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P.O. BOX 27
DENMAN NSW 2328
A.B.N: 44 000 874 304

DENMAN RSL CLUB ANNUAL REPORT

YEAR ENDED 30 JUNE 2024 NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of the Denman R S L Sub-Branch Club will be held on Sunday 22 September at 12 noon at the Club's premises Isobel St, Denman 2328.

BUSINESS

1. To confirm the Minutes of the previous Annual General Meeting.
2. To receive and consider the Balance Sheet, Profit and Loss Account and the Report of the Directors and Auditors for the Year Ended 30 June 2024.
3. To elect a Patron(s).
4. To announce the Board of Directors for the ensuing year.
5. To transact any other business which may be brought forward in accordance with the Articles of Association.

By Order of the Board
Darren Pascoe –President
Denman RSL Club
25 August 2024

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
DIRECTORS REPORT
FOR THE YEAR ENDED 30 JUNE 2024

Your directors present this report on the entity for the financial year ended 30 June 2024.

Directors

The names of each person who has been a director during the year and to the date of this report are:

| Names | Qualifications | Service |
|--------------|-----------------------|----------------|
| T. Brown | Bank Employee | 4 years |
| S. Hinton | Retired | 1 year |
| M. Kirkland | Warehouse Manager | 3 years |
| Z. Kirkland | Real Estate Agent | 3 years |
| S. Morland | Retired | 2 years |
| D. Pascoe | Electrical Fitter | 7 years |
| D. Roe | Retired | 5 years |
| D. Russell | Open Cut Examiner | 2 years |

The company secretary as at the date of this report is Mark Kirkland. Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Operating Results

The operating result after income tax expense amounted to a loss of \$126,306.26 (2023 loss of \$32,146.41).

Principal Activities

The principal activities of the entity during the financial year were the provision of recreational facilities and amenities for members and their guests.

No significant change in the nature of these activities occurred during the year.

Short-Term and Long-Term Objectives

The entity's short-term objectives are to:

- Provide members and their guests with the best facilities and services the entity can provide with the resources available, as well as periodic entertainment that is in line with the community's needs.

The entity's long-term objectives are to:

- Provide increased and diversified facilities for its membership base, which is in line with the director's strategic planning which is continually reviewed.
- Continue to provide financial support to charities and sporting organisations in the local community.

Strategies

To achieve its stated objectives, the entity has adopted the following strategies:

- Proactive marketing of functions and all entity facilities.
- Implement certified customer service training for all eligible staff.
- Investigate possible diversification opportunities.
- Seek membership base in line with local community demographics.

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
DIRECTORS REPORT
FOR THE YEAR ENDED 30 JUNE 2024

Key Performance Measures

The entity measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the entity and whether the entity's short-term and long-term objectives are being achieved. The key performance measures used include:

- Customer feedback through verbal and written correspondence.
- Quarterly financial reviews.
- Reviews of membership movements annually.

Meetings of Directors

During the financial year, twelve meetings of directors were held. Attendances by each director were as follows:

| Names | Board Meetings Held | Board Meetings Attended |
|-------------------------------------|------------------------------------|--|
| T. Brown | 12 | 5 |
| S. Hinton Appointed 20/09/2023 | 10 | 7 |
| M. Kirkland | 12 | 11 |
| Z. Kirkland | 12 | 12 |
| K. Lacey Ceased 17/09/2023 | 2 | 1 |
| S. Morland | 12 | 11 |
| D. Pascoe | 12 | 11 |
| D. Roe | 12 | 12 |
| D. Russell | 12 | 5 |
| P. Sainsbury Ceased 17/09/2023 | 2 | 2 |

Members Guarantee

The entity is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstanding obligations of the entity.

At as 30 June 2024, the total amount that members of the entity are liable to contribute if the entity is wound up is \$18,200 (2023: \$17,180).

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2024 has been received and can be found on the following page of the financial report.

