.9	18.6	18.3	17.9
Number of fully paid ordinary shares		51,673	51,974	51,974	51,974	51,974
<b>FINANCE</b>						
Cash flow from operating activities		(60)	1,304	1,014	1,478	1,563
Gearing ratio	7	47.9%	70.6%	74.1%	77.1%	82.5%
Net debt to equity		62.2%	88.6%	87.8%	90.8%	93.5%
Return on assets	8	(1.8%)	(1.6%)	3.0%	3.3%	6.3%
Return on shareholders' equity		(6.7%)	(8.4%)	0.23%	0.1%	7.1%
Net interest cover	9	0.82 times	0.55 times	1.04 times	1.02 times	2.4 times
Debt service cover	10	0.09 times	0.20 times	0.41 times	0.55 times	0.6 times
Current asset ratio	11	51.9%	30.0%	56.2%	58.2%	52.5%

**Notes to Comparative Statistics**

- (1) EBIT is earnings before interest and income tax.
- (2) EBDIT is earnings before depreciation, amortisation, interest, borrowing costs and income tax.
- (3) Basic earnings per share is calculated as profit from ordinary activities divided by number of paid shares.
- (4) Group capital expenditure represents total additions to property, plant equipment during the year, at cost.
- (5) Net debt is total liabilities minus cash held.
- (6) Net tangible assets per share is net assets less intangibles divided by fully paid ordinary shares at end of year.
- (7) Gearing ratio is calculated as interest bearing debt as a percentage of shareholders funds.
- (8) Return on assets is profit before interest divided by total assets.
- (9) Net interest cover is calculated as profit from ordinary activities before abnormal items, interest expense and tax expense divided by interest.
- (10) Debt service cover is calculated as earnings before interest and tax divided by total debt service (total interest and loan principal repaid).
- (11) Current asset ratio is the ratio of total current assets to current liabilities.

**DIRECTORS' REPORT  
YEAR ENDED 30 JUNE 2002**

Your directors present the following report of the parent entity and its controlled entities for the financial year ended 30 June 2002.

1. OPERATING RESULTS

The loss of the Consolidated Entity for the year ended 30 June 2002 after providing for income tax amounted to \$674,603 (2000/2001 loss \$899,896).

2. DIVIDENDS

Directors have recommended that no dividend be paid for the current reporting period.

As recommended in last year's report, no dividend was paid out of profits of the previous reporting period.

3. PRINCIPAL ACTIVITIES

The principal activities of the parent entity are the operation of a resort at Airlie Beach, accommodation and motel operations in Cairns and Brisbane and the investment in group entities. The principal activities of the Consolidated Entity involve the operation of a mainland tourism resort, an island resort, leasing of river cruise boats, motel accommodation, and hospitality training.

There were no significant changes in the nature of the Consolidated Entity's principal activities during the reporting period other than the sale of the leased tavern premises in July 2001 and sale of the Rockhampton motel facility in May 2002.

4. DIRECTORS' INFORMATION

The names and particulars of the directors of the company in office at any time during the year or since the end of the year of this report are:

Name of Director	Qualifications and Experience	Number of Directors' Meetings Eligible to Attend	Number of Directors' Meetings Attended
Peter T Thynne	Chairman since October 1988 Executive Director Special Responsibilities: Marketing	8	8
Phillip Dickinson	B.Eng(Mining), A.S.I.A. Executive Director from September 1987 until July 2002 and now Managing Director from August 2002 Special responsibilities: Operations	8	8
Murray A Charlton	Director since October 1988 Resigned 12 August 2002	8	8
Kevin J Sheppard	B Bus (Acctcy) CPA Director since December 1995 Special responsibilities: Finance and Accounting	8	8
Andrew J Haythorpe	Director since July 2000 Resigned 21 September 2001	2	1
Mustafa Shail	Accountant F.N.I.A. Director since May 2001	8	8
David R Kingston	Investment Banker B.Com., LL.B. Appointed 12 August 2002	-	-

**DIRECTORS' REPORT  
YEAR ENDED 30 JUNE 2002**

4. DIRECTORS' INFORMATION (continued)

Peter Thomas Thynne has a relevant interest within the meaning of the Corporations Act 2001 in 2,876,006 shares in the company held by Falconridge Pty Ltd of which he is a director and the Thynne Group Superannuation Fund of which he is trustee.

Phillip Dickinson is personally entitled to 1,910,243 shares in the company. He has a relevant interest within the meaning of the Corporations Act 2001 in 450,000 shares in the company held by PAK Finance Ltd of which he is a director.

David Ronald Kingston is personally entitled to 11,226,037 shares in the company.

Kevin Joseph Sheppard is personally entitled to 25,000 shares in the company. He has a relevant interest within the meaning of the Corporations Act 2001 in 2,631,000 shares in the company held by Tappak Nominees Pty Ltd and PAK Finance Limited of which he is a director and the Sheppard & Wells Staff Superannuation Fund of which he is trustee.

Mustafa Shail has a relevant interest within the meanings of the Corporations Act 2001 in 10,987,242 shares in the company held by Shail Investments Pty Ltd of which he is a director and the Shail Superannuation Fund of which he is trustee.

5. REVIEW OF OPERATIONS

1. The group was significantly affected by the collapse of Ansett in September 2001 which resulted in bad debts of over \$150,000 and, combined with the world wide effect of the terrorist attacks in America, an immeasurable amount of forward bookings being cancelled. This lost revenue has proved difficult to replace to date and in view of the lack of discounted airfares into the Whitsunday region Long Island Resort has seen annual revenues reduced by 26% from \$10.2m in 2001 to \$7.5m in 2002.
2. The mainland Airlie Beach property, while not as severely affected by the airline market, continued to face stiff opposition from increased local competition and was affected by increased cost of operations which it was not able to fully pass on to customers. The Cairns operation, while still not trading profitably, showed a slight improvement over the previous year and Toowong Villas completed another successful year assisted by the demand in Brisbane for this type of corporate accommodation.
3. In January 2002 the Training and Employment division rationalised its public training courses and was granted an extension of the government backed Job Pathways Program contract both of which assisted in continuity of profitable contribution to the groups cost of operations in Brisbane.
4. During the year the present company sold two of its assets, the Brisbane Tavern and the Rockhampton Motel and applied all sale proceeds (\$3.35m) to the reduction of debt. A profit was derived on both sales with the Tavern profit (\$1.074m) being the major significant contribution.
5. In August 2001 the company commenced an on market share buyback program but with the collapse of Ansett and the likely impending liquidity difficulties the program was curtailed and eventually ceased with the buyback and cancellation of 301,000 shares at a cost of \$37,328.

6. RESULTS OF OPERATIONS

The Consolidated Entity achieved profit before interest and depreciation of \$1.177 million, which is a decrease of 10.4% on the previous year.

Trading operations from the major businesses contributed towards profit before interest and depreciation as follows: -

Long Island	\$ 282,000 (last year \$1,745,000)
Airlie Beach	\$ 260,000 (last year \$ 357,000)
Toowong Villas	\$ 258,000 (last year \$ 243,000)
River Queens	\$ 331,000 (last year \$ 126,000)

These profits are recorded before corporate overheads and head office costs. Head office management, marketing and group operating costs amounted to \$1.4 million (last year \$1.6 million).

