

Brisbane Broncos

Level 1, 92 Fulcher Rd, Red Hill, Qld, 4059
T: 07 3858 9111 F: 07 3858 9112
www.broncos.com.au
A.B.N. 41 009 570 030



8 August 2013

To: ASX Company Announcements Platform

**BRISBANE BRONCOS LIMITED AND CONTROLLED ENTITIES
2013 HALF-YEAR FINANCIAL RESULTS**

Please find attached the following documents in relation to the June 2013 half-year financial results for Brisbane Broncos Limited and its controlled entities:

- Earnings Release
- Appendix 4D – Half-Year Report
- 2013 Half-Year Financial Report
- Independent Review Report

Yours faithfully

A handwritten signature in black ink, appearing to read 'L. Lanigan'.

Brisbane Broncos Limited
Louise Lanigan
Company Secretary

For personal use only





Earnings Release: 8 August 2013

BRISBANE BRONCOS LIMITED
30 June 2013 Half-year Results

The Board of Brisbane Broncos Limited today announced the trading results for the half year ended 30 June 2013. The consolidated entity achieved a profit from ordinary activities before income tax of \$2.7 million.

The comparison between the 2013 and 2012 half-year results is as follows:

	June 2013 \$	June 2012 \$
Profit from ordinary activities before tax	2,729,084	2,227,563
Profit from ordinary activities after tax	1,871,618	1,522,861

There are a number of factors contributing to the variance between the two half-year results but primarily it is as a result of increased revenues from the NRL Club Grant and higher sponsorship revenues which were partly offset by lower NRL cost recoveries and lower corporate sales. Increased costs linked to the NRL Club Grant included higher player salaries and in-house membership costs.

First half match day revenues account for seven home games (including two poorly supported Monday night games) as against eight last year whilst most significant expenses including player salaries are accounted for on a monthly basis. As such the half year result cannot be taken as an indication of a full year trend.

Total revenues increased 7.8% to \$19.2 million (2012: \$17.8 million) reflecting the increased Club Grant as well as growth in sponsorship, membership, casual gate income and in-house merchandise business offsetting the negative effect of one less home game this half.

Highlights included:

- The National Rugby League (NRL) Club Grant increased by \$1.6 million in the 2013 first half compared with the corresponding period in 2012.
- Brisbane Broncos average home game crowd attendances grew to 32,789 (2012: 32,004).
- Corporate sales for the period are down 14.8% reflecting the impact of one less home game played in the first half.
- New and upgraded contracts and the restructure of various sponsorship assets boosted sponsorship revenue by 3.0%.
- Cost recovery revenue, comprising functions and sponsorship of the Indigenous school mentoring programme fell by \$0.2 million.
- Interest revenue decreased by 5.9% to \$0.4 million (2012: \$0.4 million) due a reduction in average interest rates despite a higher average principal amount being invested.

Total expenditure increased by 5.7% to \$16.5 million (2012: \$15.6 million) primarily relating to costs impacted by fulfilling components of the NRL Club Grant and also salary cap increases. Offsetting these increases were costs constrained by the deferral of outgoings until the second half to match game day revenues.

A continuation of current trends would see full year profits before tax increase by single digits over last year. However, at this time the Company is unable to release a forecast as our full year results could be materially impacted by attendances at our remaining home games.

For personal use only



BRISBANE BRONCOS LIMITED
(ABN 41 009 570 030)

APPENDIX 4D
HALF-YEAR REPORT FOR THE
SIX MONTHS ENDED 30 JUNE 2013

This information should be read in conjunction with the annual financial report for the year ended 31 December 2012.

