



MAJOR PARTNER



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10 August 2021

To: ASX Company Announcements Platform

**BRISBANE BRONCOS LIMITED AND ITS CONTROLLED ENTITIES
2021 HALF-YEAR FINANCIAL RESULTS**

Please find attached the following documents in relation to the 30 June 2021 half-year financial results for Brisbane Broncos Limited and its controlled entities:

- Earnings Release
- Appendix 4D – Half-Year Report
- 2021 Half-Year Financial Report
- Independent Review Report

Yours sincerely

Brisbane Broncos Limited
Louise Lanigan
Company Secretary



Premier Partners



Earnings Release: 10 August 2021

BRISBANE BRONCOS LIMITED
and its controlled entities
30 June 2021 Half-Year Results

The Board of Brisbane Broncos Limited today announced the trading results for the half year ended 30 June 2021. The consolidated entity achieved a profit from ordinary activities before income tax of \$3.17 million.

The comparison between the 2021 and 2020 half-year results is as follows:

	30 June 2021	30 June 2020
	\$	\$
Profit from ordinary activities before tax	3,171,390	21,958
Profit/(loss) from ordinary activities after tax	2,210,667	(10,237)

The net profit before tax for the half-year ended 30 June 2021 is \$3.17 million compared to \$0.02 million in 2020. Earnings before Interest, Tax and Depreciation is \$3.78 million for the half-year ended 30 June 2021 compared to \$0.57 million in 2020.

The prior period result reflects the unprecedented negative impact that Covid-19 restrictions had on the Group. As previously reported, the whole of the National Rugby League (NRL) was negatively impacted. The 2020 season was suspended on 24 March 2020 and recommenced on 28 May 2020. This impacted the Group's commercial operations through home game related shortfalls and the inability to deliver all contractual game day benefits. This resulted in a reduction in commercial revenue through sponsorship, ticketing, season membership and merchandise sales.

The period to 30 June 2021 reflects the 2021 NRL Telstra Premiership returning to regular scheduling and crowd attendances, with home and away games played throughout the period. In the first half of 2021, the Brisbane Broncos played six home games. Ticketing, season membership and corporate hospitality revenue and expenses are recorded on a home game basis.

Total revenue for the period to 30 June 2021 increased to \$25.34 million (2020: \$16.20 million). Items of note include:

- The grant received from the NRL for the period totalled \$7.23m, representing a 0.1% increase on the comparative period, in line with the club funding agreement and recognition of advanced grant funding;
- Sponsorship revenue increased 25.7% on the comparative period, reflecting the ability to deliver game day and associated benefits throughout the 2021 season. The support from our sponsor family over the 2021 season has again been exceptional;
- The first half of 2021 included six home games compared with four in the comparative period where the 2020 season was suspended for a period and games were played with no crowds;
- Game day profits through ticketing and membership and corporate hospitality revenue benefited by the return of crowds for the 2021 season. The average home game crowd for the 2021 reporting period was 22,691;
- Season memberships sold for the 2020 season were re-allocated to the 2021 season and accordingly minimal season membership revenue was recognised in 2020;

- In the period to 30 June 2021, season membership revenue and costs were recorded on a home game basis. Accordingly, season membership revenue was recognised for the six home games played during the current period. Season memberships including both ticketed and non-ticketed of 27,213 were achieved as at 30 June 2021. Ticketed memberships of 22,226 and non-ticketed memberships of 4,987 had been sold;
- The six home games played during the period included three Thursday night matches against the Penrith Panthers, Melbourne Storm and South Sydney Rabbitohs. This negatively impacted attendance rates in 2021 as well as crowd numbers;
- Merchandise trading revenue increased 35.1% on the comparative period across online, in-store and game day platforms. Merchandise royalty income received from the NRL increased to \$0.4m in the period to 30 June 2021; and
- Government funding (cost recovery revenue) increased 48.8% during the 2021 period, due to the previously announced expansion of the Brisbane Broncos community programs.