7. SIGNIFICANT CHANGES IN STATE OF AFFAIRS

The following significant changes in the state of affairs of the group occurred during the financial year:

In July 2001 the parent company settled the sale of the Brisbane Tavern and proceeds were applied to reduction of short term group debt.

In May 2002 the parent company settled the sale of its Rockhampton leasehold motel and proceeds were also applied to reduction of short term group debt.

During the period the parent company made an additional write down of purchased goodwill of \$200,000 for its Cairns business Hides Hotel.

During the period one of the subsidiary companies made an additional write down of purchased goodwill of \$200,000 for its Cairns business Lake Street.

There have been no significant changes in controlled entities.

8. AFTER BALANCE DATE EVENTS

On 1 August 2002 cash proceeds of \$623,952 were received from a placement of 4,456,800 shares at 14 cents in the Parent company.

On 8 August 2002 a contract between a related party of Mr Peter Thynne and one of the subsidiary companies, was entered into for the sale of the Kookaburra River Queens for a price of \$1.96m. Settlement is scheduled for 7 October 2002 and at the date of this report the sale had not been settled.

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

9. LIKELY DEVELOPMENTS AND EXPECTED RESULTS

The likely developments in the operations of the economic entity and the expected results of those operations in future financial years are as follows:

The company will continue to develop a wider market to replace the loss of pre Ansett business in attempting to achieve improved profit contribution from each business.

Costs associated with the head office and corporate overheads are continuing to be reviewed on an ongoing basis and further efficiencies are expected to be achieved.

The company intends to fast track its progression of debt reduction from the disposal of non core tourism assets and non performing assets as well as from the use of trading profits.

It is expected that the development of marketing initiatives, concentration of improved efficiencies and ongoing debt reduction will result in a stronger balance sheet and the return to significant profit by the end of the 2003/04 year.

10. DIRECTORS' AND EXECUTIVE OFFICERS' EMOLUMENTS

The company's policy for determining the nature and amount of emoluments of board members and senior executives of the company is as follows:

The remuneration structure for executive directors seeks to emphasis payment for results through providing various reward schemes, for example the incorporation of incentive payments based on the achievement of sales and profit targets. The objective of the reward schemes is to both reinforce the short and long-term goals of the company and to provide a common interest between management and shareholders. No performance based incentives were paid for the year ended 30 June 2002.

#### 10. DIRECTORS' AND EXECUTIVE OFFICERS' EMOLUMENTS (continued)

The consolidated and parent entities have no executive officers other than executive directors.

Emoluments of non executive directors comprise fees determined having regard to industry practice and the need to obtain appropriately qualified independent persons. Fees do not include any non monetary elements.

Emoluments of executive directors are determined by a remuneration committee comprising non executive directors. In this respect, consideration is given to normal commercial rates of remuneration for similar levels of responsibility.

The emoluments of each director are as follows:

##### DIRECTORS

Parent Entity	Salary	Executive Severance Benefit	Director's Fees	Superannuation Contributions	Total
Peter T Thynne	110,400	-	-	19,002	129,402
Phillip Dickinson	63,138	129,600	-	24,800	217,538
Murray A Charlton	-	-	30,000	-	30,000
Mustafa Shail	-	-	5,000	-	5,000
Kevin J Sheppard	-	-	10,000	-	10,000
Andrew J. Haythorpe	-	-	3,000	-	3,000

#### 11. SHARE OPTIONS

In a previous period 2,000,000 options were granted to a director, Mr A J Haythorpe, at an exercise price of 15 cents.

The options granted are exercisable on or before 27 November 2002 and were approved by shareholders on 27 November 2000.

No shares have been issued by virtue of the exercise of an option during the year or to the date of this report and there are no unissued ordinary shares for which options are outstanding at the date of this report.

No person entitled to exercise the option had or has any right by virtue of the option to participate in any share issue of any other body corporate.

#### 12. INDEMNIFICATION OF OFFICERS

During or since the end of the reporting period, the parent entity has paid premiums in respect of a contract insuring all the directors of Club Crocodile Holdings Limited against all claims, proceedings, liabilities and expenses incurred in their job as directors of the company except where the liability arises out of conduct involving a wilful breach of duty or where the liabilities have been imposed by law or for any legal action or litigation outside the jurisdiction of the contract. The total amount of the insurance contract premiums paid was \$11,550 (2001 - \$8,174).

#### 13. AUDIT COMMITTEE

At the date of this report the consolidated entity had an audit committee consisting of directors Mustafa Shail (Non-executive), Kevin Sheppard (Non-Executive), and Phillip Dickinson (Executive). The committee's responsibilities are to oversee the existence and maintenance of internal controls and accounting systems, oversee the financial reporting process, nominate external auditors and review the existing external audit arrangements.

**DIRECTORS' REPORT**  
**YEAR ENDED 30 JUNE 2002**

14. CORPORATE GOVERNANCE

The Chairman of the Board, Mr Peter T Thynne, is responsible for the overall profitability and direction of the group. Mr P Thynne and Mr P Dickinson are executive directors and other directors Mr M Charlton, Mr K Sheppard, Mr A Haythorpe and Mr M Shail are, or have been, non-executive directors. It is the chairman's responsibility in consultation with existing Board members to establish criteria for Board membership and to select appropriate members of the Board. Shareholder approval is required on the composition of the Board of Directors.

The remuneration and terms and conditions of employment of Senior Management are reviewed and approved by the Board after seeking professional advice. Non executive directors have the right to seek independent professional advice in relation to their directors' duties at the company's expense. The chairman's prior approval of such expenditure is required.

All directors jointly form the vehicle to facilitate the identification of significant areas of business risk, implement procedures to manage such risks and to develop policies regarding the establishment and maintenance of appropriate ethical standards, including the appointment of external auditors and reviewing the adequacy of existing audit arrangements. The company's policy restricts directors from acting on material information until it has been released to the market and adequate time has been given for this to be reflected in the security's prices.

15. PERFORMANCE IN RELATION TO ENVIRONMENTAL REGULATION

The consolidated entity's operations are subject to significant environmental regulation under the law of the Commonwealth and State. There has been no matter either during or since the end of the reporting period which, in the opinion of the directors, would give rise to any conflict with the provisions of the existing environmental regulations.

16. PROCEEDINGS ON BEHALF OF 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 during the year.

17. ROUNDING OFF OF AMOUNTS TO THE NEAREST THOUSAND DOLLARS

The company is an entity to which ASIC Class Order 98/100 applies. Accordingly, amounts in the financial statements have been rounded to the nearest thousand dollars.

Signed in accordance with a resolution of the Directors. Dated at Brisbane this 25th day of September 2002

.....  
**PETER T THYNNE**  
**DIRECTOR**

**STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 30 JUNE 2002**

	Notes	Consolidated Entity		Parent Entity	
		2002 \$000	2001 \$000	2002 \$000	2001 \$000
Revenues from ordinary activities	2	21,774	24,631	12,009	9,146
Borrowing costs expense		(371)	(579)	(294)	(331)
Advertising & promotions		(928)	(1,567)	(495)	(593)
Amortisation		(530)	(521)	(291)	(290)
Bad & doubtful debts		(160)	(11)	(32)	(5)
Carrying amount of net assets sold		(2,224)	-	(2,224)	-
Cost of sales		(4,609)	(6,381)	(2,087)	(2,168)
Depreciation		(951)	(1,113)	(386)	(529)
Directors costs		(395)	(421)	(395)	(421)
Employee related expenses		(6,687)	(8,783)	(2,972)	(3,107)
Insurance		(219)	(213)	(115)	(146)
Rental expense on operating leases		(1,881)	(1,850)	(1,519)	(1,427)
Repairs & replacements		(794)	(1,068)	(398)	(322)
Telephone & electricity		(610)	(698)	(270)	(333)
Other expenses from ordinary activities		(2,090)	(2,326)	(974)	(1,149)
Profit/(loss) from ordinary activities before income tax		(675)	(900)	(443)	(1,675)
Income tax expense relating to ordinary activities	4	-	-	-	-
Net profit/(loss) attributable to members of the Parent Entity		(675)	(900)	(443)	(1,675)
Basic earnings per share (cents per share)	19	(1.299)	(1.732)		
Diluted earnings per share (cents per share)	19	(1.299)	(1.732)		
Dividends per share (cents per share)		-	-	-	-

The above Statement of Financial Performance is to be read in conjunction with the attached Notes.