RESULTS FOR ANNOUNCEMENT TO THE MARKET				
Revenues from ordinary activities (\$000)	Up	7.84%	to	19,202
Profit from ordinary activities before tax attributable to members (\$000)	Up	22.51%	to	2,729
Profit from ordinary activities after tax attributable to members (\$000)	Up	22.90%	to	1,872
Basic earnings per share (cents)	Up	23.23%	to	1.91
Diluted earnings per share (cents)	Up	23.23%	to	1.91
Net tangible asset backing per ordinary share		14.4 cents (2012: 13.5 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 2013	Nil	Nil
Previous corresponding period (2012 Final Dividend)	1.75 cents	1.75 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 2013

For personal use only

BRISBANE BRONCOS LIMITED

Half-Year Report

CONTENTS

CORPORATE INFORMATION	2
DIRECTORS' REPORT	3
AUDITOR'S INDEPENDENCE DECLARATION	5
STATEMENT OF FINANCIAL POSITION	6
STATEMENT OF COMPREHENSIVE INCOME	7
STATEMENT OF CHANGES IN EQUITY	8
STATEMENT OF CASH FLOWS	9
NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS	10
DIRECTORS' DECLARATION	16
INDEPENDENT REVIEW REPORT TO MEMBERS OF BRISBANE BRONCOS LIMITED	17

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

D M Watt (appointed as Chairman effective 23 July 2013)

L G Brindle (retired as Chairman effective 23 July 2013 and as director effective 8 August 2013)

K S Bickford

J D Harvie (appointed as director effective 23 July 2013)

T Joseph

Company Secretary

L A Lanigan

Registered Office and Principal Place of Business

Level 1, 92 Fulcher Road

Red Hill Qld 4059

Securities Register

Computershare Investor Services Pty Limited

GPO Box 2975

Melbourne Victoria 3001

Telephone: (within Australia) 1300 850 505; (outside Australia) +61 3 9415 4000

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 19, 200 Mary Street

Brisbane Qld 4000

Bankers

Queensland Country Credit Union

85 Patrick Street

Aitkenvale Qld 4814

Auditors

Ernst & Young

111 Eagle Street

Brisbane Qld 4000

BRISBANE BRONCOS LIMITED

Half-Year Report

DIRECTORS' REPORT

Your directors submit their report for the half-year ended 30 June 2013.

DIRECTORS

The names of the Company's directors in office during the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

D M Watt (appointed as Chairman effective 23 July 2013)
L G Brindle (retired as Chairman effective 23 July 2013 and as director effective 8 August 2013)
K S Bickford
J D Harvie (appointed as director effective 23 July 2013)
T Joseph

REVIEW AND RESULTS OF OPERATIONS

The profit before tax for the half-year ended 30 June 2013 is \$2.7 million compared to \$2.2 million for the corresponding 2012 period.

There are a number of factors contributing to the variance between the two half-year results but primarily it is as a result of increased revenues from the NRL Club Grant and higher sponsorship revenues which were partly offset by lower NRL cost recoveries and lower corporate sales. Increased costs linked to the NRL Club Grant included higher player salaries and in-house membership costs.

First half match day revenues account for seven home games (including two poorly supported Monday night games) as against eight last year whilst most significant expenses including player salaries are accounted for on a monthly basis. As such the half year result cannot be taken as an indication of a full year trend.

Total revenues increased 7.8% to \$19.2 million (2012: \$17.8 million) reflecting the increased Club Grant as well as growth in sponsorship, membership, casual gate income and in-house merchandise business offsetting the negative effect of one less home game this half.

Highlights included:

- The National Rugby League (NRL) Club Grant increased by \$1.6 million in the 2013 first half compared with the corresponding period in 2012.
- Brisbane Broncos average home game crowd attendances grew to 32,789 (2012: 32,004).
- Corporate sales for the period are down 14.8% reflecting the impact of one less home game played in the first half.
- New and upgraded contracts and the restructure of various sponsorship assets boosted sponsorship revenue by 3.0%.
- Cost recovery revenue, comprising functions and sponsorship of the Indigenous school mentoring programme fell by \$0.2 million.
- Interest revenue decreased by 5.9% to \$0.4 million (2012: \$0.4 million) due a reduction in average interest rates despite a higher average principal amount being invested.

Total expenditure increased by 5.7% to \$16.5 million (2012: \$15.6 million) primarily relating to costs impacted by fulfilling components of the NRL Club Grant and also salary cap increases. Offsetting these increases were costs constrained by the deferral of outgoings until the second half to match game day revenues.

A continuation of current trends would see full year profits before tax increase by single digits over last year. However, at this time the Company is unable to release a forecast as our full year results could be materially impacted by attendances at our remaining home games.