Total expenditure increased to \$22.17 million (2020: \$16.18 million). The increased spend for the current period includes:

- Increase in NRL player salary costs as a result of the Covid-19 salary cap reductions in the 2020 comparative period. During the 2021 period negotiations were undertaken and agreement reached between players, the NRL and the Rugby League Players' Association (RLPA) for a reduction in the base salary cap for the 2021 and 2022 salary cap years;
- In the 2020 comparative period, cost saving initiatives were implemented to mitigate the financial impact of Covid-19. This included reductions in Director, Chief Executive Officer and senior staff remuneration for the comparative period from 1 April 2020;
- Due to the six home games that were played with crowds in the 2021 period, stadium operations expense, corporate sales and ticketing related expenditure increased as a result; and
- Additional resourcing and community program costs were incurred for the expanded community programs.

It is anticipated that the evolving situation with respect to the impact of the Covid-19 outbreak on the NRL competition and the Brisbane Broncos will create uncertainty for the remainder of the 2021 season. Together with the NRL, clubs are working through scheduling, funding and game day logistics for future matches to ensure the competition can continue in a modified format. Depending on these factors and possible further impacts that Covid-19 may have on the remainder of the 2021 season, commercial revenue and costs may be affected. Given the constantly developing nature and uncertainty of the situation, it is not possible to accurately forecast the quantum of the full year financial effect on the Group and accordingly, the first half result cannot be taken as an indication of a full year trend.



BRISBANE BRONCOS LIMITED
(ABN 41 009 570 030)

APPENDIX 4D
HALF-YEAR REPORT FOR THE
SIX MONTHS ENDED 30 JUNE 2021

This information should be read in conjunction with the annual financial report for the year ended 31 December 2020.

RESULTS FOR ANNOUNCEMENT TO THE MARKET				
Revenues from ordinary activities (\$000)	Up	56.4%	to	25,340
Profit from ordinary activities before tax attributable to members (\$000)	Up	14,343.3%	to	3,171
Profit/(loss) from ordinary activities after tax attributable to members (\$000)	Up	21,693.8%	to	2,211
Basic earnings per share (cents)	Up	21,693.8%	to	2.25
Diluted earnings per share (cents)	Up	21,693.8%	to	2.25
Net tangible asset backing per ordinary share		24.40 cents (2020: 24.02 cents)		

DIVIDENDS	Amount per security	Franked amount per security
Interim Dividend	Nil	Nil
Total amount per share relating to the half-year ended 30 June 2021	Nil	Nil
Previous corresponding period (2020 Final Dividend)	0.5 cents	0.5 cents

AUDIT INFORMATION

The financial statements have been reviewed and a copy of the independent review report is attached to the financial statements.

Louise Lanigan
Company Secretary

For personal use only



BRISBANE BRONCOS LIMITED

AND ITS CONTROLLED ENTITIES

ACN 009 570 030

HALF-YEAR FINANCIAL REPORT

30 June 2021

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BRISBANE BRONCOS LIMITED

Half-Year Report

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BRISBANE BRONCOS LIMITED

Half-Year Report

CORPORATE INFORMATION

A.B.N. 41 009 570 030

This half-year report covers the consolidated entity comprising Brisbane Broncos Limited and its subsidiaries (the Group). The Group's functional and presentation currency is AUD (\$).

A description of the Group's operations and of its principal activities is included in the review of operations and activities in the Directors' Report on pages 3 to 4. The Directors' Report is unaudited and does not form part of the financial report.

Directors

K D Morris AO (Chairman)
A J Joseph AM
D J Lockyer
N Monaghan
V S Wilson
K M Lawlor (Alternate Director)

Company Secretary

L A Lanigan

Registered Office and Principal Place of Business

Clive Berghofer Centre
81 Fulcher Road
Red Hill QLD 4059

Securities Register

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Facsimile: +61 3 9473 2500

Website: www.computershare.com.au

Brisbane Broncos Limited shares are listed on the Australian Securities Exchange.

Solicitors

Creagh Weightman
Level 1, 179 Mary Street
Brisbane QLD 4000

Bankers

Commonwealth Bank of Australia
201 Sussex Street
Sydney NSW 2000

Auditors

Ernst & Young
111 Eagle Street
Brisbane QLD 4000

BRISBANE BRONCOS LIMITED

Half-Year Report

DIRECTORS' REPORT

Report for the half-year ended 30 June 2021.

DIRECTORS

The names of the Brisbane Broncos Limited (the Company) Directors in office during the half-year and until the date of this report are as below. Directors were in office for the entire period unless otherwise stated.

