

WAUCHOPE RSL CLUB



The friendly club



ANNUAL REPORT 2022/23



WAUCHOPE R.S.L. CLUB LIMITED
(A Company Limited by Guarantee ABN 68 001 009 212)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the 50th Annual General Meeting of the above Company will be held at the Club Premises Corner Young & Cameron Streets Wauchope on Sunday TWENTY FOURTH DAY of SEPTEMBER 2023 at 3.00pm.

BUSINESS

1. To receive, consider and adopt the financial statements of the Club for the year ended 30 June 2023 and the reports by the Directors and Auditors thereon.
2. President's Report
3. Secretary Manager's Report
4. Directors' Report
5. Auditor's Report
6. **ORDINARY RESOLUTIONS**
7. **To Elect Three Directors:** The retiring Directors are:
Debbie Prosser, Leonard Gibbs and Gregory Cavanagh
Nominations have been received from Leonard Gibbs, Gregory Cavanagh, Debbie Prosser and Drew Hooper
As per section 40 of the Wauchope RSL Club's Constitution. Election is by postal ballot and information about the method of voting accompanies this Notice.
8. **NOTICE TO MEMBERS:** Any financial member of the Club attending the Annual General Meeting who needs clarification on any matter pertaining to the financial statements contained herein please give your questions in writing to the Secretary Manager no later than 18 September 2023 so that your queries may be fully answered at the meeting.
9. To transact any business that may be transacted at the Annual General Meeting.

T. O'Connell
Company Secretary

ORDINARY RESOLUTIONS:

Explanation Note:

It is a requirement under the Registered Clubs Act 1976 that Members approve and agree to expenditure by the Club preceding the next Annual General Meeting for benefits to Directors that are not afforded to other Members of the Club.

The benefits, which are provided, are the standard benefits that have been provided to Directors of the Club over a number of years. The purpose of these resolutions is to comply with the requirements of the Registered Clubs Act.

To be passed, Ordinary Resolutions must receive a simple majority of votes in favour from those members present at the meeting who are eligible to vote.

The Board recommends the following four Ordinary Resolutions.

Directors Benefits

First Resolution:

That pursuant to the Registered Clubs Act.

1. The Members hereby approve and agree to reasonable expenditure by the club for Professional Development and Education of Directors until the next Annual General Meeting and being for:
 - A. The reasonable cost of Directors attending at meetings of Clubs N.S.W. and the Club Managers Association of Australia including their Annual General Meetings, Conferences and Trade Shows.
 - B. The reasonable cost of Directors attending seminars, lectures, Trade Displays, organised study tours, fact finding tours and other similar events as may be determined by the Board from time to time.
 - C. The reasonable cost of Directors attending their Clubs or similar businesses for the purpose of viewing and assessing their facilities and methods of operation.
 - D. The issue of suitably inscribed blazers, shirts and other apparel to each Director as required.
2. The members acknowledge that the benefits in paragraph (1) are not available to members generally but only to those who are Directors of the Club and those Members directly involved in the Clubs activities.

Second Resolution:

That pursuant to the Registered Clubs Act:

1. The Members hereby approve and agree to expenditure by the Club until the next Annual General Meeting of the Club the following expenditure and benefits for Directors.
 - A. The reasonable cost of a meal and beverage for each Director immediately before, during or after a Board or Committee Meeting.
 - B. Reasonable expenses incurred by Directors in attending Club activities and functions with partners where appropriate, to represent the Club providing the expenses are approved by the Board before payment is made on production of receipts, invoices or other proper documentary evidence of such expenditure.
2. The Members acknowledge that the benefits in paragraph (1) are not available to Members generally but only for those who are Directors of the Club.

Third Resolution:

That pursuant to the Registered Clubs Act:

The Members hereby approve and agree to the reasonable cost or expenses in relation to

- A. Sponsorship of Sub Clubs.
- B. Attending presentations to Members or other persons acknowledging services deemed by the Directors to be of benefit to the Club and or the Community.
- C. Life Members presentations and dinners as approved by the Directors.

Fourth Resolution:

Approval of Honorarium for the President for the year 2023/2024:

That pursuant to the Registered Clubs Act 1976, as amended, the Members hereby approve and agree to the President receiving an Honorarium for services rendered to the Club not exceeding \$10,000.00 during the period preceding the next Annual General Meeting. The Members acknowledge that the Honorarium is not available to Members equally but only to the President as elected by the Board of Directors as per the Clubs Constitution.

Dated: 4th August 2023

By Direction of the Board

T. O'Connell

SECRETARY MANAGER

PRESIDENTS REPORT 2022/2023

On behalf of the Board of Directors and Management, I am pleased to submit my Annual Report for 2022/2023. The Club achieved an after-tax profit of \$134,183. It is pleasing to note that the combined sales of the Bar, Dining Room and Bottle Shop increased by over 32% on the previous year.

Our Club is a community club and again we have been very active in supporting local Charities and Sporting organisations. Sporting teams to receive assistance from the Club during the year included Cricket, Hockey, Junior Rugby League, Golf, Wood chopping, Pony Club, Motorcycle, Racing, Darts, Snooker, Aus. Tag and Wauchope Bonny Hills Surf Club, Donations for the year Totalled \$101,929.50

Any members, who have not been in the Club since the end of the financial year, please pay a visit as soon as you are able. You will be in for a pleasant surprise with the changed interior appearance of the club.

I would like to take this opportunity to thank Vice President Ray Knapp for his continued outstanding 38 years' service as a Director of the Club and fellow directors for their invaluable support and commitment provided during the year. Their time is given freely to assist in the many facets involved in running the club, is greatly appreciated.

To our Secretary Manager, Tina, her assistant Managers Tom, Kerry and Jared and all Staff members, whether in the public eye or behind the scenes, each of you are a crucial part of the Team, Nobody has let the side down. WELL DONE ALL.

On behalf of the Board of Directors, Management and Staff, we pass on our sincere condolences to those of the community who have lost loved ones during the year, and to those not enjoying the best of health, we pray you have a speedy recovery.

In conclusion, I would like to thank all members for their continued patronage throughout the year. Your support ensures the continued success of our friendly club, which is a vital part of the Community.



Mal Butler

PRESIDENT

SECRETARY MANAGER'S REPORT 2022 - 2023

I am pleased to present the Annual Report and Balance Sheet for the year ending 30th June 2023, which shows an after tax profit of \$134,183.00 This is a pleasing result considering the Bistro was not fully functional in December and January due to staff shortages.

This year the club celebrates 70 years trading as a licenced Club, the Club was formed in 1953 and received its first liquor licence in 1955.

