

Annual Report & Financial Statements

**Year ending
Dec 31st 2016**

CONDOBOLIN RSL CLUB LTD

ABN 38 000 864 120
(A company limited by guarantee)

NOTICE OF ANNUAL GENERAL MEETING

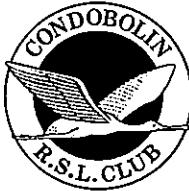
Notice is hereby given that the ***Annual General Meeting*** of Condobolin RSL Club Ltd will be held at the Club Premises at 10am on ***Sunday 21ST 2017***.

BUSINESS

1. To confirm the minutes of the previous Annual General Meeting.
2. To receive and consider:
 - a) the Balance Sheet, Profit and Loss Account and statement of cash flows relating to the year ended 31st December, 2016;
 - b) The Directors report and Directors declaration for the year ended 31st December, 2016;
 - c) The independent Audit report to members.
3. To appoint the Auditors for the ensuing year.
4. To receive the results of the ballot for the election of president and director of the Club.
5. To approve in accordance with section 10 (6) of the Registered Clubs Act 1976 the following payments:
 - a) To the President an honorarium of \$5,000;
 - b) reasonable expenditure by the Club until the next Annual General Meeting of the Club for the following activities of Directors:
 - i) The reasonable costs of food and beverage for each Director immediately before or after a Board or Committee meeting where the meeting is held during a normal meal time;
 - ii) The reasonable costs of Directors attending club activities, functions and other activities deemed by the Directors at a Board Meeting to be of benefit to the Club;
 - iii) The reasonable costs of professional development and education of Directors as determined by the Board;
 - iv) The reasonable costs of Directors and Management as determined by the Board to attend industry related events, conferences and meetings of Clubs NSW, The RSL & Services' Clubs Association and the Club Managers Association;
 - iv) The provision of appropriate apparel for the use of Directors and Management when representing the Club.
6. To transact such other business as may be brought forward before the meeting as per the constitution of the Condobolin RSL Club.

Paul Sills JP

For & on behalf of the Board - Condobolin RSL Club Ltd



Condobolin RSL Club Ltd
ABN 38 000 864 120
Ph: (02) 6895 2113
Fax: (02) 6895 3418
P O Box 159 Condobolin 2877
20 McDonnell Street Condobolin 2877
email: admin@condobolinsrlclub.com.au

PRESIDENTS REPORT - 2016

Dear Members

It is with pleasure I present the Club's Annual Report to you for the 2016 year.

The Club has recorded a loss of \$16,335 after taking up a depreciation expense of \$201,182. The Club is continuing to trade relative well under the circumstances and with continued hard work by my fellow Board members, management and staff our future growth will be ensured.

We cannot become complacent at this point given the recent federal election and the make-up of the new federal parliament which is certain to have an impact on the industry particularly with gaming and online gambling. The government is constantly interfering in our daily lives and the choices we make as individuals regarding how and where we spend our money on entertainment.

The next twelve months will give us an opportunity to consolidate and look to the future with a definite plan for the direction of the Club. Gaming has been a little slow in the first few months of this year and we will continue to monitor gaming closely as we do we all other revenue and expenditure areas of the company.

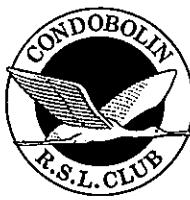
It was unfortunate that we lost our General Manager Ian Dowling who has moved on to another position and I would like to thank him for his services to the Club in his time here and wish him well with his future endeavours. Our new General Manager Paul Sills commenced in early April and I am sure you will welcome him on board and hope his time here is what he expects.

As mentioned the management of a Club such as this takes a lot of time and numerous hours by our Board of Directors and I thank them for their time. Three Board members are seeking re-election and I most sincerely wish them every success as well as those seeking to be a member of the Board.

During the year, a number of our members passed away and my condolences go to your families and friends in such difficult times.

In closing I look forward to a successful 2017 and this is only achieved by the input of our Board and staff but most importantly the patronage and support we receive from you our members. Best wishes for 2017 and beyond.

Keith Hartin - President



Condobolin RSL Club Ltd
ABN 38 000 864 120
Ph: (02) 6895 2113
Fax: (02) 6895 3418
P O Box 159 Condobolin 2877
20 McDonnell Street Condobolin 2877

ANNUAL GENERAL MEETING held Sunday 1 May 2016

| | |
|---------------------------|---|
| Meeting opened | 10:20am |
| Present: | 22 members as per attendance sheet (2 ineligible to vote) |
| Apologies: | Max Lewis, Gary Nagle |
| Item 1 | |
| Minutes of previous AGM | Moved F Krebs, seconded J Tyack that the Minutes be confirmed as a true and accurate record Carried |
| Item 2 | |
| Financial Reports | Moved J Grogan, seconded D Nagle that (a) the Balance Sheet, Profit and Loss Account and statement of cash flows relating to year end 31 st December 2015; (b) The Directors report and Directors declaration for the year ended 31 st December 2015; and (c) The independent Audit Report to members be accepted Carried |
| Item 3 | |
| Appointment of Auditors | Moved P Nairn, seconded N Fleming that Lewis & Redenbach be appointed Auditors for 2016 Carried |
| Item 4 | |
| Election of Board members | Results of the ballot for the election of President and one Director were received; the following were elected: President K Hartin (3 years) Director G Tyack (3 years) |
| Item 5 | |
| Directors Expenses | Moved G Yetman, seconded D Nairn that the following payments be approved: • To the President an honorarium of \$5,000 Carried |

