



Update from Temporary Administrator to Members

4 February 2022

Dear Members,

Happy New Year to you all. I hope you are well and staying safe.

Current trading status

The Club continues to operate under a "lite" mode with the Fraser Park Sports Centre (futsal) and Fraser Park Football Club (soccer) operations continuing as normal.

Members may be aware that the Club had reopened its restaurant on weekends and hosted some events during the final months of 2021. Food and beverage operations have been impacted by the latest COVID wave in December. As a result, we have decided to keep the restaurant and bar closed on a **temporarily basis** for the time being until the COVID position improves.

We know that members are eager to attend the Club's restaurant and bar once again and we will work towards a full re-opening of the Club when it is safe and viable to do so.

Annual report

The 30 June 2021 annual accounts have now been finalised. A copy is available from the Club's website at the following link: <https://www.sydneyportugalclub.com.au/membership-2/>.

Notably, both revenue and net profit increased during FY21 compared to the prior financial year at \$2.3m and \$61k, respectively.

Despite difficult trading conditions caused by the ongoing COVID-19 pandemic, the Club managed to generate a moderate net profit during FY21. The Club's net asset position of \$8.5m at 30 June 2021 remains strong.

Financial position

Like many businesses across Australia, the Club continues to face a period of significant uncertainty and change due to the COVID-19 pandemic. Within NSW, we have been (and continue to be) impacted by restrictions and lockdowns requiring changes to the way we operate and complete closures of the Club. These matters have impacted on the Club's financial position during FY22 to date, however we are working on securing new passive income streams to support the Club's cash flow and profitability. I will be able to provide further updates on these new initiatives in future updates.

Through 2021, we have seen many examples of the dedication and resolve that the Club's members have shown towards the Club's success. I would like to recognise the efforts of our members, staff and volunteers in supporting the Club through these difficult times. In particular, I would like to extend a thank you to our wonderful volunteers who have dedicated their own time and resources to help the Club.

I also note that the audio and visual system in the Pavilion was overhauled just prior to the new year thanks to the efforts of one of our members which the Club is thankful for.

Temporary Administration

We are continuing to progress the Temporary Administration so that we can convene an Annual General Meeting (AGM) to elect a new Board.

I can provide limited information in respect to the outstanding items in the Temporary Administration due to confidentiality and commercial reasons. Broadly, the outstanding matters to be completed in the Temporary Administration relate to resolution of some pre-existing debts and solidifying the Club's financial position for the new Board.

Given the nature of the outstanding items, we are unable to place a timeframe on the convening of the AGM. However, we will keep you updated as these matters are progressed and the AGM timeline becomes clearer.

Member renewals

In welcoming the New Year and your continued support, we encourage you to renew your Club membership for 2022.

We recommend that, where possible, renewals of membership be done by calling the Club's office on (02) 8565 7500 between 10am to 3pm on weekdays.

In-person renewals can also be done at the Club's office but we recommend that you call ahead to ensure that someone is available to assist you. Please be advised we require all visitors to the Club be double vaccinated and comply with any safety guidelines (i.e. social distancing, check-in, wearing face mask)

Thank you for your patience and continued support. We look forward to welcoming members back as soon as we can and will keep members updated as the re-opening of the restaurant and bar becomes clearer.

For any queries relating to the Temporary Administration, please contact AU-FMSPCC@kpmg.com.au.

Yours sincerely,



Morgan Kelly
Temporary Administrator