This directors' report is signed in accordance with a resolution of the Board of Directors.



Director
19 August 2024
Denman



Davies, Thompson & Wright

ABN 70 340 182 044

CHARTERED ACCOUNTANTS

PARTNERS

Tracey L. Lawler

B.Comm. C.A.

Scott P. Collins

B.Comm./B.Econ. C.A.

60 Brook Street
PO Box 128
Muswellbrook NSW 2333

Phone (02) 6543 2766

Email admin@dtwservices.com.au


Web www.dtwservices.com.au

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
DENMAN R S L SUB-BRANCH CLUB**

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Denman R S L Sub-Branch Club. As the lead audit partner for the audit of the financial report of Denman R S L Sub-Branch Club for the year ended 30 June 2024, 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.

Name of Firm: Davies Thompson & Wright
Chartered Accountants

Name of Partner: 
Tracey Lawler

Address: 60 Brook Street, MUSWELLBROOK NSW 2333

Dated this 15th day of August 2024

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

| | Note | 2024 \$ | 2023 \$ |
|---|------|--------------|--------------|
| INCOME | | | |
| Revenue | 3 | 1,216,736.77 | 1,175,366.10 |
| Changes in Inventories | | (5,251.01) | 15,276.60 |
| Bar purchases | | (270,963.09) | (243,867.80) |
| Restaurant Purchases | | (136,759.19) | (136,853.11) |
| EXPENDITURE | | | |
| Depreciation and amortisation expenses | | (73,931.50) | (71,158.73) |
| Employee benefits expenses | | (463,555.95) | (406,096.49) |
| Honorariums | | (5,000.00) | (5,000.00) |
| Other expenses | | (387,582.29) | (359,812.98) |
| Current year surplus/(deficit) before income tax | 4 | (126,306.26) | (32,146.41) |
| Income tax expense | | - | - |
| Net current year surplus/(deficit) | | (126,306.26) | (32,146.41) |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | | (126,306.26) | (32,146.41) |

The accompanying notes form part of these financial statements.

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

| | Note | 2024 \$ | 2023 \$ |
|--------------------------------------|------|---------------------|---------------------|
| ASSETS | | | |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 5 | 473,685.37 | 570,576.08 |
| Trade and other receivables | 6 | 30.00 | 330.00 |
| Inventories | 7 | 39,221.64 | 44,472.65 |
| Provision of Income Tax | 8 | - | - |
| Other current assets | 9 | 53,863.00 | 50,898.00 |
| TOTAL CURRENT ASSETS | | 566,800.01 | 666,276.73 |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 10 | 1,050,697.86 | 1,050,986.74 |
| TOTAL NON-CURRENT ASSETS | | 1,050,697.86 | 1,050,986.74 |
| TOTAL ASSETS | | 1,617,497.87 | 1,717,263.47 |
| LIABILITIES | | | |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 11 | 98,396.15 | 64,276.60 |
| Other current liabilities | 12 | 33,180.67 | 44,371.65 |
| TOTAL CURRENT LIABILITIES | | 131,576.82 | 108,648.25 |
| NON-CURRENT LIABILITIES | | | |
| Provisions | 13 | 6,000.27 | 2,388.18 |
| TOTAL NON-CURRENT LIABILITIES | | 6,000.27 | 2,388.18 |
| TOTAL LIABILITIES | | 137,577.09 | 111,036.43 |
| NET ASSETS | | 1,479,920.78 | 1,606,227.04 |
| EQUITY | | | |
| Reserves | 14 | 50,707.35 | 50,707.35 |
| Retained surplus | | 1,429,213.43 | 1,555,519.69 |
| TOTAL EQUITY | | 1,479,920.78 | 1,606,227.04 |

The accompanying notes form part of these financial statements.