Throughout the year, the Club contracted artist Daniel Hend to paint a mural on the Auditorium wall and at the front entry of the Club. The artwork has given a fresh new look and a talking point for members and visitors. We also installed a large TV in the bar area to advertise all sporting teams and organisations that the Club sponsors and donates to, for the members and the community to be aware of the support given by their Club.

Whilst the Club has experienced a great year financially, it would not have been possible without the support of the Members.

My thanks to President Mal Butler, Vice President Ray Knapp and the Board of Directors for their support and guidance throughout the year, and the sound policy decisions implemented working as a team with management throughout the year.

I would like to pass on a special thank you to Tom Lindsay and Kerry Jose for the outstanding contribution and support they have both made to the Club and myself continually every week.

To Office Admin Jennifer and Rebecca, Supervisors Kylie, Melissa, Ashley and Nicole and all other staff members, may I offer my sincere thanks for your support and hard work.

To our Catering Manager Jared and all other team members of Reflections, thank you for your support and all the hard work you have put in with the trying times of staff shortages and taking on new roles with a new team of staff.

To Mark Clayworth who looks after the Cleaning Department and has the Club looking great every day.

All Staff at the Wauchope RSL Club continue to work as a team & I sincerely thank them for their loyalty and effort in making the club what it is today and making my job easier.

My thanks go to the volunteer workers for their assistance and support helping with weekly raffles and ANZAC Day, as your contribution is invaluable.

To those Members who have lost love ones through the year I offer my deepest sympathy and to those members experiencing health problems may I wish you a speedy recovery.

In closing, I would like to thank all Members for your valued patronage and trust you continue enjoy the facilities of your Club.

Tina OConnell

SECRETARY MANAGER



List of Life Members

The Board of Management, Members & Staff are indebted to the following list of persons for their voluntary & invaluable work as Directors & Members & we are honoured to enlist their names in our yearly balance sheet the years in sequence they were granted “Life Membership” of the Wauchope RSL Club Ltd”

(* Denotes Deceased)

G.	Griegg	1964*
M. F.	Brabant	1965*
W. J.	Johnston	1967*
A. H.	Cant	1972*
T. C.	Cooper	1972*
R. A. N.	Rowsell	1973*
G. A.	Toms	1975*
W. H.	Partridge	1976*
J. F.	Baker	1979*
A.	Robinson	1981*
D. T.	McDonald	1982*
E. G.	Trotter	1987*
J. D.	Graham	1988*
T.	Hanington	1990*
R. S.	Mudford	1992*
A. T.	Neal	1995*
W. J.	Starrenburg	1998
M. J.	Murrell	1998
R. J.	Knapp	1999
C. B.	Everingham	2001*
A. J.	Pope	2005
M. S.	Butler	2005
R. A.	Gill	2006
R.	Tyne	2007
E.	Sheather	2009
B.	Cant	2013
W.	Saley	2018
R.	Pead	2019
G.	Cavanagh	2021

The Registered Clubs Amendment (Disclosures Regulation 2019)

Training Disclosure

Directors are to complete required training within 12 months of becoming a Director or fill the requirement for an exemption for the training: Training courses that are to be completed: -

- Director Foundation & Management Collaboration;
- Finance for Club Boards.
- AML/CTF

Name	Completed	Exemption
Mal Butler		Recognition of Current Industry Knowledge
Ray Knapp		Recognition of Current Industry Knowledge
Robert Pead		Recognition of Current Industry Knowledge
Greg Cavanagh		Recognition of Current Industry Knowledge
Michael Brownlow	Director Foundation & Management Collaboration Finance for Club Boards	
Debbie Prosser	Director Foundation & Management Collaboration, Finance for Club Boards	
Stephen Perkins	Director Foundation & Management Collaboration, Finance for Club Boards	
Len Gibbs	Director Foundation & Management Collaboration, Finance for Club Boards	
Wayne Saley	Director Foundation & Management Collaboration, Finance for Club Boards	
Tina O'Connell	Diploma of Management CMAA Club Secretary Managers	

Wauchope RSL Club Limited
ABN 68 001 009 212

Financial Statements

For the Year Ended 30 June 2023

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Wauchope RSL Club Limited

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DIRECTORS' REPORT

Your Directors present their report on the Company for the financial year ended 30 June 2023.

Directors

The names of the Directors in office at any time during, or since the end of, the financial year are:

Maldon (Mal) Butler

Raymond J Knapp

Robert Pead

Gregory Cavanagh

Stephen Perkins

Deborah Prosser

Leonard Gibbs

Wayne Saley

Michael Brownlow

(Appointed 8 October 2022)

Bruce Cant

(Resigned 27 September 2022)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Short-Term Objectives

The short-term objectives of the Company are to:

- Continue to provide support for community based entities and to provide a place for such entities to meet;
- Derive income to support local sporting groups and charitable organisations;
- Provide a place for Ex-Service personnel to meet and provide them with guidance and assistance when required;
- Provide entertainment, food and beverages for the community at reasonable prices; and
- Provide accommodation options to members of the community through the Cameron Grange Lifestyle Village.

Long-Term Objectives

The long-term objectives of the Company are to:

- Maintain the ethics and traditions of the RSL and continue to provide a place for Returned Servicemen and Women to meet;
- Repay the debt incurred by the Club premises; and
- Continue to be the hub of the community that brings the town together.

Wauchope RSL Club Limited

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DIRECTORS' REPORT

Strategies Adopted for Achieving Objectives

To achieve the objectives of the Company the following strategies have been adopted:

- Employing and retaining highly skilled, quality staff committed to achieving the Company's objectives and policies put in place by the Board;
- Providing entertainment to attract patronage to the Club;
- Offering high quality, low priced meals and reasonably priced beverages;
- Running promotions throughout the year for the benefit of members and their guests; and
- Generating alternative income streams for the future of the Club that will assist in eliminating the Club's current debt, including the Cameron Grange Lifestyle Village.

Principal Activities

The principal activities of the Company during the financial year were the conduct of a Registered Licensed Club, the provision of reasonably priced food and beverages, entertainment, responsible approved gaming including TAB, Keno and poker machines and the provision of meeting venues as required.

Means by which Principal Activities Assisted in Achieving the Company's Objectives

The profit and cash flows generated from the Company's principal activities were utilised in achieving the Company's objectives.

Key Performance Measures

The Company measures and monitors performance by comparing actual results to past performance. The Company reviews key performance indicators such as gross profit margins, wages to turnover ratios, net returns from trading and average return per poker machine.

Members' Guarantee

Wauchope RSL Club Limited is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the Constitution states that each member is required to contribute a maximum of \$2 towards meeting any outstanding obligations of the Company. At 30 June 2023 the collective liability of members was \$8,896.

