

**MINUTES OF THE THIRTY-SECOND ANNUAL GENERAL MEETING OF
PACIFIC VIEW RESORT NO. 2 LTD.**

HELD AT: THE PACIFIC VIEW RESORT, 34 VICTORIA TERRACE, CALOUNDRA

ON: 25th MAY, 2013 AT: 11.00AM

PRESENT: AS PER ATTENDANCE REGISTER

APOLOGIES: AS PER ATTENDANCE REGISTER

APOLOGIES FROM THE FLOOR: NIL

MINUTES OF THE THIRTY-FIRST ANNUAL GENERAL MEETING:

Moved by Frankie Park and seconded by Greg Suhr that they be taken as read. Carried.

BUSINESS ARISING FROM THE MINUTES:

NIL

CHAIRMAN'S REPORT:

The Chairman, Ken Park presented the following report:

I have pleasure in submitting this report to the annual general meeting on behalf of the Board.

STAFF Manager Fiona Rickards continues to have the confidence and respect of the Board. A new employee, Ann Nelson has joined the office staff. All employees other than the manager are part-time.

FINANCES Shareholders have received a copy of the 2013 budget when levy notices were posted out. This year the levy will be \$610 [previous \$595].

The audited accounts show a 2012 trading result of \$41,349 net loss [previous \$ 328,136 surplus]; cash and cash equivalents, which are mainly the sinking fund, of \$781,663 [previously \$668,863]. Shareholder's net equity is now \$663,041 [previous \$674,390]. Significant maintenance to the pool area of the resort was undertaken during the year, which has led to a loss being incurred for this year. The special levy raised to partially fund the pool maintenance was included in the previous year.

The Auditor's detailed schedule of operations for 2012 was enclosed with the meeting notice for information. This may be more informative and understandable than the formal accounts.

The most notable item in the financial report is a reduction in Land Tax, due mainly to a change in valuation. In the short term this will be a benefit. On the other hand this has been offset by an increase in electricity costs. We had negotiated a very good bulk supply and had benefitted for only one year before Energex increased costs, fees and charges significantly. We are still attempting to renegotiate.

EXTRAORDINARY GENERAL MEETING An EGM was held in August to declare the result of a postal vote which removed the previous auditors and appointed Stephen Shirley Auditors as the replacements. The change has been very satisfactory.

MAJOR WORKS 2012 The swimming pool improvements have been completed, partially funded from the 2011 special levy. There was some cost over-run due to some of the existing pool surfacing being faulty. The external painting of the resort was completed just prior to the previous AGM. Adjacent to the saunas, the two showers and toilets have been renovated and most bedspreads were replaced.

MAJOR WORKS 2013 It is proposed to replace most laundry cupboard doors and to carry out a complete replacement of beds. Three sun sails are to be replaced. To improve the functionality of the office/reception area, \$90000 has been budgeted for demolition, reconstruction and enlargement and for refurbishing this area. At the date of the AGM the work should be almost completed.

THE BOARD During the year no director has received a material benefit other than reimbursement of reasonable expenses.

Keith Martin has been Company Secretary for the whole year, Greg Suhr has been Finance Director and Brenda Suhr has been Staff Liaison Director. Board meetings have been productive and in good spirit. At this AGM Directors Brenda Suhr, Ken Durston and Ken Park retire by rotation. Brenda Suhr and Ken Durston have offered themselves for re-election. No addition nominations have been received.

A PERSONAL NOTE This month I will turn 76 and I feel that it is appropriate that I should retire at this meeting. May I thank shareholders, Fiona and her team and my fellow directors Keith Martin, Brenda and Greg Suhr, Ken Durston and Jasper Glover for the support and loyalty I have enjoyed during my time on the Board. I wish you all good health and many more enjoyable time share holidays. I am pleased to depart with our property in good condition and our finances sound.

I MOVE THAT THIS REPORT BE RECEIVED

Moved by Ken Park seconded by Dawn Montgomery

CARRIED.

BUSINESS ARISING FROM THE CHAIRMAN'S REPORT:

Nil

FINANCIAL REPORT:

Receive and adopt financial statements for the twelve month period ended 31st December 2012 together with the Director's and Auditor's Reports.

Moved by Greg Suhr seconded by Jasper Glover.

BUSINESS ARISING FROM THE FINANCIAL REPORT:

Nil

ELECTION OF AUDITOR:

It was moved by Greg Suhr and seconded by Wally Rozynski that SPS Audit be our auditor for the year 2012. CARRIED.

ELECTION OF DIRECTORS:

K.B. Durston, K.E. Park and B.J. Suhr retire from office and K.B. Durston and B.J. Suhr offer themselves for re-election. No further nominations were received. The returning officer declared that the successful nominees are Ken Durson and Brenda Suhr. Carried.

Moved by Frankie Park and seconded by Dawn Montgomery.

CARRIED.

GENERAL BUSINESS:

Thanks to Barry

THERE BEING NO FURTHER BUSINESS the Meeting Closed at 11.28am.

SIGNED AS A TRUE RECORD:

Chairman

Date: _____