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

| | Retained Earnings \$ | General Reserve \$ | Total \$ |
|---|----------------------------|--------------------------|---------------------|
| Balance at 30 June 2022 | 1,587,666.10 | 50,707.35 | 1,638,373.45 |
| Surplus/(Deficit) attributable to equity shareholders | <u>(32,146.41)</u> | - | <u>(32,146.41)</u> |
| Balance at 30 June 2023 | 1,555,519.69 | 50,707.35 | 1,606,227.04 |
| Surplus/(Deficit) attributable to equity shareholders | <u>(126,306.26)</u> | - | <u>(126,306.26)</u> |
| Balance at 30 June 2024 | <u>1,429,213.43</u> | <u>50,707.35</u> | <u>1,479,920.78</u> |

The accompanying notes form part of these financial statements.

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

| | Note | 2024 \$ | 2023 \$ |
|---|----------|-----------------------|-----------------------|
| | | INFLOWS (OUTFLOWS) | INFLOWS (OUTFLOWS) |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts from customers | | 1,209,964.03 | 1,157,280.68 |
| Payments to suppliers and employees | | (1,249,632.37) | (1,125,056.37) |
| Interest received | | 18,397.25 | 7,742.71 |
| Finance Costs | | - | - |
| Net cash generated from operating activities | | <u>(21,271.09)</u> | <u>39,967.02</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Proceeds from sale of property, plant and equipment | | 4,310.00 | - |
| Payments for property, plant and equipment | | (79,929.62) | (35,199.90) |
| Net cash used in investing activities | | <u>(75,619.62)</u> | <u>(35,199.90)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Repayment of borrowings | | - | - |
| Loan funding received | | - | - |
| Net cash used in financing activities | | <u>-</u> | <u>-</u> |
| Net increase/(decrease) in cash held | | (96,890.71) | 4,767.12 |
| Cash and cash equivalents at beginning of financial year | | <u>570,576.08</u> | <u>565,808.96</u> |
| Cash and cash equivalents at end of financial year | 5 | <u>473,685.37</u> | <u>570,576.08</u> |

The accompanying notes form part of these financial statements.

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

The financial statements are for Denman R S L Sub-Branch Club as an individual company, incorporated and domiciled in Australia. Denman R S L Sub-Branch Club is a company limited by guarantee.

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 not-for-profit company 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 accrual 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.

2 Accounting Policies

Revenue

The company is first required to determine whether amounts received are accounted for as Revenue per AASB 15: *Revenue from Contracts with Customers* or Income per AASB 1058: *Income of Not-for-Profit Entities*.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customer. Interest revenue is recognised on an accrual basis for bank term deposits. Poker machine revenue is stated net of payouts. All revenue is stated net of the amount of Goods and Services Tax

Inventories

Inventories are measured at the lower of cost and current replacement cost.

Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, where applicable, accumulated depreciation and any impairment losses. In the event the carrying amount of property, 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. A formal assessment of recoverable amount is made when impairment indicators are present.

Depreciation

The depreciable amount of all fixed assets, including capitalised leased assets but excluding freehold land, is depreciated over the asset's useful life to the entity commencing from the time the asset is held ready for use. Buildings are depreciated on a straight-line basis. Buildings on properties held for investment purposes are not separately valued on purchase so no depreciation charge has been calculated.

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

| Class of Fixed Asset | Depreciation Rate |
|-----------------------------|--------------------------|
| Buildings | 2.5% |
| Plant and Equipment | 3.0 to 100% |

DENMAN R S L SUB-BRANCH CLUB

ABN 44 000 874 304

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in the profit or loss in the period in which they arise. Gains are not classified as revenue. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

Financial Instruments

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. Financial instruments are measured at cost.

Financial assets are derecognised when the contractual rights to receipt of cash flows expire, or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit and loss.

Impairment of Assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss. Where it is not possible to estimate the recoverable amount of an asset class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belongs.

Employee Benefits

Provision is made for the entity's liability for long service leave arising from services rendered by employees to the end of the reporting period. Long service leave is accrued in respect of all employees with more than 5 years' service with the entity. Long service leave is classified as a non-current liability and has been measured at cost.