K D Morris AO (Chairman)
A J Joseph AM
D J Lockyer
N Monaghan
V S Wilson
K M Lawlor (Alternate Director)

REVIEW AND RESULTS OF OPERATIONS

The net profit before tax for the half-year ended 30 June 2021 is \$3.17 million compared to \$0.02 million in 2020. Earnings before Interest, Tax and Depreciation is \$3.78 million for the half-year ended 30 June 2021 compared to \$0.57 million in 2020.

The prior period result reflects the unprecedented negative impact that Covid-19 restrictions had on the Group. As previously reported, the whole of the National Rugby League (NRL) was negatively impacted. The 2020 season was suspended on 24 March 2020 and recommenced on 28 May 2020. This impacted the Group's commercial operations through home game related shortfalls and the inability to deliver all contractual game day benefits. This resulted in a reduction in commercial revenue through sponsorship, ticketing, season membership and merchandise sales.

The period to 30 June 2021 reflects the 2021 NRL Telstra Premiership returning to regular scheduling and crowd attendances, with home and away games played throughout the period. In the first half of 2021, the Brisbane Broncos played six home games. Ticketing, season membership and corporate hospitality revenue and expenses are recorded on a home game basis.

Total revenue for the period to 30 June 2021 increased to \$25.34 million (2020: \$16.20 million). Items of note include:

- The grant received from the NRL for the period totalled \$7.23m, representing a 0.1% increase on the comparative period, in line with the club funding agreement and recognition of advanced grant funding;
- Sponsorship revenue increased 25.7% on the comparative period, reflecting the ability to deliver game day and associated benefits throughout the 2021 season. The support from our sponsor family over the 2021 season has again been exceptional;
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BRISBANE BRONCOS LIMITED

Half-Year Report

DIRECTORS' REPORT (continued)

REVIEW AND RESULTS OF OPERATIONS (continued)

- In the period to 30 June 2021, season membership revenue and costs were recorded on a home game basis. Accordingly, season membership revenue was recognised for the six home games played during the current period. Season memberships including both ticketed and non-ticketed of 27,213 were achieved as at 30 June 2021. Ticketed memberships of 22,226 and non-ticketed memberships of 4,987 had been sold;
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Total expenditure increased to \$22.17 million (2020: \$16.18 million). The increased spend for the current period includes:

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BRISBANE BRONCOS LIMITED

Half-Year Report

DIRECTORS' REPORT (continued)

AUDITOR'S INDEPENDENCE DECLARATION

The Directors received the declaration on page 6 from the auditor of Brisbane Broncos Limited.

Signed in accordance with a resolution of Directors:



Karl Morris AO
Chairman
Brisbane
10 August 2021



**Building a better
working world**

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Auditor's Independence Declaration to the Directors of Brisbane Broncos Limited

As lead auditor for the review of Brisbane Broncos Limited for the half-year ended 30 June 2021, I declare to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Brisbane Broncos Limited and the entities it controlled during the financial period.

Ernst & Young

Kellie McKenzie
Partner
Brisbane
10 August 2021

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF FINANCIAL POSITION

as at 30 June 2021

	Notes	Consolidated	
		30 June 2021 \$	31 December 2020 \$
ASSETS			
Current Assets			
Cash and cash equivalents	6	19,952,829	16,031,004
Trade and other receivables	7	3,370,451	1,814,708
Inventories		312,247	204,200
Other current assets		662,255	478,458
Total Current Assets		24,297,782	18,528,370
Non-Current Assets			
Property, plant and equipment	9	18,959,373	19,459,907
Intangible assets		12,510,580	12,510,580
Lease straight-line asset		241,756	238,388
Deferred income tax asset		99,325	153,525
Other non-current assets		57,049	-
Total Non-Current Assets		31,868,083	32,362,400
TOTAL ASSETS		56,165,865	50,890,770
LIABILITIES			
Current Liabilities			
Trade and other payables		3,622,108	2,724,515
Provisions		1,362,451	1,443,075
Income tax payable		457,222	-
Unearned revenue	10	10,846,012	9,194,429
Total Current Liabilities		16,287,793	13,362,019
Non-Current Liabilities			
Trade and other payables		139,676	396,812
Provisions		173,570	187,800
Unearned revenue	10	3,128,745	2,228,519
Total Non-Current Liabilities		3,441,991	2,813,131
TOTAL LIABILITIES		19,729,784	16,175,150
NET ASSETS		36,436,081	34,715,620
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT			
Contributed equity	11	28,991,500	28,991,500
Accumulated earnings		7,444,581	5,724,120
TOTAL EQUITY		36,436,081	34,715,620