Events After the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Significant Changes in State of Affairs

There have been no significant changes in the state of affairs of the Company during the year.

Wauchope RSL Club Limited

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DIRECTORS' REPORT

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* has been received and is included in this financial report.

Core and Non-Core Property

Core property is defined as any real property owned by the Club that comprises the defined premises of the Club or any facility provided by the Club for the use of its members and their guests. Core property of the Club consists of land occupied by the clubhouse and the carpark situated at the corner of Young and Cameron Streets, Wauchope, New South Wales.

Non-core property of the Club means any real property owned by the Club that is not core property. Non-core property of the Club consists of the land and buildings located at 28 Hastings Street and the land located at 15 Cameron Street, 17 Cameron Street and 19 Cameron Street in Wauchope, New South Wales on which the Cameron Grange Lifestyle Village is located.

Meetings of Directors

During the financial year, 14 monthly and special meetings of Directors were held. Attendances by each Director during the year were as follows:

Directors' Meetings	
Number eligible to attend	Number attended
Maldon (Mal) Butler	14
Raymond J Knapp	13
Robert Pead	14
Gregory Cavanagh	13
Stephen Perkins	11
Deborah Prosser	8
Leonard Gibbs	12
Wayne Saley	13
Michael Brownlow (Appointed 8 October 2022)	8
Bruce Cant (Resigned 27 September 2022)	1

Information on Current Directors

Maldon (Mal) Butler

Qualifications	Farmer
Experience	Board Member since 1993
Special Responsibilities	President

Wauchope RSL Club Limited

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DIRECTORS' REPORT

Information on Current Directors (Continued)

Raymond J Knapp

Qualifications Retired Manager
Experience Board Member since 1986
Special Responsibilities Vice President

Robert Pead

Qualifications Administration
Experience Board Member since 2006

Gregory Cavanagh

Qualifications Retired Administration and Sales Manager
Experience Board Member since 2008

Stephen Perkins

Qualifications Administration
Experience Board Member since 2011

Deborah Prosser

Qualifications Administration
Experience Board Member since 2012

Leonard Gibbs

Qualifications Retired Business Proprietor
Experience Board Member since 2017

Wayne Saley

Qualifications Retired Secretary Manager
Experience Board Member since 2018

Michael Brownlow

Qualifications Technical Writer and Quality Auditor
Experience Board Member since 2022

Signed in accordance with a resolution of the Board of Directors:

Director:

Maldon (Mal) Butler

Dated this 1st day of August 2023

PARTNERS

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

AUDITOR'S INDEPENDENCE DECLARATION

Under Section 307C of the *Corporations Act 2001*

To the Directors of *Wauchope RSL Club Limited*

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the Directors of Wauchope RSL Club Limited. As the lead auditor for the audit of the financial report of Wauchope RSL Club Limited for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

NorthCorp Accountants



Jodie Thomas
Registered Company Auditor

3/80 High Street
Wauchope NSW 2446

1 August 2023

Wauchope RSL Club Limited

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STATEMENT OF COMPREHENSIVE INCOME

For the Year Ended 30 June 2023

		2023	2022
	Note	\$	\$
Revenue	2	6,079,653	5,062,509
Other income	2	30,790	969,741
		6,110,443	6,032,250
Changes in inventories	3	8,079	4,917
Inventories purchased	3	(1,093,737)	(788,836)
Advertising and promotion		(46,396)	(45,706)
Cameron Grange operations		(52,649)	(163,938)
Depreciation and amortisation	3	(527,451)	(577,346)
Electricity		(100,098)	(105,973)
Employee benefits expense		(2,048,767)	(1,742,516)
Finance costs	3	(51,447)	(59,942)
Insurance		(176,115)	(189,629)
Loss on disposal of property, plant and equipment	3	(3,706)	(34,614)
Member rewards		(129,193)	(104,871)
Payroll tax		(56,313)	(23,515)
Poker machine tax		(536,206)	(483,896)
Promotions		(24,515)	(20,805)
Repairs and maintenance		(321,481)	(180,665)
Social, sport and entertainment		(135,526)	(134,878)
Other expenses		(578,649)	(504,946)
		(5,874,170)	(5,157,159)
Profit / (loss) before income tax		236,273	875,091
Income tax (expense) / benefit	4	(102,090)	(226,970)
Profit / (loss) for the year		134,183	648,121
Other comprehensive income			
Net gain on revaluation of land and buildings		-	923,438
Other comprehensive income for the year, net of tax		-	923,438
Total comprehensive income for the year		134,183	1,571,559
Profit / (loss) attributable to members of the Company		134,183	648,121
Total comprehensive income attributable to members of the Company		134,183	1,571,559

The accompanying notes form part of these financial statements.

Wauchope RSL Club Limited

ABN 68 001 009 212

STATEMENT OF FINANCIAL POSITION

As at 30 June 2023

	Note	2023 \$	2022 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	529,339	1,035,232
Trade and other receivables	6	20,087	420,830
Financial assets	7	1,006,453	-
Inventories	8	49,950	41,871
Other assets	9	218,461	142,614
Total current assets		1,824,290	1,640,547
Non-current assets			
Property, plant and equipment	10	8,475,098	8,794,353
Investment property	11	7,927,475	7,925,000
Deferred tax assets	12(b)	243,115	345,929
Intangible assets	13	61,699	61,699
Total non-current assets		16,707,387	17,126,981
TOTAL ASSETS		18,531,677	18,767,528
LIABILITIES			
Current liabilities			
Trade and other payables	14	395,690	396,481
Borrowings	15	5,436,679	6,740,419
Short-term provisions	16	363,343	424,835
Other liabilities	17	311,812	150,263
Total current liabilities		6,507,524	7,711,998
Non-current liabilities			
Borrowings	15	930,003	92,089
Deferred tax liabilities	12(a)	1,298,040	1,298,764
Long-term provisions	16	11,355	14,105
Total non-current liabilities		2,239,398	1,404,958
TOTAL LIABILITIES		8,746,922	9,116,956
NET ASSETS		9,784,755	9,650,572
EQUITY			
Reserves	18	3,919,872	3,919,872
Retained earnings		5,864,883	5,730,700
TOTAL EQUITY		9,784,755	9,650,572

The accompanying notes form part of these financial statements.