Superannuation guarantee contributions are made by the entity to the employee's superannuation fund of choice and are recognised as an expense when they become payable. All obligations for unpaid superannuation guarantee contributions are presented as current liabilities in the entity's statement of financial position.

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 six months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

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 in the statement of cash flows exclusive of GST.

Income Tax

Income tax expense, shown on the statement of profit or loss and other comprehensive income, is calculated in accordance with the Waratah's formula. It is calculated on an annual basis, with a corresponding provision for income tax payable raised.

DENMAN R S L SUB-BRANCH CLUB
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Provisions

Provisions are recognised when the entity 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 recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Comparative Figures

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

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the entity during the reporting period that remain unpaid at the end of the reporting period. The balance is usually recognised as a current liability with the amounts normally paid within thirty days of recognition of the liability. Liabilities that are not due and payable within twelve months are recognised as a non-current liability.

Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into 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 entity.

Investment Property

Investment property, comprising rental properties, is held to generate long-term rental yields. All tenant leases are on an arm's length basis. Investment property is carried at cost.

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|---|--------------|--------------|
| | \$ | \$ |
| 3 Revenue and Other Income | | |
| Trading Revenue: | | |
| Sales revenue: | | |
| Bar Sales | 496,659.46 | 444,502.85 |
| Restaurant Sales | 315,592.86 | 279,121.51 |
| Poker Machine Revenue | 278,983.45 | 342,927.09 |
| | 1,091,235.77 | 1,066,551.45 |
| Other Revenue: | | |
| Interest received | 18,397.25 | 7,742.71 |
| Commission | 44,654.90 | 37,386.34 |
| GST Rebate | 17,180.00 | 17,180.00 |
| Lion Nathan Rebate | 11,216.70 | 6,920.10 |
| Gross Profit on Rental Operations | 5,510.99 | 3,881.32 |
| Restaurant Rental Income | - | 1,350.00 |
| Miscellaneous Income | 2,684.53 | 2,771.91 |
| Raffles & Promotions Net Income | 17,659.76 | 28,608.19 |
| Profit on Sale of Non-Current Assets | 4,795.50 | - |
| Members' Subscriptions | 3,401.37 | 2,974.08 |
| Total other revenue | 125,501.00 | 108,814.65 |
| Total revenue | 1,216,736.77 | 1,175,366.10 |
| 4 Surplus for the year | | |
| Surplus before income tax includes the following specific expenses: | | |
| Expenses | | |
| Cost of sales | 412,973.29 | 365,444.31 |
| Depreciation of property, plant and equipment | 73,931.30 | 71,158.73 |
| Auditor Remuneration | | |
| - audit services | 8,800.00 | 7,450.00 |
| - other taxation and accountancy services | 16,700.00 | 15,600.00 |
| Total Auditor Remuneration | 25,500.00 | 23,050.00 |
| 5 Cash and Cash Equivalents | | |
| Cash on Hand | 41,733.00 | 55,328.00 |
| Cash at Bank – Regional Australia Bank | 431,952.37 | 515,248.08 |
| | 473,685.37 | 570,576.08 |
| Reconciliation of cash | | |
| Cash and cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows: | | |
| Cash and cash equivalents | 473,685.37 | 570,576.08 |
| 6 Trade and Other Receivables - Current | | |
| Trade & Other Debtors | 30.00 | 330.00 |
| | 30.00 | 330.00 |
| 7 Inventories - Current | | |
| Stock on Hand | 39,221.64 | 44,472.65 |

These notes form part of the financial statements.