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

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF COMPREHENSIVE INCOME

for the half-year ended 30 June 2021

		Consolidated	
	Notes	2021 \$	2020 \$
Continuing operations			
Revenue from contracts with customers	3	18,091,838	8,803,839
Grant received from the National Rugby League		7,227,000	7,224,635
Interest revenue		19,971	80,795
Other revenue		1,087	92,745
Revenue		25,339,896	16,202,014
Expenses	4	(22,168,506)	(16,180,056)
Profit from continuing operations before income tax		3,171,390	21,958
Income tax expense	5	(960,723)	(32,195)
Net profit/(loss) and comprehensive income attributable to members of the parent		2,210,667	(10,237)
Earnings per share (cents per share):			
- basic, profit/(loss) for the half-year attributable to ordinary equity holders of the parent		2.25	(0.01)
- diluted, profit/(loss) for the half-year attributable to ordinary equity holders of the parent		2.25	(0.01)

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF CHANGES IN EQUITY

for the half-year ended 30 June 2021

CONSOLIDATED	Attributable to equity holders of the parent		
	Issued Capital	Accumulated Earnings	Total Equity
At 1 January 2020	28,991,500	7,080,753	36,072,253
Profit/(loss) for the period	-	(10,237)	(10,237)
Dividends paid	-	-	-
At 30 June 2020	28,991,500	7,070,516	36,062,016

CONSOLIDATED	Attributable to equity holders of the parent		
	Issued Capital	Accumulated Earnings	Total Equity
At 1 January 2021	28,991,500	5,724,120	34,715,620
Profit/(loss) for the period	-	2,210,667	2,210,667
Dividends paid	-	(490,206)	(490,206)
At 30 June 2021	28,991,500	7,444,581	36,436,081

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

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF CASH FLOWS

for the half-year ended 30 June 2021

	Notes	2021 \$	Consolidated 2020 \$
Cash flows from operating activities			
Receipts from customers		20,754,849	10,299,834
Payments to suppliers & employees		(22,894,401)	(16,014,321)
NRL grants received		7,619,700	7,684,703
Purchase of inventories		(516,801)	(331,567)
Interest received		23,830	81,241
Income taxes (paid)/received		(449,301)	39,958
Other revenue received		279	-
Net cash inflows/(outflows) from operating activities		4,538,155	1,759,848
Cash flows from investing activities			
Purchase of property, plant and equipment		(126,124)	(60,836)
Net cash inflows/(outflows) from investing activities		(126,124)	(60,836)
Cash flows from financing activities			
Dividends paid	13	(490,206)	-
Net cash inflows/(outflows) from financing activities		(490,206)	-
Net increase/(decrease) in cash and cash equivalents		3,921,825	1,699,012
Cash and cash equivalents at beginning of period		16,031,004	14,879,039
Cash and cash equivalents at the end of period	6	19,952,829	16,578,051

The above statement of cash flows should be read in conjunction with the accompanying notes.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS

for the half-year ended 30 June 2021

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

Basis of Preparation

This general purpose condensed financial report for the half-year ended 30 June 2021 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position, and financing and investing activities of the consolidated entity as the annual financial report.

It is recommended that the half-year financial report be read in conjunction with the annual financial report for the year ended 31 December 2020 and considered together with any public announcements made by Brisbane Broncos Limited during the half-year ended 30 June 2021 in accordance with the continuous disclosure obligations of the ASX listing rules.

The accounting policies and methods of computation are consistent with those adopted in the most recent annual financial report.

Change in Accounting Policies, Accounting standards and interpretations

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2020, except for the adoption of new standards effective as of 1 January 2021. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

There are other amendments and interpretations which apply for the first time in 2021, but do not have an impact on the half-year financial report.