BRISBANE BRONCOS LIMITED

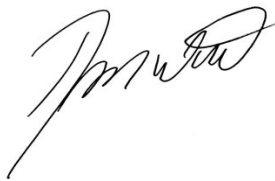
Half-Year Report

DIRECTORS' REPORT (continued)

AUDITOR'S INDEPENDENCE DECLARATION

The Directors received the declaration on page 5 from the auditor of Brisbane Broncos Limited.

Signed in accordance with a resolution of directors:



Dennis Watt
Chairman
Brisbane
8 August 2013



Ernst & Young
111 Eagle Street
Brisbane QLD 4000 Australia
GPO Box 7878 Brisbane QLD 4001

Tel: +61 7 3011 3333
Fax: +61 7 3011 3100
ey.com/au

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

In relation to our review of the financial report of Brisbane Broncos Limited for the half-year ended 30 June 2013, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

Ernst & Young

Brad Tozer
Partner
Brisbane
8 August 2013

For personal use only

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF FINANCIAL POSITION

as at 30 June 2013

	Notes	Consolidated 30 June 2013 \$	31 December 2012 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	15,190,111	16,115,721
Trade and other receivables		2,887,901	2,099,488
Inventories		265,692	170,492
Other current assets		531,254	768,287
Total Current Assets		18,874,958	19,153,988
Non-current Assets			
Property, plant and equipment		2,380,048	2,372,094
Deferred income tax asset		-	588
Intangible assets		12,701,447	12,734,277
Other non-current assets		256,667	274,167
Total Non-current Assets		15,338,162	15,381,126
TOTAL ASSETS		34,213,120	34,535,114
LIABILITIES			
Current Liabilities			
Trade and other payables		1,245,288	1,647,583
Provisions		600,190	559,173
Income tax payable		689,918	421,984
Unearned revenue		4,649,154	5,041,469
Total Current Liabilities		7,184,550	7,670,209
Non-current Liabilities			
Provisions		219,555	218,139
Deferred income tax liability		6,342	-
Total Non-Current Liabilities		225,897	218,139
TOTAL LIABILITIES		7,410,447	7,888,348
NET ASSETS		26,802,673	26,646,766
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT			
Contributed equity	7	28,991,500	28,991,500
Accumulated losses		(2,188,827)	(2,344,734)
TOTAL EQUITY		26,802,673	26,646,766

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF COMPREHENSIVE INCOME

for the half-year ended 30 June 2013

	Notes	Consolidated 2013 \$	2012 \$
Continuing operations			
Sale of goods	3	670,728	594,585
Rendering of services	3	18,052,434	16,795,413
Interest revenue	3	386,578	410,901
Other income	3	92,089	4,486
<i>Revenue</i>		<u>19,201,829</u>	<u>17,805,385</u>
Expenses	3	<u>(16,472,745)</u>	<u>(15,577,822)</u>
Profit from continuing operations before income tax		2,729,084	2,227,563
Income tax expense	4	(857,466)	(704,702)
Net profit and comprehensive income attributable to members of the parent		<u>1,871,618</u>	<u>1,522,861</u>
Earnings per share (cents per share)			
- basic, for profit for the half-year attributable to ordinary equity holders of the parent		1.91	1.55
- diluted, for profit for the half-year attributable to ordinary equity holders of the parent		<u>1.91</u>	<u>1.55</u>

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF CHANGES IN EQUITY

for the half-year ended 30 June 2013

CONSOLIDATED	Attributable to equity holders of the parent		
	Issued Capital	Accumulated Earnings	Total Equity
At 1 January 2012	28,991,500	(3,514,328)	25,477,172
Profit for the period	-	1,522,861	1,522,861
Dividends paid	-	(980,406)	(980,406)
At 30 June 2012	28,991,500	(2,971,873)	26,019,627

CONSOLIDATED	Attributable to equity holders of the parent		
	Issued Capital	Accumulated Earnings	Total Equity
At 1 January 2013	28,991,500	(2,344,734)	26,646,766
Profit for the period	-	1,871,618	1,871,618
Dividends Paid	-	(1,715,711)	(1,715,711)
At 30 June 2013	28,991,500	(2,188,827)	26,802,673