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|--|---------------------|---------------------|
| | \$ | \$ |
| 8 Provision for Income Tax | - | - |
| 9 Other Assets - Current | | |
| Deposits- Refundable | 310.00 | 310.00 |
| Accrued Income | 6,928.00 | 4,579.00 |
| Prepayments | 46,625.00 | 46,009.00 |
| | 53,863.00 | 50,898.00 |
| 10 Property, Plant and Equipment | | |
| Land and Buildings | | |
| Investment Properties - at Cost | 271,153.35 | 271,153.35 |
| Less: Accumulated Depreciation | (37,704.54) | (37,425.54) |
| Club Land & Buildings - at Cost | 1,702,913.28 | 1,707,446.02 |
| Less: Accumulated Depreciation | (1,058,274.70) | (1,032,726.70) |
| Total Land and Buildings | 878,087.39 | 908,447.13 |
| Plant and Equipment - at Cost | 440,962.52 | 436,897.75 |
| Less: Accumulated Depreciation | (363,603.77) | (390,262.27) |
| | 77,358.75 | 46,635.48 |
| Poker Machines - at Cost | 527,605.73 | 519,581.23 |
| Less: Accumulated Depreciation | (461,096.55) | (455,934.55) |
| | 66,509.18 | 63,646.68 |
| Furniture and Fittings – at Cost | 176,107.57 | 174,348.48 |
| Less: Accumulated Depreciation | (156,275.97) | (151,001.97) |
| | 19,831.60 | 23,346.51 |
| Crockery and Cutlery – at Cost | 8,910.94 | 8,910.94 |
| Total Plant and Equipment | 172,610.47 | 142,539.61 |
| Total Property, Plant and Equipment | 1,050,697.86 | 1,050,986.74 |

Movements in Carrying Amounts of Property, Plant and Equipment

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

| | Land and Buildings | Plant and Equipment | Poker Machines | Furniture and Fittings |
|---------------------------------|-----------------------|------------------------|-------------------|---------------------------|
| | \$ | \$ | \$ | \$ |
| Balance at 1 July 2023 | 908,447.13 | 46,635.48 | 63,646.68 | 23,346.51 |
| Additions | 6,622.26 | 42,738.27 | 28,810.00 | 1,759.09 |
| Disposals | (5,844.00) | (149.50) | (14.50) | - |
| Depreciation expense | (31,138.00) | (11,865.50) | (25,933.00) | (5,274.00) |
| Carrying amount at 30 June 2024 | 878,087.39 | 77,358.75 | 66,509.18 | 19,831.60 |

DENMAN R S L SUB-BRANCH CLUB
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|--|-------------|-------------|
| | \$ | \$ |
| Core and Non-Core Property | | |
| In accordance with provisions under Section 41J(2) of the Registered Clubs Act the directors have classified the following assets as core property of the company: | | |
| - Club land and buildings. | | |
| 11 Trade and Other Payables - Current | | |
| Trade Creditors | 98,396.15 | 64,276.60 |
| | 98,396.15 | 64,276.60 |
| 12 Other Liabilities - Current | | |
| GST Payable | 2,538.67 | 15,515.65 |
| Accrued Charges | 26,156.00 | 23,880.00 |
| Income in Advance | 4,486.00 | 4,976.00 |
| | 33,180.67 | 44,371.65 |
| 13 Provisions | | |
| Provision for Long Service Leave | | |
| Provision for Long Service Leave | 2,388.18 | 2,316.12 |
| Additional provisions raised during the year | 3,612.09 | 72.06 |
| Amounts used | - | - |
| Total Provision for Long Service Leave | 6,000.27 | 2,388.18 |
| Analysis of Total Provisions | | |
| Current | - | - |
| Non-current | 6,000.27 | 2,388.18 |
| Total provisions | 6,000.27 | 2,388.18 |
| 14 Reserves | | |
| Capital Reserves | 50,707.35 | 50,707.35 |

15 Capital Expenditure Commitments

The company had no material planned capital expenditure as at 30 June 2024.