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2002**

	Notes	Consolidated Entity		Parent Entity	
		2002 \$000	2001 \$000	2002 \$000	2001 \$000
<b>CURRENT ASSETS</b>					
Cash assets	5	350	86	90	20
Receivables	6	858	1,253	3,599	1,236
Inventories	7	285	308	85	104
Other	8	54	135	48	63
<b>TOTAL CURRENT ASSETS</b>		<b>1,547</b>	<b>1,782</b>	<b>3,822</b>	<b>1,423</b>
<b>NON CURRENT ASSETS</b>					
Property, plant & equipment	9	14,442	17,124	4,902	7,168
Other financial assets	10	-	-	-	-
Intangibles	11	629	1,441	629	1,202
<b>TOTAL NON CURRENT ASSETS</b>		<b>15,071</b>	<b>18,565</b>	<b>5,531</b>	<b>8,370</b>
<b>TOTAL ASSETS</b>		<b>16,618</b>	<b>20,347</b>	<b>9,353</b>	<b>9,793</b>
<b>CURRENT LIABILITIES</b>					
Payables	12	1,527	1,613	920	1,589
Interest bearing liabilities	13	1,245	4,131	864	670
Provisions	14	207	197	106	86
<b>TOTAL CURRENT LIABILITIES</b>		<b>2,979</b>	<b>5,941</b>	<b>1,890</b>	<b>2,345</b>
<b>NON CURRENT LIABILITIES</b>					
Interest bearing liabilities	13	3,565	3,460	3,565	2,910
Provisions	14	42	202	22	182
<b>TOTAL NON CURRENT LIABILITIES</b>		<b>3,607</b>	<b>3,662</b>	<b>3,587</b>	<b>3,092</b>
<b>TOTAL LIABILITIES</b>		<b>6,586</b>	<b>9,603</b>	<b>5,477</b>	<b>5,437</b>
<b>NET ASSETS</b>		<b>10,032</b>	<b>10,744</b>	<b>3,876</b>	<b>4,356</b>
<b>EQUITY</b>					
Contributed equity	15 (a)	12,750	12,787	12,750	12,787
Accumulated losses	15 (b)	(2,718)	(2,043)	(8,874)	(8,431)
<b>TOTAL EQUITY</b>	15 (c)	<b>10,032</b>	<b>10,744</b>	<b>3,876</b>	<b>4,356</b>

The above Statement of Financial Position is to be read in conjunction with the attached Notes.

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2002**

	Note	Consolidated Entity		Parent Entity	
		2002 \$000	2001 \$000	2002 \$000	2001 \$000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>					
Receipts from customers and others		20,651	27,110	7,124	10,926
Payments to suppliers employees and others		(19,474)	(24,193)	(10,517)	(9,397)
Interest received		3	1	1	-
Borrowing costs		(311)	(553)	(255)	(320)
GST paid		(929)	(1061)	(385)	(339)
<b>Net Cash provided by (used in) operating activities</b>	2C	(60)	1,304	(4,032)	870
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>					
Payments for property plant & equipment		(211)	(252)	(62)	(118)
Proceeds from sale of property plant & equipment		3,016	-	3,016	-
Proceeds from sale of intangibles		336	-	336	-
<b>Net cash provided by (used in) investing activities</b>		3,141	(252)	3,290	(118)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>					
Share buy back payment		(37)	-	(37)	-
Repayment of borrowings		(769)	(2,586)	855	(556)
<b>Net cash provided by (used in) financing activities</b>		(806)	(2,586)	818	(556)
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		2,275	(1,534)	76	196
Cash at beginning of year		(2,660)	(1,126)	(340)	(536)
<b>CASH AT END OF YEAR</b>	1C	(385)	(2,660)	(264)	(340)

The above statements are to be read in conjunction with the attached notes.

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2002**

**NOTES TO STATEMENT OF CASH FLOWS**

1C Reconciliation of cash.

For the purposes of this statement of cash flows, cash includes -

- (i) cash on hand and in at call deposits with banks or financial institutions, net of bank overdrafts; and,
- (ii) investments in money market instruments with less than 14 days to maturity.

Cash at the end of the year is shown in the Statement of Financial Position as: -

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
Cash on hand and in banks	350	86	90	20
Bank overdraft	(735)	(2,746)	(354)	(360)
	<u>(385)</u>	<u>(2,660)</u>	<u>(264)</u>	<u>(340)</u>

2C Reconciliation of cash flow from operations with profit from ordinary activities after abnormal items and income tax:

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
Profit from ordinary activities after abnormal items and income tax	(675)	(900)	(443)	(1,675)
(a) Non cash flows in profit from ordinary activities:				
Amortisation	530	521	291	290
Depreciation	951	1,113	386	529
(Gain)/loss on sale of fixed assets	(1,074)	-	(1,074)	-
Increase/(decrease) in provision – doubtful debts	(30)	(1)	(2)	(21)
Increase/(decrease) in interest payable	59	26	39	11
(Gain)/loss on sale of intangibles	(54)	-	(54)	-
Total non cash flows	<u>382</u>	<u>1,659</u>	<u>(414)</u>	<u>809</u>
(b) Changes in assets and liabilities:				
(Increase)/decrease in trade debtors	425	90	106	91
(Increase)/decrease in receivables – related entities	-	-	(2,467)	1,526
(Increase)/decrease in inventories	23	48	19	3
(Increase)/decrease in prepayments	16	32	(29)	26
(Increase)/decrease in short term security deposits	5	-	5	-
Increase/(decrease) in trade creditors	(265)	157	(20)	86
Increase/(decrease) in loans from related entities	-	-	(793)	(131)
Increase/(decrease) in GST payable	46	219	29	70
Increase/(decrease) in unearned income	(15)	(13)	(28)	35
Increase/(decrease) in other creditors	18	-	14	-
Increase/(decrease) in provisions	(150)	12	(141)	30
Increase/(decrease) in amount payable to directors	130	-	130	-
Total Movements	<u>233</u>	<u>545</u>	<u>(3,175)</u>	<u>1,736</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>60</u>	<u>1,304</u>	<u>(4,032)</u>	<u>870</u>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted by Club Crocodile Holdings Limited are stated in order to assist in general understanding of the financial statements.

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

The financial report covers the Consolidated Entity of Club Crocodile Holdings Limited and controlled entities, and Club Crocodile Holdings Limited as an individual parent entity. Club Crocodile Holdings Limited is a listed public company, incorporated and domiciled in Australia.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non current assets. Cost is based on the fair values of the consideration given in exchange for assets.