Wauchope RSL Club Limited

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STATEMENT OF CHANGES IN EQUITY

For the Year Ended 30 June 2023

2023

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 July 2022	5,730,700	3,919,872	9,650,572
Profit / (loss) attributable to members of the Company	134,183	-	134,183
Other comprehensive income	-	-	-
Total comprehensive income for the year	134,183	-	134,183
Balance at 30 June 2023	5,864,883	3,919,872	9,784,755

2022

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 July 2021	5,082,579	2,996,434	8,079,013
Profit / (loss) attributable to members of the Company	648,121	-	648,121
Other comprehensive income	-	923,438	923,438
Total comprehensive income for the year	648,121	923,438	1,571,559
Balance at 30 June 2022	5,730,700	3,919,872	9,650,572

The accompanying notes form part of these financial statements.

Wauchope RSL Club Limited

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STATEMENT OF CASH FLOWS

For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
Cash flows from operating activities:		
Receipts from customers	6,388,516	5,273,156
Payments to suppliers and employees	(6,055,941)	(4,929,893)
Interest received	22,371	-
Finance costs	(51,447)	(59,942)
Net cash provided by (used in) operating activities	303,499	283,321
Cash flows from investing activities:		
Proceeds from sale of plant and equipment	32,468	49,648
Acquisition of property, plant and equipment	(217,774)	(465,109)
Net (increase) / decrease in financial assets	(1,006,453)	-
Acquisition of investment property	(2,475)	(2,329,472)
Net cash provided by (used in) investing activities	(1,194,234)	(2,744,933)
Cash flows from financing activities:		
Proceeds from borrowings	1,100,000	2,297,603
Repayment of borrowings	(1,125,158)	(5,040,122)
Net movement in resident entry contributions	410,000	5,761,563
Net cash provided by (used in) financing activities	384,842	3,019,044
Net increase (decrease) in cash held	(505,893)	557,432
Cash and cash equivalents at beginning of financial year	1,035,232	477,800
Cash and cash equivalents at end of financial year	529,339	1,035,232

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The accompanying notes form part of these financial statements.

Wauchope RSL Club Limited

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

The financial statements are for Wauchope RSL Club Limited (the Company) as an individual entity, incorporated and domiciled in Australia. Wauchope RSL Club Limited is a Company limited by guarantee.

Note 1 Summary of Significant Accounting Policies

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied, unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 1st August 2023 by the Directors.

Accounting Policies

(a) Income Tax

The income tax expense / (income) for the year comprises current income tax expense / (income) and deferred tax expense / (income).

Current income tax expense charged to profit or loss is the tax payable on taxable income for the current period. Current tax liabilities / (assets) are measured at the amounts expected to be paid to / (recovered from) the Australian Taxation Authority (ATO) using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense / (income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss.

No deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(a) Income Tax (Continued)

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability. With respect to non-depreciable items of property, plant and equipment measured at fair value and items of investment property measured at fair value, the related deferred tax liability or deferred tax asset is measured on the basis that the carrying amount of the asset will be recovered entirely through sale.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where: (i) a legally enforceable right of set-off exists; and (ii) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on the same taxable entity, where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

(b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(c) Inventories

Inventories are measured at the lower of cost and net realisable value.

(d) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, accumulated depreciation and any impairment losses.

Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction) less, where applicable, accumulated impairment losses and accumulated depreciation for buildings. The fair value of freehold land and buildings is based on periodic valuations performed by external independent valuers, at least once every 5 years.

Wauchope RSL Club Limited

ABN 68 001 009 212

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(d) Property, Plant and Equipment (Continued)

Property (Continued)

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation surplus in other comprehensive income. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in other comprehensive income; all other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses.

In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(g) for details of impairment).

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets, including buildings but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use. Depreciation is recognised in profit or loss.

The depreciation rates used for each class of depreciable assets are:

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Buildings	2.5%
Plant and equipment	2.5 to 50%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(d) Property, Plant and Equipment (Continued)

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(e) Investment property

Investment property is initially recognised at cost and subsequently carried at fair value, based on periodic valuations performed by external independent valuers at least once every 5 years. Changes to fair value are recognised in profit or loss in the period in which they occur.

(f) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities, are recognised when the Company becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either the purchase or sale of the asset.

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified at "fair value through profit or loss" in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component or if the practical expedient was applied as specified in AASB 15: *Revenue from Contracts with Customers*.

Classification and Subsequent Measurement

Financial Liabilities

Financial liabilities are subsequently measured at amortised cost using the effective interest method. The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or financial liability, that is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(f) Financial Instruments (Continued)

Financial Assets

Financial assets are subsequently measured at amortised cost.

Financial assets comprising cash and cash equivalents, trade and other receivables and interest bearing deposits are subsequently measured at amortised cost as they meet the following conditions:

- the financial assets are managed solely to collect contractual cash flows; and
- the contractual terms within the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

Derecognition of financial assets

A financial asset is derecognised when the Company's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All of the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all the risks and rewards of ownership of the asset have been substantially transferred; and
- the Company no longer controls the asset.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

Derecognition of financial liabilities

A liability is derecognised when it is extinguished (ie when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(f) Financial Instruments (Continued)

Impairment of Financial Assets

The Company recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost.

A loss allowance is not recognised for investments measured at fair value through other comprehensive income.

Recognition of expected credit losses in financial statements

At each reporting date, the Company recognises the movement in the loss allowance as an impairment gain or loss in the statement of comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

(g) Impairment of Non-Financial Assets

At the end of each reporting period, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (eg. in accordance with the revaluation model in AASB 116: *Property, Plant and Equipment*). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for intangible assets with indefinite useful lives.

(h) Intangible Assets

Poker machine licences

Poker machine licences are recognised at cost of acquisition. Poker machine licences are tested annually for impairment and are carried at cost less accumulated impairment losses.

Poker machine licences have been determined to have indefinite useful lives as the Company has no intention to sell poker machine licences.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(i) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(j) Trade and Other Payables

Trade and other payables are carried at amortised cost and represent the liabilities for goods and services received by the Company during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method.

(k) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements.

Contributions are made by the Company to an employee superannuation fund and are charged as expenses when incurred.

(l) Resident Entry Contributions

Residents entry contributions represent the amount payable to residents on the termination of the residents' occupancy rights. Residents have the option to cancel the residency agreement at any time. As this option constitutes a demand feature, the liability is recognised as a current liability in the statement of financial position under the classification of borrowings and loans.

(m) Revenue Recognition

Revenue is recognised when control of the goods and services has transferred to the customers. For such transactions, this is the point in time when the goods are delivered to the customers or the services are received by customers.

Interest revenue is recognised using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(m) Revenue Recognition (Continued)

Receivables are recognised when items are delivered or services received, as at this point consideration is unconditional since only time needs to pass before payment of that consideration.

The retention income earned from resident entry contributions is recognised as income on a straight line basis over the expected tenure of occupancy, being 7 years.