16 Entity Details

DENMAN R S L SUB-BRANCH CLUB

The registered office and principal place of business of the company is:

42 Paxton Street

DENMAN NSW 2328

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|--|-----------------|-----------------|
| | \$ | \$ |
| 17 Related Party Transactions | | |
| Directors | | |
| The names of persons who were directors of the company during the financial year are set out in the Directors Report. Directors while carrying out their duties at meetings and on other occasions are provided with drinks on a complimentary basis. They also receive meals and drinks annually at the directors/staff Christmas party held by the company. | | |
| Honorariums are paid to the directors of the company for their services, as passed at the Annual General Meeting each year. All other transactions with directors are at normal commercial terms and conditions no more favourable than available to other parties. | | |
| Key Management Personnel Compensation | | |
| Any person(s) 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 company is considered key management personnel. The totals of remuneration paid to key management personnel of the company during the year are as follows: | | |
| Key Management Personnel Compensation | <u>5,000.00</u> | <u>5,000.00</u> |
| No formal written employment contracts have been entered into for key management personnel during the year. | | |
| Other Related Party Transactions | | |
| Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. | | |
| Relatives of directors and key management personnel who are or were employed by the company are employed on normal terms and conditions under the relevant club award and are listed below: | | |
| - Director P Sainsbury – relative is employed by the club (Sandra Russell) | | |
| - Director D Russell - relative is employed by the club (Sandra Russell) | | |

DENMAN R S L SUB-BRANCH CLUB

ABN 44 000 874 304

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Denman R S L Sub-Branch Club, the directors of the entity declare that:

1. The financial statements and notes satisfy the requirements of the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards – Simplified Disclosures applicable to the entity; and
 - (b) give a true and fair view of the financial position of the entity as at 30 June 2024 and of the performance for the year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.



Director

19 August 2024

Denman



Davies, Thompson & Wright

ABN 70 340 182 044

CHARTERED ACCOUNTANTS

PARTNERS

Tracey L. Lawler B.Comm. C.A.
Scott P. Collins B.Comm./B.Econ. C.A

60 Brook Street
PO Box 128
Muswellbrook NSW 2333

Phone (02) 6543 2766

Email admin@dtwservices.com.au
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DENMAN R S L SUB-BRANCH CLUB ABN 44 000 874 304

Opinion

We have audited the financial report of Denman R.S.L. Sub-Branch Club, which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration.

In our opinion, the accompanying financial report of the entity is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the entity's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) 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

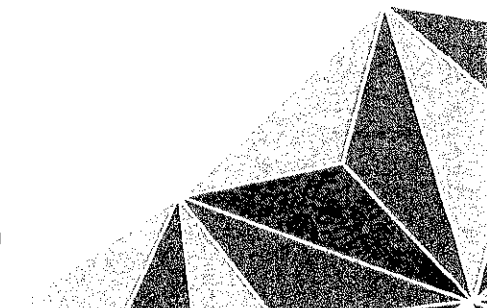
We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the entity in accordance with the auditor independence 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* (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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Denman R.S.L. Sub-Branch Club, would be in the same terms if given to the directors as at the time of this auditor's report.

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 entity's annual report for the year ended 30 June 2024 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.





Davies, Thompson & Wright

ABN 70 340 182 044

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DENMAN R S L SUB-BRANCH CLUB ABN 44 000 874 304

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. 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 entity 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.

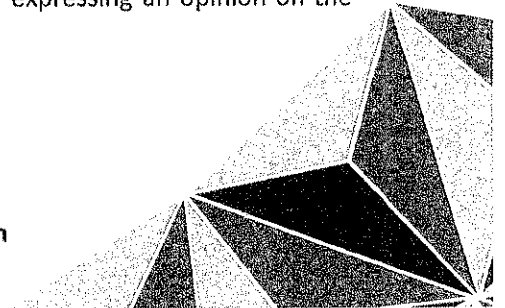
In preparing the financial report, the directors are responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the entity or 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 the 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.

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 entity's internal control.