**(a) Principles of Consolidation**

The consolidated financial statements comprise the financial statements of Club Crocodile Holdings Limited and all of its controlled entities as disclosed in Note 23 to the financial statements.

All inter-company balances and transactions between entities in the Consolidated Entity, including any unrealised profits or losses, have been eliminated on consolidation.

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

Property, plant and equipment are carried at cost or fair value, less, where applicable, any accumulated depreciation or amortisation.

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, are depreciated over the useful lives to the Consolidated Entity on a straight line method and 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 average depreciation rates used for each class of depreciable assets are: -

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Buildings	2.5%
Boats	5%
General Plant & Equipment	10-20%
Computer Equipment	20-40%
Motor Vehicles	15%

The gain or loss on disposal of all fixed assets, including any revalued assets, is determined as the difference between the carrying amount of the asset at the time of disposal and the proceeds of disposal, and is recognised as income or expense of the Consolidated Entity in the year of disposal and included in profit from ordinary activities before income tax of the Consolidated Entity in the year of disposal.

**(c) Leases**

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to entities within the Consolidated Entity, are classified as finance leases. Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated over their estimated useful lives where it is likely that the Consolidated Entity will obtain ownership of the asset over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

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.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

**(d) Income Tax**

The Consolidated Entity adopts the liability method of tax-effect accounting whereby the income tax expense shown in the statements of financial performance are based on the profit from ordinary activities before income tax adjusted for any permanent differences.

Timing differences, which arise due to the different accounting periods in which items of revenue and expense are included in the determination of accounting profit and taxable income, are brought to account as either provision for deferred income tax or an asset described as future income tax benefit at the rate of income tax applicable to the period in which the benefit will be received or the liability will become payable.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond reasonable doubt. Future income tax benefits in relation to tax losses are not brought to account unless there is virtual certainty of realisation of the benefit.

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, the anticipation that the Consolidated Entity will derive sufficient future assessable income to enable the benefit to be realised and will continue to comply with the conditions of deductibility imposed by the law.

**(e) Inventories**

Goods for resale are valued at the lower of cost and net realisable value. Costs have been assigned to inventory quantities on hand at balance date using the weighted average method.

**(f) Intangible Assets - Goodwill**

Goodwill is initially recorded at the amount by which the purchase price for a business exceeds the fair value attributed to its net assets at date of acquisition. Purchased goodwill is amortised on a straight line basis over the period of twenty years apart from the training and employment business which has been amortised over three years. The balances are reviewed annually and any balance representing future benefits for which the realisation is considered to be no longer probable are written off.

**(g) Employee Entitlements**

Provision is made for the company's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

Liabilities are determined after taking into consideration estimated future increases in wages and salaries and past experience regarding staff departures. Related on costs are included.

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

**(h) Other Financial Assets**

**Non Current**

Investments are carried at cost. Investments in wholly owned subsidiary companies are shown at cost.

**(i) Receivables**

Trade debtors are carried at nominal amounts due less any provision for doubtful debts. A provision for doubtful debts is recognised when collection of the full amount is no longer probable. Trade debts are usually settled on thirty day terms.

**(j) Payables**

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Consolidated Entity. Trade creditors are unsecured and are normally settled on thirty day terms.

**(k) Interest Bearing Liabilities**

Secured and unsecured interest bearing liabilities are carried at their principal amount plus any accrued interest.

Commercial bills are recognised as a liability at the face value of the bill. The difference between the face value and the net proceeds is brought to account as prepaid interest and expensed as incurred. Commercial bills are wholly secured.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

**(l) Revenue**

Revenue from the sale of goods is recognised upon the delivery of goods to customers. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. Rental revenue is recognised in accordance with the terms of the respective rental agreements.

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

**(m) 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 of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

**(n) Comparative figures**

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current reporting period.

**(o) Rounding of Amounts**

The parent entity has applied the relief available under ASIC Class Order 98/100 and accordingly, amounts in the financial report have been rounded off to the nearest \$1,000.

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
<b>2. REVENUE</b>				
Operating activities				
Sales of goods	17,306	24,112	8,506	8,963
Services revenue	706	299	142	-
Other revenue	31	36	1	1
Interest revenue from other persons	3	2	2	-
Rental revenue	376	182	6	182
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenue from operating activities	18,422	24,631	8,657	9,146
	<hr/>	<hr/>	<hr/>	<hr/>
Non operating activities				
Proceeds from sale of non current assets	3,016	-	3,016	-
Proceeds from sale of intangibles	336	-	336	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenue from non operating activities	3,352	-	3,352	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenue from Ordinary activities	21,774	24,631	12,009	9,146
	<hr/>	<hr/>	<hr/>	<hr/>
Revenue from exchange of goods included in sale of goods above	102	109	57	57
	<hr/>	<hr/>	<hr/>	<hr/>
<b>3. PROFIT FROM ORDINARY ACTIVITIES</b>				
Profit (loss) from ordinary activities before income tax includes:				
Net gain on disposal of non current assets				
- Property plant & equipment	1,074	-	-	-
- Intangible goodwill	54	-	54	-
	<hr/>	<hr/>	<hr/>	<hr/>
	1,128	-	1,128	-
	<hr/>	<hr/>	<hr/>	<hr/>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
<b>4. INCOME TAX</b>				
The amount provided in respect of income tax Differs from the amount of prima facie tax payable on				
Prima facie tax payable on profit from ordinary Activities before income tax at 30% (2001: 34%)	(206)	(306)	(133)	(570)
Add tax effect of				
- non deductible depreciation & amortisation	112	181	87	102
- other non allowable items	3	24	-	6
	<hr/>	<hr/>	<hr/>	<hr/>
	(91)	(101)	(46)	(462)
Less tax effect of				
- additional other items allowable as deductions	(108)	(20)	(93)	(7)
- additional building construction cost write off	-	(54)	-	-
Recoupment of prior year tax losses not Previously brought to account	-	-	-	-
FITB not brought to account	199	175	139	469
	<hr/>	<hr/>	<hr/>	<hr/>
Income Tax expense attributable to Profit from ordinary activities	-	-	-	-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>FUTURE INCOME TAX BENEFIT</b>	-	-	-	-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Potential future income tax benefits to the Consolidated Entity of \$3,825,967 (2000/2001 \$3,626,647) attributable to tax losses carried forward have not been brought to account at 30 June 2002 because Directors do not believe it is appropriate to regard realisation of the future income tax benefit as virtually certain.

These benefits will only be obtained if -

- (a) the company derives future assessable income of a nature and of an amount sufficient to enable benefit from the deduction for the loss to be realised.
- (b) the company continues to comply with the conditions for deductibility imposed by law; and
- (c) no changes in tax legislation adversely affect the company in realising the benefit from the deduction for the loss.