(n) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

(o) 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 Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(p) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(q) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated in the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Key Estimates - Impairment

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions. The recoverable amount of the poker machine licences was estimated based on its value-in-use. The recoverable amount was estimated to be higher than the carrying amount of the poker machine licences, and no impairment was required.

No other impairment has been recognised in respect of assets at the end of the reporting period.

Key Estimates - Resident Entry Contributions

The amounts repayable to residents upon their exit from the Cameron Grange Independent Living Units changes with time and movements in the value of the underlying property. The amounts that will be deducted from the original amount deposited by the resident are a function of time. The amount that may be added to the original amount deposited by the resident is a function of the movement in the underlying property value. For the purposes of these financial statements, these resident entry contributions have been designated as current liabilities. As a result of this classification the calculation of the amount payable is based on the variables as they stand at balance date.

Key Estimates - Expected Tenure of Occupancy

The Company recognises retention income earned from resident entry contributions as income on a straight line basis over the expected tenure of occupancy. The Company has estimated the expected tenure of occupancy for Cameron Grange Independent Living Units residents as 7 years based on industry data.

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 2 Revenue and Other Income

The Company has recognised the following amounts relating to revenue in the statement of comprehensive income.

Continued Operations

		2023	2022
	Note	\$	\$
Revenue from contracts with customers	2(a)	2,538,364	1,754,872
Other sources of revenue	2(b)	3,541,289	3,307,637
		<u>6,079,653</u>	<u>5,062,509</u>

(a) Revenue Disaggregation

The revenue is disaggregated along the following product lines:

Bar sales	1,050,876	791,146
Dining room sales	992,335	758,891
Bottle shop sales	120,458	87,000
Resident fees and charges	97,516	20,221
Retentions from resident entry contributions	277,179	97,614
	<u>2,538,364</u>	<u>1,754,872</u>

Timing of revenue recognition

Goods and services transferred to customers:

- at a point in time	2,163,669	1,637,037
- over time	374,695	117,835
	<u>2,538,364</u>	<u>1,754,872</u>

(b) Other Sources of Revenue

Commissions received	154,294	101,814
Government subsidies - Jobsaver payments	-	124,360
Grant funding - Veterans Affairs	7,103	-
Members' subscriptions	21,793	18,224
Interest received	22,371	-
Poker machine GST rebate	17,180	17,180
Poker machine takings	3,197,749	2,892,172
Rent received	14,840	32,567
Other revenue	105,959	121,320
	<u>3,541,289</u>	<u>3,307,637</u>

Total other revenue

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

(c) Other Income

		2023	2022
	Note	\$	\$
Gain on disposal of property, plant and equipment		30,790	30,392
Gain on revaluation of investment properties	3(b)	-	939,349
Total Other Income		30,790	969,741
Total Revenue and Other Income		6,110,443	6,032,250

Note 3 Profit / (Loss) for the Year**(a) Expenses****Cost of goods sold:**

Bar trading	493,823	360,893
Dining room trading	495,349	353,092
Bottle shop trading	96,486	69,934
	1,085,658	783,919

Finance Costs:

Interest expense	51,447	59,942
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Depreciation:

Buildings	112,750	126,385
Plant and equipment	414,701	450,961
	527,451	577,346

Loss on disposal of property, plant and equipment	3,706	34,614
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(b) Significant Revenue and Expenses

The following significant revenue / (expense) items are relevant in explaining the financial performance for the year:

Gain on revaluation of investment properties	-	939,349
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Net gain on revaluation of investment properties

In accordance with Australian Accounting Standard AASB 140: Investment Property, the change in fair value of the Company's investment property is taken up as an item of income or expense in the statement of comprehensive income during the year in which the revaluation occurred. An independent valuation of investment property, comprising 28 Hastings Street, Wauchope and 15-19 Cameron Street, Wauchope was carried out by a registered valuer as at 20 April 2022 and the increase in fair value was taken up in profit or loss.

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 4 Income Tax Expense / (Benefit)

(a) The components of tax expense / (benefit) comprise:

	2023	2022
	\$	\$
Current tax	57,059	(7,472)
Deferred tax	45,031	234,442
	102,090	226,970

(b) The prima facie tax on profit / (loss) from ordinary activities before income tax is reconciled to income tax as follows:

Prima facie tax payable on profit / (loss) from ordinary activities before income tax at 25% (2022: 25%)	59,068	218,773
Add:		
Tax effect of:		
- other non-allowable items	8,560	30,282
- deferred tax expense relating to the origination and reversal of temporary differences	45,031	234,442
	112,659	483,497
Less:		
Tax effect of:		
- revaluation of investment property not subject to income tax	-	234,837
- non-taxable member income arising from principle of mutuality	(4,594)	9,867
- deductible depreciation and amortisation	28,723	(25,552)
- other deductible items	(13,560)	37,375
	10,569	256,527
Income tax expense / (benefit) attributable to profit / (loss) from ordinary activities	102,090	226,970

Wauchope RSL Club Limited

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 5 Cash and Cash Equivalents

	2023	2022
	\$	\$
Cash at bank and on hand	<u>529,339</u>	<u>1,035,232</u>

Reconciliation of Cash

Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows are reconciled to items in the statement of financial position as follows:

Cash and cash equivalents	<u>529,339</u>	<u>1,035,232</u>
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Note 6 Trade and Other Receivables

Current

Trade receivables	20,087	10,830
Other receivables	-	410,000
	<u>20,087</u>	<u>420,830</u>

Note 7 Financial Assets

Current

Financial Assets at Amortised Cost

Interest bearing deposits	<u>1,006,453</u>	-
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Note 8 Inventories

Current

Finished Goods - at Cost

Bar stock	42,792	35,087
Dinning room stock	5,337	3,110
Bottle shop stock	1,821	3,674
	<u>49,950</u>	<u>41,871</u>

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 9	Other Assets	2023	2022
		\$	\$
	Current		
	Prepayments	<u>218,461</u>	<u>142,614</u>

Note 10 **Property Plant and Equipment**

Land and Buildings

Freehold land

Independent valuation 2022	<u>2,940,000</u>	2,940,000
Total freehold land	<u>2,940,000</u>	2,940,000

Buildings

Independent valuation 2022	<u>4,510,000</u>	4,510,000
Less accumulated depreciation	<u>(112,750)</u>	-
Total buildings	<u>4,397,250</u>	4,510,000

Total land and buildings

7,337,250 7,450,000

Plant and Equipment

Plant and equipment at cost	<u>5,081,273</u>	5,013,266
Less accumulated depreciation	<u>(3,943,425)</u>	(3,668,913)

Total plant and equipment

1,137,848 1,344,353

Total property, plant and equipment

8,475,098 8,794,353

(a) Current value of land and buildings

The land and buildings were valued on 20 April 2022 at \$7,450,000 by Certified Practising Valuer Jeff Rogers A.A.P.I. Member No. 68593 and Certified Practising Valuer Murray Liston A.A.P.I. Member No. 69255 on the basis of fair current value.