Davies, Thompson & Wright

ABN 70 340 182 044

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304**

- 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 entity'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 entity 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the entity audit. We remain solely responsible for our audit opinion.

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.

Name of Firm: Davies Thompson & Wright
Chartered Accountants

Name of Partner: 
Tracey L. Lawler

Address: 60 Brook Street, MUSWELLBROOK NSW 2333

Dated this 19th day of August 2024



Davies, Thompson & Wright

ABN 70 340 182 044

CHARTERED ACCOUNTANTS

PARTNERS

Tracey L. Lawler

B.Comm. C.A.

Scott P. Collins

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304**


Scope

Our Independent Auditors' Report on the financial report of Denman R S L Sub-Branch Club, which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration, presented on the preceding pages, does not relate to the additional financial information presented hereinafter.

This additional information presented in the following report, namely the detailed profit and loss statement has been prepared from the accounting records of the entity and we do not express an opinion thereon.

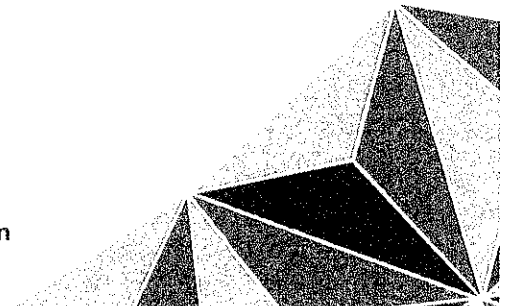
Name of Firm: Davies Thompson & Wright
Chartered Accountants

Name of Partner:


Tracey L. Lawler

Address: 60 Brook Street, MUSWELLBROOK NSW 2333

Dated this 19th day of August 2024



DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
DETAILED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|---|-------------------|-------------------|
| | \$ | \$ |
| BAR TRADING | | |
| Sales | 496,659.46 | 444,502.85 |
| LESS: COST OF GOODS SOLD | | |
| Opening Stock | 27,043.66 | 29,196.05 |
| Purchases | 270,963.09 | 243,867.80 |
| Closing Stock | (26,515.38) | (27,043.66) |
| | 271,491.37 | 246,020.19 |
| GROSS PROFIT 45.34% (2023 YEAR 44.65%) | 225,168.09 | 198,482.66 |
| LESS: DIRECT COST | | |
| Bar Running Expenses | 419.24 | 2,446.88 |
| Wages | 147,502.36 | 132,779.13 |
| | 147,921.60 | 135,226.01 |
| GROSS PROFIT FROM TRADING | 77,246.49 | 63,256.65 |

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
DETAILED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|---|--------------------|-------------------|
| | \$ | \$ |
| RESTAURANT | | |
| Sales | 315,592.86 | 279,121.51 |
| LESS: COST OF GOODS SOLD | | |
| Opening Stock | 17,428.99 | - |
| Purchases | 136,759.19 | 136,853.11 |
| Closing Stock | (12,706.26) | (17,428.99) |
| | <u>141,481.92</u> | <u>119,424.12</u> |
| GROSS PROFIT 55.17% (2023 YEAR 57.21%) | 174,110.94 | 159,697.39 |
| LESS: DIRECT COST | | |
| Restaurant Running Expenses | 20,373.14 | 21,318.92 |
| Wages | 171,918.09 | 146,986.01 |
| | <u>192,291.23</u> | <u>168,304.93</u> |
| GROSS PROFIT/(LOSS) FROM TRADING | (18,180.29) | (8,607.54) |

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
DETAILED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|----------------------------------|-------------------|-------------------|
| | \$ | \$ |
| POKER MACHINE TRADING | | |
| Nett Poker Machine Revenue | 278,983.45 | 342,927.09 |
| LESS: DIRECT COST | | |
| Repairs | 16,788.82 | 15,079.89 |
| Data Monitoring Services | 10,890.16 | 12,347.37 |
| Global Gaming Fee | - | 1,440.00 |
| | 27,678.98 | 28,867.26 |
| GROSS PROFIT FROM TRADING | 251,304.47 | 314,059.83 |