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
<b>5. CASH</b>				
Cash on hand	35	34	7	8
Cash at bank	315	52	83	12
	<hr/>	<hr/>	<hr/>	<hr/>
	350	86	90	20
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
6. RECEIVABLES (CURRENT)				
Trade debtors	900	1,325	318	424
Provision for doubtful debts	(42)	(72)	(16)	(18)
	<hr/>	<hr/>	<hr/>	<hr/>
	858	1,253	302	406
Sundry debtors – wholly owned subsidiaries	-	-	3,297	830
	<hr/>	<hr/>	<hr/>	<hr/>
	858	1,253	3,599	1,236
	<hr/>	<hr/>	<hr/>	<hr/>
Loans to wholly owned subsidiaries are due and payable on demand.				
7. INVENTORIES (CURRENT)				
Finished goods held for resale or use at cost	285	308	85	104
	<hr/>	<hr/>	<hr/>	<hr/>
8. OTHER ASSETS (CURRENT)				
Short term security deposits	8	13	5	10
Prepayments	46	122	43	53
	<hr/>	<hr/>	<hr/>	<hr/>
	54	135	48	63
	<hr/>	<hr/>	<hr/>	<hr/>
9. PROPERTY, PLANT AND EQUIPMENT				
Freehold land, at cost	1,190	2,591	1,190	2,591
Leasehold land and lease, at cost	2,612	2,612	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Land	3,802	5,203	1,190	2,591
	<hr/>	<hr/>	<hr/>	<hr/>
Buildings on freehold land, at cost	5,289	5,705	5,289	5,705
Buildings on leasehold land, at cost	11,450	11,450	-	-
Less accumulated depreciation	(7,449)	(7,110)	(1,796)	(1,695)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Buildings	9,290	10,045	3,493	4,010
	<hr/>	<hr/>	<hr/>	<hr/>
Total Land and Building	13,092	15,248	4,683	6,601
	<hr/>	<hr/>	<hr/>	<hr/>
Plant and equipment:				
At cost	8,879	9,290	2,365	2,854
Accumulated Depreciation	(7,529)	(7,414)	(2,146)	(2,287)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Plant & Equipment	1,350	1,876	219	567
	<hr/>	<hr/>	<hr/>	<hr/>
Total Property, Plant & Equipment	14,442	17,124	4,902	7,168
	<hr/>	<hr/>	<hr/>	<hr/>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

9. PROPERTY, PLANT AND EQUIPMENT (continued)

NOTE: VALUATION

A valuation of Club Crocodile Airlie Beach property plant and equipment was obtained in September 2002 from Herron Todd White, registered valuers. This valuation stated the current market value on a going concern basis of resort property plant and equipment at \$6 million at that date. A valuation of Long Island Resort property plant and equipment by Herron Todd White, registered valuers, in September 2002 stated the value of land and improvements based on current market value to be \$9 million. These valuations were not made with a regular policy of revaluing property plant and equipment. The directors have not made any upward revaluation of property plant and equipment in these accounts.

(a) Movement in Carrying Amounts

	Freehold Land	Leasehold Land	Buildings on Freehold Land	Buildings on Leasehold Land	Plant and Equipment
Consolidated Entity:					
Opening Balance	2,591	2,612	4,010	6,035	1,876
Additions	-	-	-	-	211
Less Disposals	(1,401)	-	(384)	-	(157)
Less Depreciation Expense	-	-	(133)	(238)	(580)
Closing Balance	1,190	2,612	3,493	5,797	1,350
Parent Entity:					
Opening Balance	2,591	-	4,010	-	567
Additions	-	-	-	-	62
Less Disposals	(1,401)	-	(384)	-	(157)
Less Depreciation Expense	-	-	(133)	-	(253)
Closing Balance	1,190	-	3,493	-	219

	Consolidated Entity		Parent Entity	
	2002	2001	2002	2001
	\$000	\$000	\$000	\$000
10. OTHER FINANCIAL ASSETS – UNLISTED				
Shares in wholly owned controlled entities at cost of \$112 and shown as nil after rounding as less than \$500	-	-	-	-
11. INTANGIBLES				
Purchased goodwill Lake Street	609	609	-	-
Purchased goodwill Hides Hotel	578	578	578	578
Purchased goodwill Motor Inn Rockhampton	-	383	-	383
Purchased goodwill Toowong Villas	845	845	845	845
Purchased goodwill Hospitality School	133	133	-	-
	2,165	2,548	1,423	1,806
Accumulated amortisation	(1,536)	(1,107)	(794)	(604)
Net carrying amount of intangibles	629	1,441	629	1,202

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
12. PAYABLES (CURRENT)				
Trade creditors	1,073	1,338	656	677
Amounts payable to				
- wholly owned subsidiaries	-	-	1	794
- directors	*130	-	*130	-
- other	324	275	133	118
	<hr/>	<hr/>	<hr/>	<hr/>
	1,527	1,613	920	1,589
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

\* Amounts payable to Mr P Dickinson in relation to termination as an executive employee of the company

13. INTEREST BEARING LIABILITIES				
CURRENT (Secured)				
Bank overdrafts	735	2,746	354	360
Bank loans	510	1,385	510	310
	<hr/>	<hr/>	<hr/>	<hr/>
	1,245	4,131	864	670
	<hr/>	<hr/>	<hr/>	<hr/>
NON CURRENT (Secured)				
Bank loans	3,565	3,460	3,565	2,910
	<hr/>	<hr/>	<hr/>	<hr/>
	3,565	3,460	3,565	2,910
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

- (1) The carrying amounts of non-current assets pledged as security are:
- |                               |       |       |       |       |
|-------------------------------|-------|-------|-------|-------|
| - Freehold land               | 1,190 | 2,591 | 1,190 | 2,591 |
| - Leasehold land              | 2,612 | 2,612 | -     | -     |
| - Buildings on freehold land  | 3,493 | 4,010 | 3,493 | 4,010 |
| - Buildings on Leasehold land | 5,797 | 6,035 | -     | -     |
| - Plant & equipment           | 1,350 | 1,876 | 219   | 567   |
- (2) The bank overdrafts of the Parent Entity and subsidiaries are fully secured by first mortgages over freehold and leasehold properties of controlled entities.
- (3) The bank mortgage loans are fully secured by registered first mortgage over certain freehold and leasehold properties of controlled entities.
- (4) Information about terms and conditions of borrowings are included at Note 20.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
14. PROVISIONS				
CURRENT				
Employee entitlement	167	197	66	86
Director's retirement	40	-	40	-
	207	197	106	86
	207	197	106	86
NON CURRENT				
Employee entitlements	42	42	22	22
Director's retirement	-	160	-	160
	42	202	22	182
	42	202	22	182
(a) Aggregate employee entitlements	367	429	160	175
	367	429	160	175
(b) Number of employees at year end	No. 217	No. 238	No. 104	No. 113
	217	238	104	113
15. CONTRIBUTED EQUITY, ACCUMULATED LOSSES AND TOTAL EQUITY				
(a) Contributed Equity				
	<b>Number of shares</b>		<b>\$000</b>	<b>\$000</b>
Ordinary shares (fully paid)	51,974,478	51,974,478	12,787	12,787
At the beginning of the reporting period	51,974,478	51,974,478	12,787	12,787
Share buy back (0.58% of issued capital, on market buy back, cost \$37,328 (2001 – nil))	(301,000)	-	(37)	-
	51,673,478	51,974,478	12,750	12,787
	51,673,478	51,974,478	12,750	12,787
There were 2,000,000 share options over unissued shares which were not taken up at year end. Options expire on 27 November 2002 and confer right to acquire ordinary shares at 15 cents per share.				
On issue at beginning of financial year	2,000,000	-		
Issued during the financial year	-	2,000,000		
On issue at end of financial year	2,000,000	2,000,000		
	2,000,000	2,000,000		