Comparative Information

Australian Accounting Standard AASB 101 *Presentation of Financial Statements* allows an entity to change the presentation or classification of items in its financial statements, if the change in presentation provides information that is reliable and more relevant to the users of the financial statements and the revised structure is likely to continue, so that comparability is not impaired. Certain comparative items in the financial statements have been reclassified to align with the 30 June 2021 disclosures.

2. SEGMENT REPORTING

The consolidated entity operates solely in the business of sports management and entertainment and operates in Australia only.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2021

	Consolidated	
	2021	2020
	\$	\$
3. REVENUE		
Revenue from contracts with customers:		
Membership, ticketing, corporate sales and game day	6,880,537	549,841
Sponsorship	6,324,853	5,033,599
Development, community and indigenous programs	3,487,311	2,344,103
Sale of goods	620,047	458,902
Royalties and commissions	403,183	14,435
Rental Income	217,685	210,883
Other	158,222	192,076
	18,091,838	8,803,839
4. EXPENSES		
Cost of sales	408,754	344,311
Administration expense	3,960,821	3,520,292
Stadium operations expense	2,437,493	220,791
Corporate sales, merchandise and ticketing expense	1,647,380	1,091,546
Marketing, sponsorship and advertising expense	2,282,381	1,726,408
Development, community and indigenous program costs	2,695,263	1,895,418
Football related expense	8,736,414	7,381,290
	22,168,506	16,180,056

Seasonality of Operations

The consolidated entity recognises game day related revenue and expenses on a home game basis. Accordingly, the half-year result is impacted by the number of Brisbane Broncos home games scheduled during each six-month period to 30 June as well as crowd attendance. Six home games were played at Suncorp Stadium during the half-year ended 30 June 2021 whilst in the comparative 2020 period and due to the Covid-19 pandemic restrictions on the Group, only four home games were played. In the 2020 comparative period, there were no crowds in attendance at the first three home games and only limited crowds at the fourth game.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2021

5. INCOME TAX

The major components of income tax expense for the half-year ended 30 June 2021 and 30 June 2020 are:

Statement of Comprehensive Income	Consolidated	
	2021 \$	2020 \$
<i>Current Income Tax</i>		
Current income tax charge	906,523	20,671
<i>Deferred Income Tax</i>		
Relating to origination and reversal of temporary differences	54,200	11,524
Income tax expense reported in the statement of comprehensive income	960,723	32,195

6. CASH AND CASH EQUIVALENTS

Reconciliation of Cash	Consolidated		
	30 June 2021 \$	31 December 2020 \$	30 June 2020 \$
For the purpose of the half-year cash flow statement, cash and cash equivalents are comprised of the following:			
Cash at bank and in hand	7,119,829	4,531,004	5,937,426
Short term deposit	12,833,000	11,500,000	10,640,625
	19,952,829	16,031,004	16,578,051

Cash at bank earns interest at variable rates based on the Group's bank deposit rates. Excess cash is placed on short-term deposit for varying periods depending on the immediate cash requirements of the Group and earns interest at Westpac's short-term deposit rate.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2021

	Consolidated	
	30 June 2021	31 December 2020
	\$	\$
7. TRADE AND OTHER RECEIVABLES		
Trade receivables	2,877,454	840,895
Allowance for expected credit losses (a)	-	(48,721)
	<u>2,877,454</u>	<u>792,174</u>
Other receivables	492,997	1,022,534
	<u>3,370,451</u>	<u>1,814,708</u>

Other receivables for the Group include GST receivable of \$278,448 (2020: \$299,150) and sundry debtors of \$203,333 (2020: \$665,200).

(a) Allowance for expected credit losses

The Group applies a simplified approach in calculating expected credit losses (ECL). Therefore, the Group does not track changes in credit risk but instead recognises a loss allowance based on life-time ECL at each reporting date. The Group has established a provision matrix that is based on its historic credit loss experience, adjusted for forward looking factors. A specific impairment provision is raised when there is objective evidence that the Group will not be able to collect the receivable. Financial difficulties of the debtor, together with lack of payment or commitment following correspondence from the Group's solicitor and debts that are more than 90 days old are considered objective evidence of impairment.