BRISBANE BRONCOS LIMITED

Half-Year Report

STATEMENT OF CASH FLOWS

for the half-year ended 30 June 2013

	Notes	Consolidated 2013 \$	2012 \$
Cash flows from operating activities			
Receipts from customers		19,233,363	17,950,456
Payments to suppliers and employees		(17,822,484)	(16,428,731)
Inventories		(486,334)	(421,054)
Interest received		328,674	365,797
Income taxes paid		(582,602)	(239,606)
Other revenue received		289,418	261,209
Net cash inflows/(outflows) from operating activities		960,035	1,488,071
Cash flows from investing activities			
Purchase of property, plant and equipment		(169,934)	(357,664)
Net cash flows used in investing activities		(169,934)	(357,664)
Cash flows from financing activities			
Dividends paid		(1,715,711)	(980,406)
Net cash flows used in financing activities		(1,715,711)	(980,406)
Net increase/(decrease) in cash and cash equivalents		(925,610)	150,001
Cash and cash equivalents at beginning of period		16,115,721	13,744,060
Cash and cash equivalents at the end of period	5	15,190,111	13,894,061

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS

for the half-year ended 30 June 2013

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

Basis of Preparation

This general purpose condensed financial report for the half-year ended 30 June 2013 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 full 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 2012 and considered together with any public announcements made by Brisbane Broncos Limited during the half-year ended 30 June 2013 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, except for the changes in accounting policy noted below and the revision of the methods of depreciation of property, plant and equipment which have been reviewed during the period to 30 June 2013. The methods of depreciation have been revised and prospectively adjusted during the period. The depreciation method has changed from diminishing value to a straight line basis over the estimated useful lives of the assets as follows:

Plant and equipment – over 4 to 8 years
Leasehold improvements – over 10 years

The effect of this revision was a \$32,185 positive adjustment to the 30 June 2013 Statement of Comprehensive Income. The future impact of the change in depreciation method is not expected to have a material impact on the financial position and performance of the Group.

Changes in Accounting Policy

The Group has adopted the following new and amended Australian Accounting Standards and AASB Interpretations as of 1 January 2013, none of which had a material impact on the financial position or performance of the Group:

- AASB 2011-9 - Amendments to Australian Accounting Standards - Presentation of Other Comprehensive Income [AASB 101]
- AASB 10 - Consolidated Financial Statements
- AASB 11 – Joint Arrangements
- AASB 12 - Disclosure of Interests in Other Entities
- AASB 13 - Fair Value Measurement
- AASB 119 – Employee Benefits
- AASB 2012-5 - Amendments to Australian Accounting Standards arising from Annual Improvements 2009–2011 Cycle

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2013

Changes in Accounting Policy (continued)

The following standards and interpretations have been issued by the AASB but are not yet effective for the period ending 30 June 2013:

- AASB 2011-4 - Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements
- AASB 9 – Financial Instruments

The Group has not elected to early adopt any other new Standards or amendments that are issued but not yet effective.

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 revenue and expense items in the notes to the financial statements have been reclassified to align with the 30 June 2013 half-year 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 2013

	Consolidated 2013 \$	2012 \$
3. REVENUE, INCOME AND EXPENSES		
(a) Revenue, income and expenses from continuing operations		
(i) Revenue		
Sale of goods	670,728	594,585
Rendering of services	14,209,101	14,656,913
Revenue received from National Rugby League	3,843,333	2,138,500
	<hr/> 18,723,162	<hr/> 17,389,998
Interest revenue	386,578	410,901
Other income	92,089	4,486
	<hr/> 19,201,829	<hr/> 17,805,385
(ii) Expenses		
Cost of sales	391,134	398,244
Administration expense	1,839,850	1,554,264
Stadium operations expense	1,409,682	1,593,370
Corporate sales, merchandise and ticketing expense	3,616,983	3,762,412
Marketing, community, sponsorship and advertising expense	2,338,118	2,052,941
Development and indigenous program costs	467,750	485,896
Football related expense	6,409,228	5,730,695
	<hr/> 16,472,745	<hr/> 15,577,822

(b) Seasonality of Operations

The consolidated entity recognises game day related venue 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. Seven home games were held at Suncorp Stadium during the half-year ended 30 June 2013 however eight home games were held during the six months ended 30 June 2012.