Fully paid ordinary shares carry the right to one vote at a meeting of the company. Shareholders also have the right to receive dividends as declared and to participate in the proceeds from the sale of all surplus assets in proportion to the total shares issued in the event of the company winding up.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
15. CONTRIBUTED EQUITY, ACCUMULATED LOSSES AND TOTAL EQUITY (continued)				
(b) Accumulated Losses				
Accumulated losses at the beginning of the financial year	(2,043)	(1,143)	(8,431)	(6,756)
Net profit/(loss) attributable to members of the Parent Entity	(675)	(900)	(443)	(1,675)
	<hr/>	<hr/>	<hr/>	<hr/>
Total available for appropriation	(2,718)	(2,043)	(8,874)	(8,431)
Dividends provided for or paid	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Accumulated losses at the end of the financial year	(2,718)	(2,043)	(8,874)	(8,431)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
(c) Total Equity				
Total Equity at the beginning of the financial year	10,744	11,644	4,356	6,031
Total changes in equity recognised in the statement of financial performance	(675)	(900)	(443)	(1,675)
Transactions with owners as owners:				
Share buy back	(37)	-	(37)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Equity at the end of the financial year	10,032	10,744	3,876	4,356
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
<b>16. CAPITAL AND LEASING COMMITMENTS</b>				
(a) Operating Lease Commitments				
Non cancellable operating leases contracted For but not capitalised in the financial statements.				
Payable:				
Not later than one year	1,635	1,801	1,260	1,425
Later than one year but not later than five Years	3,526	5,379	2,649	4,008
Later than five years	-	-	-	-
	5,161	7,180	3,909	5,433

Two non cancellable property leases are in place with differing commencement dates and terms up to ten years and with rent payable monthly in advance. Contingent rental provisions within these lease agreements require the minimum lease payments to be increased by the lower of CPI or 4% per annum while the Hides Hotel lease includes fixed annual rental increases until 1 January 2003 and thereafter CPI increases. Options exist to renew the leases at the end of the terms for additional terms of up to five years.

(b) Capital Expenditure Commitments:				
Capital expenditure contracted for at year end but not provided for				
Payable:				
Not later than one year	15	15	-	-
Later than one year but not later than five Years	35	51	-	-
Later than five years	-	-	-	-
	50	66	-	-

In addition to the above a wholly owned subsidiary holds a perpetual lease over crown land which commenced on 1 October 1961. The current annual commitment for this lease is \$48,726 (2001 - \$48,120).

<b>17. AUDITORS' REMUNERATION</b>				
Remuneration of the auditor of the parent entity for:				
- auditing or reviewing the financial report	23	27	22	14
- other services	-	1	-	1
	23	28	22	15

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

<b>Consolidated Entity</b>		<b>Parent Entity</b>	
<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>

18. REMUNERATION AND RETIREMENT BENEFITS

(a) Directors' remuneration:

Income paid or payable to all directors of each entity by the entities of which they are directors and any related parties	395	365	-	-
Income paid or payable to all directors of the parent entity by the parent entity and any related parties	-	-	395	365

Number of parent entity directors whose income from the parent entity and any related parties was within the following bands:

0- 9,999			2	-
10,000- 10,999			1	1
20,000- 29,999			-	1
30,000- 39,999			1	-
50,000- 59,999			-	1
100,000- 109,999			-	1
120,000- 129,999			1	-
170,000- 179,999			-	1
210,000- 219,999			1	-

Directors of the parent entity who have held office at any time during the year are:-

Peter Thomas Thynne, Phillip Dickinson,  
Murray Andrew Charlton, Kevin Joseph Sheppard,  
Mustafa Shail, Andrew John Haythorpe (resigned 21 September 2001)

(b) Executive remuneration:

Remuneration paid or payable by executive officers of the Consolidated Entity, from entities in the Consolidated Entity and any related entities for management of the affairs of the Consolidated Entity, whose remuneration is \$100,000 or more	347	279	-	-
Remuneration received or due and receivable by executive officers of the parent entity, from the parent entity and any related parties for management of the affairs of the parent entity and its subsidiaries, whose income is \$100,000 or more	-	-	347	279

The number of executives whose income is within the following bands:

\$100,000 - \$109,999	-	1	-	1
\$120,000 - \$129,999	1	-	1	-
\$170,000 - \$179,999	-	1	-	1
\$210,000 - \$219,999	1	-	1	-

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	<b>Consolidated Entity</b>	
	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>
<b>19. EARNINGS PER SHARE</b>		
Net profit used in calculating basic earnings per share	(675)	(900)
Net profit used in calculating diluted earnings per share	(676)	(900)
Weighted average number of ordinary shares used in calculating basic earnings per share	51,896,135	51,974,478
Weighted average number of ordinary shares and potential ordinary shares used in calculating diluted earnings per share	51,896,135	51,974,478
Potential ordinary shares that are not dilutive and not used in the calculation of diluted earnings per share	2,000,000	2,000,000
Basic earnings per share (cents per share)	(1.299) cents	(1.732) cents
Diluted earnings per share (cents per share)	(1.299) cents	(1.732) cents

**20. FINANCING ARRANGEMENTS**

**Credit Standby Arrangements:**

In addition to the group overdraft facility of \$600,000 (2001 - \$2,400,000), an amount of nil (2001 - \$100,000) is accessible by the Consolidated Entity from its bankers and can be used provided it is not in default on its existing bank loans.

**Other Financing Arrangements:**

**(a) Loans provided by the Consolidated Entity's bankers to the parent entity -**

- Fixed rate fully drawn advance nil (2001 - \$209,341). Fully drawn, repayable \$16,000 monthly from July 2001 and due for payment in June 2001. Interest is payable monthly. Loan fully repaid 31 July 2001.
- Fixed commercial bill facility nil (2001 - \$2,185,000). Fully drawn, repayable \$75,000 per half year from September 2000 and renegotiable in May 2002. Interest is payable quarterly. Loan fully repaid 3 June 2002.
- Fixed commercial bill facility \$875,000 (2001 - \$1,035,000). Fully drawn, repayable \$40,000 per quarter from June 2000. Interest payable quarterly at 6.52% p.a. and renegotiable in June 2003.
- Fixed rate fully drawn advance \$3,200,000 (2001 - nil). Fully drawn, repayable \$350,000 per year from June 2002. Interest payable quarterly at 7.14% p.a. and renegotiable in December 2002.

**(b) Subsidiary companies have loan arrangements as follows:**

- Bank fixed commercial bill nil (2001 - \$700,000) fully drawn, repayable \$50,000 per quarter from May 1999. Loan fully paid 3 June 2002.
- Bank fixed commercial bill nil (2001 - \$50,000) fully drawn repayable in August 2001. Loan fully repaid August 2001.
- Bank fixed commercial bill nil (2001 - \$665,000). Fully drawn, repayable at \$350,000 per year and renegotiable in March 2002. Loan fully repaid 3 June 2002.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

21. RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties. Apart from normal trading activities between the parent entity and its subsidiary because of their proximity of operations in the Whitsunday, Brisbane and Cairns areas there are no business transactions between companies within the Consolidated Entity.

	<b>Consolidated Entity</b>		<b>Parent Entity</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
Transactions with related parties:				
(a) Director related entities:				
Accounting staff and facility hire paid to Chatdale Pty Ltd a related party of director K J Sheppard	95	90	95	90
Equipment hire paid to a relative of director P Dickinson	5	6	5	6
Wages paid to a relative of director P Thynne	16	31	16	31
Wages paid to a relative of director P Dickinson	15	31	15	31
Staff hire and administration service fees paid to Falconridge Pty Ltd a related party of director P Thynne	15	46	15	46
(b) Wholly owned controlled group -				
During the year the Parent Entity loaned amounts to wholly owned controlled entities and received repayments of advances from those entities. Interest is not payable on the loans and there is no fixed term of repayment.				