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 10 Property Plant and Equipment (Continued)

(b) Movements in carrying amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Freehold land	Buildings and freehold improvements	Plant and equipment	Total
	\$	\$	\$	\$
Balance at 1 July 2022	2,940,000	4,510,000	1,344,353	8,794,353
Additions	-	-	213,580	213,580
Disposals	-	-	(5,384)	(5,384)
Depreciation expense	-	(112,750)	(414,701)	(527,451)
Balance at 30 June 2023	<u>2,940,000</u>	<u>4,397,250</u>	<u>1,137,848</u>	<u>8,475,098</u>

Note 11 Investment Property

	2023	2022
	\$	\$
Investment property - at independent valuation 2022	7,925,000	7,925,000
Subsequent additions at cost	2,475	-
Total	<u>7,927,475</u>	<u>7,925,000</u>

(a) Movements in carrying amounts

Balance at beginning of year	7,925,000	4,656,179
Acquisitions	2,475	2,329,472
Disposals	-	-
Fair value adjustments	-	939,349
Balance at end of year	<u>7,927,475</u>	<u>7,925,000</u>

(b) Current value of investment property

The investment properties were valued on 20 April 2022 at \$7,925,000 by Certified Practising Valuer Jeff Rogers A.A.P.I. Member No. 68593 and Certified Practising Valuer Murray Liston A.A.P.I. Member No. 69255 on the basis of fair current value.

The investment properties are made up of 28 Hastings Street, Wauchope and Cameron Grange located at 15-19 Cameron Street, Wauchope.

Wauchope RSL Club Limited

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 12 Income Tax

	2023	2022
	\$	\$
Current		
Income tax payable	-	-

	Opening Balance	Charged to Income	Charged directly to Equity	Changes in Tax Rate	Closing Balance
	\$	\$	\$	\$	\$
(a) Deferred tax liability					
Property, plant and equipment	1,000,070	(9,119)	307,813	-	1,298,764
Balance at 30 June 2022	1,000,070	(9,119)	307,813	-	1,298,764
Property, plant and equipment	1,298,764	(4,784)	-	-	1,293,980
Investment property	-	4,060	-	-	4,060
Balance at 30 June 2023	1,298,764	(724)	-	-	1,298,040

(b) Deferred tax assets

Plant and equipment	-	4,361	-	-	4,361
Investment property	290,274	(257,130)	-	-	33,144
Provisions - employee benefits	21,235	6,794	-	-	28,029
Provisions - other	4	3	-	-	7
Accrued expenses	2,887	2,412	-	-	5,299
Future income tax benefits attributable to tax losses	267,617	7,472	-	-	275,089
Balance at 30 June 2022	582,017	(236,088)	-	-	345,929
Plant and equipment	4,361	(548)	-	-	3,813
Investment property	33,144	(33,144)	-	-	-
Provisions - employee benefits	28,029	(10,627)	-	-	17,402
Provisions - other	7	(2)	-	-	5
Accrued expenses	5,299	(1,434)	-	-	3,865
Future income tax benefits attributable to tax losses	275,089	(57,059)	-	-	218,030
Balance at 30 June 2023	345,929	(102,814)	-	-	243,115

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 13 Intangible Assets

	2023	2022
	\$	\$
Poker machine licences		
Poker machine licences at cost	61,699	61,699
Accumulated amortisation and impairment	-	-
Net carrying amount	61,699	61,699
Total Intangible Assets	61,699	61,699

(a) Movements in carrying amounts

	Poker machine licences	Total
	\$	\$
Balance 1 July 2022	61,699	61,699
Additions	-	-
Disposals	-	-
Impairment	-	-
Balance at 30 June 2023	61,699	61,699

Note 14 Trade and Other Payables

	2023	2022
	\$	\$
Current		
Unsecured liabilities		
Trade payables	204,928	180,524
Sundry creditors and accrued expenses	190,762	215,957
	395,690	396,481

Wauchope RSL Club Limited

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 15 Borrowings

		2023	2022
	Note	\$	\$
Current			
Unsecured liabilities			
Other loans	15(e)	60,286	65,311
Resident entry contributions	15(d)	5,320,895	5,761,563
Total unsecured liabilities		<u>5,381,181</u>	<u>5,826,874</u>
Secured liabilities			
Bank loans	15(c)	55,498	913,545
Total secured liabilities		<u>55,498</u>	<u>913,545</u>
Total current liabilities		<u>5,436,679</u>	<u>6,740,419</u>
Non-Current			
Unsecured liabilities			
Other loans	15(e)	46,875	92,089
Total unsecured liabilities		<u>46,875</u>	<u>92,089</u>
Secured liabilities			
Bank loans	15(c)	883,128	-
Total secured liabilities		<u>883,128</u>	<u>-</u>
Total non-current liabilities		<u>930,003</u>	<u>92,089</u>
(a) Total current and non-current secured liabilities			
Bank loans		<u>938,626</u>	<u>913,545</u>
(b) Carrying amounts of non-current assets pledged as security:			
Freehold land and buildings	10	7,337,250	7,450,000
Plant and equipment	10	1,137,848	1,344,353
Investment property	11	-	7,925,000
		<u>8,475,098</u>	<u>16,719,353</u>

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 14 Borrowings (Continued)

(c) Bank loans

The current bank loan is secured by registered first mortgage over the freehold land and buildings situated at the Corner of Young & Cameron Streets, Wauchope NSW 2446 and a general security agreement over all present and after acquired assets and uncalled capital of the Company. The existing loan facilities with Regional Australia Bank Ltd expire in December 2032.

The \$4.8m loan facility with Regional Australia Bank Ltd for the construction of the Cameron Grange development was secured by registered first mortgage over the over the freehold land and buildings situated at 15-21 Cameron Street, Wauchope and a goods security agreement over all present and after acquired assets and uncalled capital of the Company. The loan was fully repaid and the facility closed during the year ended 30 June 2022. Security over the freehold land and buildings situated at 15-21 Cameron Street, Wauchope was released in November 2022.

Financial assets that have been pledged as part of the total collateral in relation to the bank loans are as follows:

		2023	2022
	Note	\$	\$
Cash and cash equivalents	5	529,339	1,035,232
Trade and other receivables	6	20,087	420,830
Financial assets	7	1,006,453	-
		<u>1,555,879</u>	<u>1,456,062</u>

(d) Resident entry contributions

Resident entry contributions are repayable on the the following basis:

- The Company must pay the resident the amount of the calculated payment on termination of the residence right within 14 days after the date on which the Company receives full payment of the new entry payment, except where the Company is required to pay the resident earlier under the retirement village laws.