4. INCOME TAX

The major components of income tax expense for the half-year ended 30 June 2013 and 30 June 2012 are:

	Consolidated 2013 \$	2012 \$
Statement of Comprehensive Income		
<i>Current Income Tax</i>		
Current income tax charge	850,536	692,448
<i>Deferred Income Tax</i>		
Relating to origination and reversal of temporary differences	6,930	12,254
Income tax expense/(benefit) reported in the Statement of Comprehensive Income	<hr/> 857,466	<hr/> 704,702

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2013

5. CASH AND CASH EQUIVALENTS

	30 June 2013	Consolidated 31 December 2012	30 June 2012
	\$	\$	\$
Reconciliation of Cash			
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	1,190,111	1,615,721	894,061
Short term deposit	14,000,000	14,500,000	13,000,000
	<u>15,190,111</u>	<u>16,115,721</u>	<u>13,894,061</u>

6. COMMITMENTS AND CONTINGENCIES

Since the last annual reporting date, there has been no material change to any contingent liabilities or contingent assets.

7. CONTRIBUTED EQUITY

	Consolidated	
	30 June 2013	31 December 2012
Ordinary shares - issued and fully paid	<u>\$28,991,500</u>	<u>\$28,991,500</u>
Number of ordinary shares on issue	<u>98,040,631</u>	<u>98,040,631</u>

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

At 30 June 2013 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 2013

8. 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 2013 and 2012:

		Sales to related parties \$	Grants from related parties \$	Purchases from related parties \$
CONSOLIDATED				
Major shareholder				
News Limited	2013	58,608	-	108,249
	2012	7,548	-	113,566
Associate				
National Rugby League Limited	2013	658,305	3,834,333	2,803
	2012	300,135	2,138,500	24,624

Inter-group loans and advances

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

Major shareholder

News Limited owned 68.87% (2012: 68.87%) of the Group as at 30 June 2013. Advertising and other services were provided during the financial year by News Limited and its related entities. It is noted that on 28 June 2013, Twenty-First Century Fox, Inc. (previously called News Corporation) has completed the separation of Twenty-First Century Fox, Inc. and News Corporation Inc.. As a result, News Limited is a subsidiary of News Corporation Inc. and has ceased to be a subsidiary of Twenty-First Century Fox, Inc..

Other

The licence held by the Group during the year was provided by National Rugby League Limited which was, until 10 February 2012, 50% owned by News Limited. On 10 February 2012 News Limited transferred its interest in National Rugby League Limited. The licence entitles the Group to receive an annual grant from National Rugby League Limited. Further advertising grants and merchandise royalty income were also provided to the Group during the half-year. Various amounts were paid to the National Rugby League by the Group during the half-year relating to tickets to rugby league matches and other miscellaneous game day related items.

BRISBANE BRONCOS LIMITED

Half-Year Report

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS (continued)

for the half-year ended 30 June 2013

9. DIVIDENDS

	Consolidated	
	2013	2012
	\$	\$
(a) Dividends Paid		
A fully franked dividend of 1.75 cents per share for the financial year ended 31 December 2012 was paid on 16 April 2013 (2011 dividend of one cent per share paid on 16 April 2012).	1,715,711	980,406
(b) Dividends Proposed		
No interim dividend is proposed (2012: Nil)	-	-

10. 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 2013 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



Dennis Watt
Chairman
Brisbane
8 August 2013

To the members of Brisbane Broncos Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Brisbane Broncos Limited (the Company) which comprises the statement of financial position as at 30 June 2013, the statement of comprehensive income, 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 of the consolidated entity comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

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 controls as the directors determine are 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, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 30 June 2013 and its 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 Brisbane Broncos Limited and the entities it controlled during the half-year, 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.

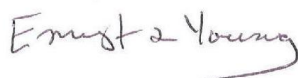
Independence

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

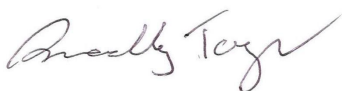
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Brisbane Broncos Limited is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2013 and of its 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*.



Ernst & Young



Brad Tozer
Partner
Brisbane
8 August 2013

For personal use only