Balances owed to the parent entity at year end were:

	<b>2002</b>	<b>2001</b>
	<b>\$000</b>	<b>\$000</b>
Mytarc Pty Ltd	2,645	435
KQ Investments Pty Ltd	114	114
Long Island Resorts Pty Ltd	223	(794)
Club Crocodile Training & Employment Pty Ltd	310	281
	<u>3,292</u>	<u>36</u>

Directors and director related entities hold directly, indirectly or beneficially as at 30 June 2002 the following aggregate number of shares in the parent entity:

	<b>2002</b>	<b>2001</b>
	<b>No. of shares</b>	<b>No. of shares</b>
Club Crocodile Holdings Limited ordinary shares	25,618,736	25,868,486
	<u>25,618,736</u>	<u>25,868,486</u>
Club Crocodile Holdings Limited options	2,000,000	2,000,000
	<u>2,000,000</u>	<u>2,000,000</u>

Two million options were issued to director Andrew Haythorpe on 27 November 2000 – option exercise price is 15 cents. Expiry date is 27 November 2002. No options have been taken up.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

22. CONTROLLED ENTITIES

Investment in controlled entities -

	Country of Incorporation	Percentage owned		Investment at cost	
		2002 %	2001 %	2002 \$	2001 \$
Parent Entity:					
Club Crocodile Holdings Ltd	Australia				
Controlled Entities of Club Crocodile Holdings Limited:					
Mytarc Pty Ltd	Australia	100	100	10	10
Long Island Resorts Pty Ltd	Australia	100	100	-	-
KQ Investments Pty Ltd	Australia	100	100	2	2
Club Crocodile Training and Employment Pty Ltd	Australia	100	100	100	100

23. CONTINGENT LIABILITIES

The parent entity and three of its wholly owned subsidiaries, Mytarc Pty Ltd, Long Island Resorts Pty Ltd and KQ Investments Pty Ltd, have entered into a Deed of Indemnity under which the parent entity and its subsidiaries cross guarantee the finance debt of each other.

	Parent Entity	
	2002 \$000	2001 \$000
Mytarc Pty Ltd	283	2,668
K Q Investments Pty Ltd	-	-
Long Island Resorts Pty Ltd	99	1,231
	382	3,899

24. AFTER BALANCE DATE EVENTS

On 1 August 2002 cash proceeds of \$623,952 were received from a placement of 4,456,800 shares at 14 cents in the Parent company.

On 8 August 2002 a contract was signed by one of the subsidiary companies for the sale of the Kookaburra River Queens for a price of \$1.96m. At the date of this report the sale had not been settled.

The above transactions have not been reflected in the financial statements.

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

25. COMPANY DETAILS

The registered office of the company is:

Shop D, 1181 Wynnum Road,  
CANNON HILL QLD 4170

The principal place of business of the company is:

Suite 15,  
688-696 Sandgate Road,  
CLAYFIELD QLD 4011

The principal activity of the company is that of resort and motel operation.

26. SEGMENT INFORMATION

Accounting Policies

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Segment assets include all assets used by a segment and consist principally of cash, receivables, inventories, intangibles and property, plant and equipment, net of allowances and accumulated depreciation and amortisation. While most such assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment liabilities consist principally of accounts payable, employee entitlements, accrued expenses, provisions and entitlements. Segment assets and liabilities do not include deferred income taxes.

The consolidated entity has the following three business segments:

- 1 Tourism and Hospitality
- 2 Leasing and Rentals
- 3 Training and Employment

All business segments are geographically located in Queensland, Australia. Segment information is reported separately as per schedule 1 – Segment reporting.

27. FINANCIAL INSTRUMENTS

(a) *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 disclosed in the statement of financial position and notes to the financial statements. The Consolidated Entity had no significant concentrations of credit risk from any party or group.

(b) *Net Fair Values*

The net fair values of financial assets and liabilities approximates their carrying value.

(c) *Interest Rate Risk*

The Consolidated 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 per schedule 2 – Financial instruments.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2002**

Schedule 1.  
SEGMENT REPORTING

	Tourism & Hospitality \$000		Leasing & Rents \$000		Training \$000		Eliminations \$000		Economic Entity \$000	
	2002	2001	2002	2001	2002	2001	2002	2001	2002	2001
<b>REVENUE</b>										
External Sales	17,337	23,545	376	182	706	902	-	-	18,419	24,629
Sales to other segments	142	277	-	-	-	-	(142)	(277)	-	-
Total Segment Revenue	<u>17,479</u>	<u>23,822</u>	<u>376</u>	<u>182</u>	<u>706</u>	<u>902</u>	<u>(142)</u>	<u>(277)</u>	<u>18,419</u>	<u>24,629</u>
Unallocated Revenue									3,355	2
Total Revenue from ordinary activities									<u>21,774</u>	<u>24,631</u>
<b>RESULT</b>										
Segment Result	(1,638)	(346)	170	62	33	(39)	-	-	(1,435)	(323)
Unallocated expenses net of unallocated revenue									760	(577)
Profit from ordinary activities before income tax									(675)	(900)
Income tax expense									-	-
NET PROFIT									<u>(675)</u>	<u>(900)</u>
<b>ASSETS</b>										
Segment Assets	14,755	18,248	1,653	1,840	210	259	-	-	16,618	20,347
Unallocated Assets									-	-
Total Assets									<u>16,618</u>	<u>20,347</u>
<b>LIABILITIES</b>										
Segment Liabilities	5,238	6,953	980	2,201	368	449	-	-	6,586	9,603
Unallocated Liabilities									-	-
Total Liabilities									<u>6,586</u>	<u>9,603</u>
<b>OTHER</b>										
Acquisition of non current segment assets	211	211	-	-	-	18	-	-	211	229
Depreciation & Amortisation of segment assets	1,338	1,600	134	25	20	19	(11)	(11)	1,481	1,633
Other non cash segment expenses	<u>(186)</u>	<u>17</u>	<u>-</u>	<u>-</u>	<u>6</u>	<u>(5)</u>	<u>-</u>	<u>-</u>	<u>(180)</u>	<u>12</u>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2002**