Resident entry contributions are non-interest bearing.

(e) Other loans

Other loans consist of a finance contract for the purchase of a gaming management system. The borrowings are secured by the underlying asset acquired. The loans are interest free with aggregate monthly repayments of \$5,024.

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NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 16 Provisions

Analysis of Total Provisions

	2023	2022
	\$	\$
Current	363,343	424,835
Non-current	11,355	14,105
	<u>374,698</u>	<u>438,940</u>

Movement in carrying amounts

	Employee benefits	Total
	\$	\$
Opening balance at 1 July 2022	438,940	438,940
Additional provisions	147,390	147,390
Provisions utilised	(211,632)	(211,632)
Balance at 30 June 2023	<u>374,698</u>	<u>374,698</u>

Provision for Employee Benefits

Provision for employee benefits represents amounts accrued for wages, annual leave and long service leave.

The current portion for this provision includes the total amount accrued for wages, annual leave entitlements and amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service.

These amounts are classified as current liabilities since the Company does not have an unconditional right the defer settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion of this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

Wauchope RSL Club Limited

ABN 68 001 009 212

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 17 Other Liabilities

	2023	2022
	\$	\$
Current		
Members' subscriptions in advance	37,500	39,440
Income in advance	274,312	110,823
	<u>311,812</u>	<u>150,263</u>

Note 18 Reserves

Asset Revaluation Reserve

The asset revaluation reserve records revaluations of non-current assets.

Note 19 Members' Guarantee

The Wauchope RSL Club Limited is a company limited by guarantee with liability of members limited to the amount of \$2 as set out in the Company's constitution. The number of members at the end of the financial year was 4,448 (2022: 4,391.)

Note 20 Capital and Leasing Commitments

(a) Capital expenditure commitments

Capital expenditure commitments contracted for:

- Painting	124,179	147,239
- Architect fees	9,900	-
	<u>134,079</u>	<u>147,239</u>
Payable:		
- no later than 1 year	40,945	29,448
- between 1 year and 5 years	93,134	117,791
- greater than 5 years	-	-
	<u>134,079</u>	<u>147,239</u>

Wauchope RSL Club Limited

ABN 68 001 009 212

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 21 Key Management Personnel Compensation

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any Director (whether executive or otherwise) of that entity. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The aggregate compensation of key management personnel during the year comprising amounts paid or payable or provided for was as follows:

	2023	2022
	\$	\$
Short-term employee benefits	456,834	433,790
Post-employment benefits	46,617	42,232
Total Compensation	503,451	476,022

Note 22 Related Party Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Note 23 Auditors' Remuneration

Remuneration of the auditor:

- Audit of the financial statements	23,800	23,000
- Other statutory assurance services	2,900	2,850
- Other assurance related services	2,300	2,300
- Other - including taxation services	15,500	8,360
	44,500	36,510

Wauchope RSL Club Limited

ABN 68 001 009 212

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2023

Note 24 Financial Risk Management

The Company's financial instruments consist mainly of deposits with banks, cash on hand, accounts receivable and payable, bank loans, bank overdrafts and other borrowings.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements are as follows:

		2023	2022
	Note	\$	\$
Financial Assets			
Financial assets at amortised cost			
Cash and cash equivalents	5	529,339	1,035,232
Trade and other receivables	6	20,087	420,830
Financial assets	7	1,006,453	-
Total Financial Assets		1,555,879	1,456,062
Financial Liabilities			
Financial liabilities at amortised cost			
Trade and other payables	14	395,690	396,481
Bank loans	15	938,626	913,545
Other loans	15	107,161	157,400
Resident entry contributions	15	5,320,895	5,761,563
Total Financial Liabilities		6,762,372	7,228,989

Net Fair Values

The net fair values of financial assets and financial liabilities approximate their carrying values. The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

Note 25 Company Details

The registered office of the Company is:

Wauchope RSL Club Limited
Cnr Young and Cameron Streets
Wauchope NSW 2446

Wauchope RSL Club Limited

ABN 68 001 009 212

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Wauchope RSL Club Limited, the Directors of the Company declare that:

1. The financial statements, comprising the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and notes to and forming part of the financial statements, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards - Simplified Disclosures; and
 - (b) give a true and fair view of the financial position of the Company as at 30 June 2023 and of its performance for the year ended on that date.
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.

Director



Maldon (Mal) Butler

Dated this 1st day of August 2023

PARTNERS

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

Independent Auditor's Report
to the Members of Wauchope RSL Club Limited

Opinion

We have audited the financial report of Wauchope RSL Club Limited, which comprises the Statement of Financial Position as at 30 June 2023, the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Directors' Declaration.

In our opinion, the accompanying financial report of Wauchope RSL Club Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2023 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards - AASB 1060: *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The Directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2023, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

PARTNERS

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

Independent Auditor's Report

to the Members of Wauchope RSL Club Limited

Information Other than the Financial Report and Auditor's Report Thereon (Continued)

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - AASB 1060: *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

PARTNERS

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

Independent Auditor's Report

to the Members of Wauchope RSL Club Limited

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

PARTNERS

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

Independent Auditor's Report
to the Members of Wauchope RSL Club Limited

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

NorthCorp Accountants



Jodie Thomas

Registered Company Auditor

3/80 High Street
Wauchope NSW 2444

1 August 2023

WAUCHOPE R.S.L. CLUB LTD

In the best interest of its members, guests and the community promotes **THE RESPONSIBLE SERVICE OF ALCOHOL**

Responsible serving of alcohol is vital for legal, health and community reasons. Our society is now less tolerant of the irresponsible use of alcohol that leads to drunkenness, drink driving and under age drinking. We are now far more aware of the serious social problems that are associated with such behaviour.

Wauchope R.S.L. Club Ltd has adopted the following strategies for the Responsible Service of Alcohol:-

1. **HOUSE POLICY** providing the framework for the responsible serving of alcohol.
2. **TRAINING OF STAFF** so that they can implement and promote the house policy.
3. **EDUCATION OF PATRONS** so that they understand the implications of and abide by the responsible service of alcohol policy.
4. **PREVENTION OF UNDER AGE DRINKING**
5. **PROMOTING SAFE TRANSPORT OPTIONS**

Wauchope R.S.L. Club Ltd. will effect these strategies by:

- ☆ Implementation, monitoring, and modification on an ongoing basis of the Club's house policy.
- ☆ Preventing under-age drinking by insisting on "proof of age" by requesting a driver's licence, passport or "proof of age card" issued by the NSW Roads & Traffic Authority.
- ☆ Preventing intoxication by recognising the signs of intoxication and avoiding serving anyone to the point of intoxication. We will deny entry or service to anyone who is already intoxicated.
- ☆ Managing intoxication, anti-social, or disruptive patrons by attempting to discourage them from becoming involved in activities which can harm themselves or others.
- ☆ We will promote the service of non-alcoholic beverages and food.