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
DETAILED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|--|------------|------------|
| | \$ | \$ |
| INCOME | | |
| Gross Profit from Trading | 310,370.67 | 368,708.94 |
| Commission | 44,654.90 | 37,386.34 |
| GST Rebate | 17,180.00 | 17,180.00 |
| Lion Nathan Rebate | 11,216.70 | 6,920.10 |
| Gross Profit on Rental Operations | 5,510.99 | 3,881.32 |
| Restaurant Rental Income | - | 1,350.00 |
| Miscellaneous Income | 2,684.53 | 2,771.91 |
| Raffles & Promotions Net Income | 17,659.76 | 28,608.19 |
| Interest Received | 18,397.25 | 7,742.71 |
| Profit on Sale of Non-Current Assets | 4,795.50 | - |
| Members' Subscriptions | 3,401.37 | 2,974.08 |
| | 435,871.67 | 477,523.59 |
| EXPENSES | | |
| Auditor's Remuneration | 8,800.00 | 7,450.00 |
| Accounting Fees | 16,700.00 | 15,600.00 |
| Bank Charges | 5,398.89 | 4,438.71 |
| Cleaning | 12,934.30 | 12,389.60 |
| Consultancy Fees | - | 4,500.00 |
| Depreciation | 73,931.50 | 71,158.73 |
| Directors' Expenses | 8,964.19 | 6,846.47 |
| Donations | 3,080.95 | 3,352.10 |
| Electricity | 38,516.13 | 27,831.75 |
| Filing Fees | 349.00 | - |
| Foxtel | 15,034.71 | 13,100.00 |
| Fringe Benefits Tax | 2,343.53 | 1,040.00 |
| General Expenses | 2,340.16 | 4,581.88 |
| Hire of Plant and Equipment | 9,837.90 | 7,182.00 |
| Honorariums | 5,000.00 | 5,000.00 |
| Insurance | 42,125.06 | 32,734.14 |
| Keno Expenses | 5,015.43 | 5,033.85 |
| Leasing Charges | 5,687.00 | - |
| Long Service Leave | 3,612.09 | 72.06 |
| Loss on Disposal of Non-Current Assets | 5,993.50 | 279.00 |
| Members Promotions | 49,998.92 | 54,355.85 |
| Postage, Stationery and Advertising | 14,564.09 | 17,604.26 |
| Rates | 15,024.63 | 12,920.22 |
| Recorded Cash Unders/(Overs) | 1,287.68 | 898.47 |
| Repairs and Maintenance | 32,478.27 | 33,182.39 |
| Restaurant Expenses | 1,725.48 | 675.14 |
| Security Costs | 914.11 | 2,169.82 |
| Staff Training and Welfare | 1,695.00 | 2,900.00 |
| Staff Drinks and Amenities | 3,255.56 | 1,955.43 |
| Subscriptions and Licences | 12,427.69 | 13,265.63 |

This detailed statement has been prepared to provide additional financial information
for members only and does not form part of the audited financial report

DENMAN R S L SUB-BRANCH CLUB
ABN 44 000 874 304
DETAILED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

| | 2024 | 2023 |
|--|---------------------|--------------------|
| | \$ | \$ |
| Superannuation Contributions | 42,078.70 | 37,250.42 |
| Telephone | 4,908.89 | 4,036.21 |
| TAB Expenses | 17,440.04 | 15,665.00 |
| Uniforms | 269.82 | 1,192.00 |
| Wages | 88,351.71 | 79,604.91 |
| Wages – Keno | 7,836.00 | 7,189.28 |
| Wages – TAB | 2,257.00 | 2,214.68 |
| | 562,177.93 | 509,670.00 |
| PROFIT (LOSS) BEFORE INCOME TAX | (126,306.26) | (32,146.41) |