Schedule 2.  
FINANCIAL INSTRUMENTS

	Weighted Average Effective Interest Rate		Floating Interest Rate \$000		Within Year \$000		Fixed Interest Rate Maturing				Non-Interest Bearing \$000		Total \$000	
	2002	2001	2002	2001	2002	2001	1 to 5 Years \$000		Over 5 Years \$000		2002	2001	2002	2001
<b>Financial Assets</b>														
Cash	0.34	1.53	40	50	-	-	-	-	-	-	310	36	350	86
Receivables	-	-	-	-	-	-	-	-	-	-	858	1,253	858	1,253
Other	-	-	-	-	-	-	-	-	-	-	8	13	8	13
<b>TOTAL FINANCIAL ASSETS</b>			<b>40</b>	<b>50</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,176</b>	<b>1,302</b>	<b>1,216</b>	<b>1,352</b>
<b>Financial Liabilities</b>														
Trade & sundry creditors	-	-	-	-	-	-	-	-	-	-	767	929	767	929
Bank overdraft	8.60	8.50	735	2,746	-	-	-	-	-	-	-	-	735	2,746
Bank loans FDA	7.14	10.54	-	-	350	209	2,850	-	-	-	-	-	3,200	209
Bank bills	6.52	6.69	-	-	160	1,176	715	3,460	-	-	-	-	875	4,636
<b>TOTAL FINANCIAL LIABILITIES</b>			<b>735</b>	<b>2,746</b>	<b>510</b>	<b>1,385</b>	<b>3,565</b>	<b>3,460</b>	<b>-</b>	<b>-</b>	<b>767</b>	<b>929</b>	<b>5,577</b>	<b>8,520</b>
<b>NET FINANCIAL ASSETS/(LIABILITIES)</b>			<b>(695)</b>	<b>(2,696)</b>	<b>(510)</b>	<b>(1,385)</b>	<b>(3,565)</b>	<b>(3,460)</b>	<b>-</b>	<b>-</b>	<b>409</b>	<b>373</b>	<b>(4,361)</b>	<b>(7,168)</b>

## DIRECTORS' DECLARATION

The directors of Club Crocodile Holdings Limited declare that:

1. the financial statements and accompanying notes are in accordance with the Corporations Act 2001:
  - (a) comply with Accounting Standards and the Corporations Regulations 2001 and;
  - (b) give a true and fair view of the financial position as at 30<sup>th</sup> June 2002 and of the performance for the year ended on that date of the company and the Consolidated Entity.
  
2. in the directors opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Directors by:

.....  
**PETER T THYNNE**  
**DIRECTOR**

Dated at Brisbane this 25th day of September 2002

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
CLUB CROCODILE HOLDINGS LIMITED**

**SCOPE:**

We have audited the financial report of Club Crocodile Holdings for the year ended 30 June 2002 as set out on pages 13 to 34. The financial report includes the consolidated financial report of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the reporting period. The company's directors are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of the company.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements and statutory requirements in Australia so as to present a view which is consistent with our understanding of the company's and the Consolidated Entity's financial position, and performance as represented by the results of their operations and their cash flows.

The audit opinion expressed in this report has been formed on the above basis.

**AUDIT OPINION:**

In our opinion, the financial report of Club Crocodile Holdings Limited is in accordance with:

- (a) the Corporations Act 2001, including:
  - (i) giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2002 and of their performance for the year ended on that date; and
  - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements in Australia.

.....  
**P K F BRISBANE PARTNERSHIP**  
**CHARTERED ACCOUNTANTS**

.....  
**J E F FRAYNE**  
**PARTNER**

Dated at Brisbane this 26<sup>TH</sup> day of September 2002

## SHAREHOLDERS' INFORMATION

### LIST OF LARGEST 20 SHAREHOLDERS AT 19 SEPTEMBER 2002

Name	No. of Shares	Percentage of Contributed equity
1. David R Kingston	11,226,037	20.00
2. Mustafa & Nuriye Shail (Shail Super Fund A/c)	9,737,242	17.35
3. R T Technologies Pty Ltd	3,400,000	6.06
4. Elcos (Qld) Pty Ltd	2,125,000	3.78
5. Phillip Dickinson	1,910,243	3.40
6. Peter Thomas Thynne (A/C Thynne Group Super Fund)	1,690,000	3.01
7. Kevin J Sheppard (A/c Sheppard & Wells Super Fund)	1,535,000	2.85
8. Baraline Pty Ltd	1,344,000	2.39
9. Falconridge Pty Ltd	1,186,006	2.11
10. Zurcas Coolstore & Packaging Co Pty Ltd	1,029,685	1.83
11. Movilli Pty Ltd	1,000,000	1.78
12. Rana Shail	750,000	1.34
13. Tappak Nominees Pty Ltd	642,000	1.14
14. Abron Holdings Pty Ltd	500,000	0.89
15. Shail Investments Pty Ltd	500,000	0.89
16. Pak Finance Ltd	450,000	0.80
17. William A Pursche	404,598	0.72
18. John W Lee	402,294	0.72
19. Barchester Pty Ltd	400,000	0.71
20. Ibrahim Balci	347,310	0.62
Total holdings of top 20 shareholders		40,579,415
Total shares on register		56,130,278
Percentage held by top 20 shareholders		72.29%

### DISTRIBUTION OF SHAREHOLDER NUMBERS

Size of Holding	Number of Holders	Number Held Ordinary
1-1000	150	83,601
1001-5000	300	877,768
5001-10000	118	969,032
10001-100000	452	11,196,886
100001 and over	37	43,002,991

Number of holders with less than marketable parcels (5000 shares or \$500) is 450.

Names of substantial shareholders listed in the Parent Entity's register at 19 September 2002 are:

Shareholder Name	Ordinary Holding
1. David R Kingston	11,226,037
2. Mustafa & Nuriye Shail (Shail Super Fund A/c)	9,737,242
3. R T Technologies Pty Ltd	3,400,000

### AUSTRALIAN STOCK EXCHANGE REPORT

Results reported to the Australian Stock Exchange in the preliminary final statement are the same as those reported in these accounts.

## SHAREHOLDER BENEFITS FOR 2002/2003

### *Dear Shareholder/Potential Shareholder*

We are grateful of shareholder support and endeavour to give you a genuine sense of ownership by extending the following benefits to you.

- A. Shareholders holding 20,000 or more shares for at least three months receive five (5) nights accommodation for two (2) people at our Long Island Resort. Our compulsory meal and service package is available at the price of \$70 per person per day.
- B. All shareholders are entitled to lunch or dinner cruise on the Kookaburra River Queens (Monday to Thursday inclusive) at a 20% discount. This offer also allows your guests to accompany you on the same basis (maximum 10 persons).
- C. All shareholders are entitled to an exclusive discounted room rate of \$70 at each of our properties. At Toowong Villas a 20% discount off rack rate applies.

We trust that when you take advantage of these benefits you will enjoy the experience and spread the word accordingly as well as provide us with useful feedback if you see fit.

### **Conditions of Benefits**

1. *This letter must be produced on arrival, stamped and signed by reception and then retained by you for use at other properties.*
2. *When making your bookings, simply phone reservations and provide your shareholding and credit card details.*
3. *These shareholder privileges are subject to **our** advice on availability and are not available during school holidays or peak periods.*
4. *The benefits available via this letter are valid until 30th November 2003.*
5. *Children sharing your room will be charged \$10 per child per night (Long Island the charge is \$49 which will also cover child's meal package)*
6. *Each benefit can only be used once during the course of the year.*

		STAMP	SIGNATURE
◆ Club Crocodile Airlie Beach Whitsundays	1800 075 151	.....	.....
◆ Club Crocodile Long Island Whitsundays	1800 075 125	.....	.....
◆ Club Crocodile Lake Street Cairns	0740 514 988	.....	.....
◆ Club Crocodile Hides Hotel Cairns	0740 512 266	.....	.....
◆ Kookaburra River Queen Cruises Brisbane	07 3221 1300	.....	.....
◆ Club Crocodile Motor Inn Rockhampton	0749 277 433	.....	.....
◆ Club Crocodile Toowong Villas	07 3371 4855	.....	.....

We look forward to seeing you.

**PHILLIP DICKINSON**  
**Managing Director**  
**Club Crocodile Holdings Limited**  
**26 September 2002**

**IMPORTANT DOCUMENT**  
**Please retain after making reservation**