Our policy at Wauchope R.S.L. Club Ltd is very clear: we want all guests to enjoy themselves. For many people alcohol is a pleasurable part of their daily life and we respect that. We are here to serve people with alcoholic beverages, professionally, friendly and responsively.

This policy in no way limits people's choice to drink and enjoy themselves. We want all customers to enjoy themselves. What we don't want to do is allow people to drink to excess and place themselves, our other patrons and the community, at risk.

By working together as a team we can create a safe, enjoyable and friendly atmosphere for all.

Dress Rules

The following Dress Rules will apply in the Wauchope R.S.L. Club Ltd as from 1st September, 1996. These rules will be enforced in all areas of the Club.

NOT PERMITTED AT ANY TIME

Singlets or sleeveless T-shirts – shirts with suggestive or offensive printing on them – swimmers.

AFTER 8 PM

Ladies attire should be comparable with the rules observed by males.

Rules are applicable to function bookings. Guests should be informed of Club Rules by Host or Organiser.

Management reserves the right to refuse admission to anyone who in its opinion is not suitably groomed or attired.

Wauchope R.S.L. Club Ltd.

ABN 68 001 009 212 ACN 001 009 212

YOUNG STREET, WAUCHOPE 2446 Phone: 6585 2244

EACH WEEK AT YOUR CLUB

- Monday:** Club Bingo – 10.45am to 1.45pm
- Tuesday:** Table Tennis – 9am to 12pm - New Players Welcome
Snooker Competition - 5pm
Members Draw 5pm to 7pm
6 Pack Draw - 5.30pm to 7pm
- Wednesday:** Westpac Rescue Helicopter Bingo – 10.45am to 1.45pm
Mixed Euchre – 7pm to 10pm
- Thursday:** Snooker Competition - 5pm
Euchre - 5.30pm
Club Bingo – 7pm to 9pm
- Friday:** Mega Bingo 10.45am to 1.45pm
Meat Raffle from 5.30pm – Drawn 6.30pm
Euchre - 6pm
Member's Draw - 7.30pm
- Sunday:** Sunday Raffles & 2 Membership Draws - 5.30pm and 7.30pm
- Bistro:** Seven Days and Nights – 12pm to 2pm and 6pm to 8pm
(6pm to 8.30pm on Friday) (6pm to 8.30pm Sat & Sun)*

*During daylight saving or at chef's discretion

WARNING Please be as quiet as possible in the Car Park and the immediate area around the Club when leaving the Club. This includes talking and motor vehicle noise.

Disciplinary action will be taken against any member who causes disturbance directly or indirectly to residents of the immediate area.

THIS IS SERIOUS If you enjoy the Club, be quiet when leaving.

Wauchope **RSL** Club
... ..

FAMILY EVENT

TRIVIA & BINGO



**\$ 5 PER
PERSON
& \$5 PER
BINGO BOOK**

**ALL AGES
WELCOME**

**PRIZES &
VOUCHERS &
GIFT CARDS
TO BE WON**

**LUCKY
DOOR
PRIZES!**

BOOK YOUR TABLE!

HELD ONCE A MONTH

CHECK OUR WEBSITE FOR UPCOMING DATES

WIN



JOHN DEERE
ZERO TURN LAWN MOWER



Wauchope  Club
LTD

DRAWN
30TH SEPTEMBER
AFTER OUR SPRING RAFFLE

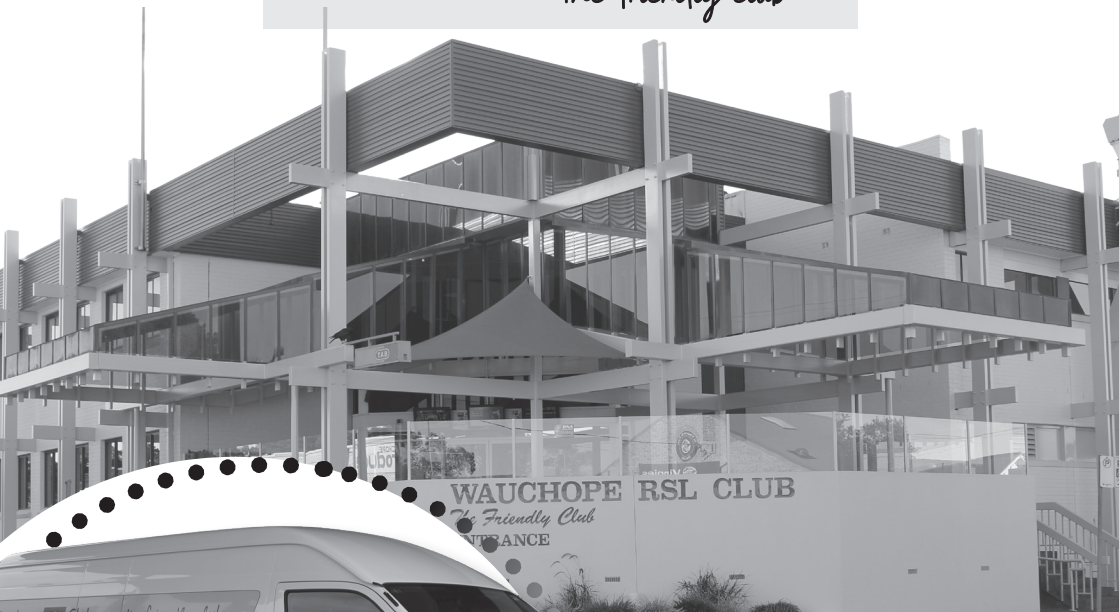
Purchase \$20 accumulative in bar, bistro and bottle shop to receive a ticket to go in the draw.

Must be in the club to WIN.

**FROM 1ST JULY
TO 29 SEPT**

WAUCHOPE RSL CLUB

The friendly club



**Courtesy Bus available
Friday & Sunday nights
Ring the Club for bookings**

The friendly club

Young Street Wauchope

Phone 6585 2244

www.wauchopersl.com.au

find us on 

Reflections **BISTRO**

OPEN 7 DAYS • LUNCH 12-2PM • DINNER 6-8PM & FRIDAYS 6-8.30PM