(b) Fair value and credit risk

Due to the short-term nature of these receivables, their carrying value is assumed to approximate their fair value. The maximum exposure to credit risk is the fair value of receivables. Collateral is not held as security, nor is it the Group's policy to transfer (on-sell) receivables to special purpose entities.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2021

8. COMMITMENTS AND CONTINGENCIES

Since the last annual reporting date, there has been no material change to any contingent liabilities or contingent assets. From time to time, the Group is subject to various claims and litigation from third parties during the ordinary course of business. The Directors have given consideration to such matters which are or may be subject to claims or litigation at year end and, unless specific provisions have been made, are of the opinion that no material contingent liability for such claims or litigation exists.

9. PROPERTY, PLANT AND EQUIPMENT

No material additions have been made in the reporting period.

10. UNEARNED INCOME

During the six months ended 30 June 2021, the Group's unearned income liability increased. This is as a result of advance receipt of funding for the Broncos community programs, offset by the delivery of milestones and recognition of revenue across the Group's season membership, corporate sales, sponsorship and community operations.

11. CONTRIBUTED EQUITY

Consolidated

	30 June 2021	31 December 2020
Ordinary shares - issued and fully paid	\$28,991,500	\$28,991,500
Number of ordinary shares on issue	98,040,631	98,040,631

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

At 30 June 2021, there were no outstanding options to purchase shares in the Company.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2021

12. RELATED PARTY DISCLOSURES

The following table provides the total amount of transactions that were entered into with related parties for the half-years ended 30 June 2021 and 2020:

		Sales and other receipts with related parties \$	Grants from related parties \$	Purchases from related parties \$	Advances from related parties \$
CONSOLIDATED					
Major shareholder					
News Corporation	2021	50,000	-	76,378	-
	2020	54,925	-	51,595	-
Associate					
National Rugby League Limited	2021	461,872	6,927,000	183,603	739,675
	2020	506,612	6,532,969	80,000	1,243,348

Inter-group loans and advances

During the half-year ended 30 June 2021, loans were advanced and repayments received on short-term inter-company accounts between Brisbane Broncos Limited and its subsidiaries.

Major shareholder

News Corporation, via its subsidiary Nationwide News Pty Ltd, owned 68.87% (2020: 68.87%) of the Group as at 30 June 2021. News Corp Australia and its related entities provided the Group with sponsorship and commercial income during the half-year ended 30 June 2021. Advertising and other services were also provided during the period.

Other

The licence held by the Group during the half year was provided by National Rugby League Limited. The licence entitles the Group to receive an annual grant from National Rugby League Limited. Further grants and merchandise royalty income were also provided to the Group. Various amounts were paid to the National Rugby League by the Group during the half year relating to insurances, software and other miscellaneous items.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2021

13. DIVIDENDS

	Consolidated	
	2021	2020
	\$	\$
(a) Dividends Paid		
A fully franked dividend of half of one cent per share for the financial year ended 31 December 2020 was paid on 15 April 2021 (2019 dividend paid 15 October 2020.)	490,206	-
(b) Dividends Proposed		
No interim dividend is proposed (2020: Nil)	-	-

14. EVENTS AFTER THE BALANCE SHEET DATE

There have been no significant events after the balance sheet date.

BRISBANE BRONCOS LIMITED

Half-Year Report

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Brisbane Broncos Limited, I state that:

In the opinion of the Directors:

- a) the financial statements and notes of the consolidated entity are in accordance with the *Corporations Act 2001*, including:
 - (i) give a true and fair view of the financial position as at 30 June 2021 and the performance for the half-year ended on that date of the consolidated entity; and
 - (ii) comply with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- 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.

On behalf of the Board



Karl Morris AO
Chairman
Brisbane
10 August 2021



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Independent Auditor's Review Report to the Members of Brisbane Broncos Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Brisbane Broncos Limited (the Company) and its subsidiaries (collectively the Group), which comprises the condensed statement of financial position as at 30 June 2021, the condensed statement of comprehensive income, condensed statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the consolidated financial position of the Group as at 30 June 2021 and of its consolidated financial performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's consolidated financial position as at 30 June 2021 and its consolidated financial performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Group, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



**Building a better
working world**

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the Group a written Auditor's Independence Declaration, a copy of which is included in the Directors' Report.

A handwritten signature in black ink that reads "Ernst & Young" in a cursive style.

Ernst & Young

A handwritten signature in black ink that reads "K McKenzie" in a cursive style.

Kellie McKenzie
Partner
Brisbane
10 August 2021

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