Moved D Nagle, seconded F Krebs that the following payments be approved:

- reasonable expenditure by the Club until the next Annual General Meeting of the Club for the following activities of Directors:
 - i) The reasonable costs of food and beverage for each Director immediately before or after a Board or Committee meeting where the meeting is held during a normal meal time;
 - ii) The reasonable costs of Directors attending club activities, functions and other activities deemed by the Directors at a Board Meeting to be of benefit to the Club;
 - iii) The reasonable costs of professional development and education of Directors as determined by the Board;
 - iv) The reasonable costs of Directors and Management as determined by the Board to attend industry related events, conferences and meetings of Clubs NSW, The RSL & Services' Clubs Association and the Club Managers Association;
 - iv) The provision of appropriate apparel for the use of Directors and Management when representing the Club.

Carried

Item 6

General Business

There being no further business, the meeting was closed at 10:30am

K Hartin
President

CONDOBOLIN RSL CLUB LTD
ABN 38 000 864 120
(A Company Limited by Guarantee)

DIRECTORS' REPORT

Your directors present their report together with the financial report of the company for the year ended 31st December, 2016.

Directors

The following persons hold office as directors at the date of this report:

| Name Qualification | Experience | |
|---------------------------|-------------------|---------------------|
| Keith Wilbert Hartin | Semi Retired | Director - 16 years |
| Jeffrey Michael Grogan | Retired | Director - 14 years |
| Garry James Wallace | Farmer | Director - 10 years |
| Glenn Raymond Tyack | Contractor | Director - 6 years |
| Graeme Barry Yetman | Boilermaker | Director - 5 years |
| Daryl Nairn | Butcher | Director - 3 year |
| Fay Patricia Krebs | Retired | Director - 2 year |
| Donna Nagle | Carer | Director - 2 year |

Page 6 of the Annual Report contains a list of all directors in office during the financial year.

Activities

The principal continuing activity of the company was that of a registered licensed club and there was no significant change in the nature of this activity during the year.

Membership

The number of members at 31st December, 2016 totalled 1,538 and comprised:

| | |
|------------------|-------|
| Life Members | 7 |
| Ordinary Members | 1,531 |

Results

The net loss for the year amounted to \$16,335. It has not been necessary to provide a provision for income tax.

Dividends

The company's constitution does not provide for the payment of dividends, hence there is no dividend recommended.

Review of Operations

The directors are concerned about the loss of \$16,335. The directors consider this result to be not unsatisfactory in the current economic conditions and remain committed to review operations with the aim of maximising profits and service to members.

Significant Changes

There were no significant changes in the state of affairs of the company during the financial year, otherwise than as mentioned in this report.

Matters Subsequent to the End of the Financial Year

No matter or circumstances has arisen since the end of the financial year, other than those referred to in the accounts or notes thereto that has affected or may significantly affect the operations of the company, the results of those operations, or the company's state of affairs in subsequent financial years.

Likely Developments

The directors intend to continue to operate the company as a registered licensed club and to provide adequate facilities for its members. It is not possible to indicate the expected results of the company for the next financial year except that the directors expect that the company will operate satisfactorily. The board has received recommendations from general management to restore the club to a profit.

Directors' Benefits

Since the end of the previous financial year, no director has received or become entitled to receive a benefit by reason of a contract made by the company with a director or with a firm of which they are a member, or with a company in which they have a substantial financial interest, excepting that transactions in the ordinary course of business have occurred with directors or firms in which individual directors have an interest for goods supplied and/or services rendered.

CONDOBOLIN RSL CLUB LTD
ABN 38 000 864 120
(A Company Limited by Guarantee)

DIRECTORS' REPORT
(continued)

Indemnification of Officers or Auditor

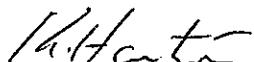
The company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings.

During or since the financial year the company has paid premiums to insure each of the directors named in this directors' report and the company secretary against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of officer of the company, other than conduct involving a wilful breach of duty in relation to the company, details of which are to remain confidential under the terms of the policy.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 3.

Signed at Condobolin this 18th day of April, 2017 in accordance with a resolution of the directors.



Keith W Hartin - Director



Jeffrey M Grogan - Director

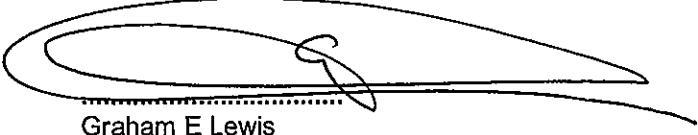
CONDOBOLIN RSL CLUB LTD
ABN 38 000 864 120
(A Company Limited by Guarantee)

**AUDITOR'S INDEPENDENCE DECLARATION UNDER
SECTION 307c OF THE CORPORATIONS ACT 2001**

TO THE DIRECTORS OF THE CONDOBOLIN RSL CLUB LTD

I declare that to the best of my knowledge and belief, during the year ended 31st December, 2016 there have been:

- a. No contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- b. No contraventions of any applicable code of professional conduct in relation to the audit.



Graham E Lewis

Lewis & Redenbach
126 Bathurst Street
CONDOBOLIN 2877

18th April, 2017

CONDOBOLIN RSL CLUB LTD
ABN 38 000 864 120
(A Company Limited by Guarantee)

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
CONDOBOLIN RSL CLUB LTD**

Scope

We have audited the financial report of Condobolin RSL Club Ltd for the financial year ended 31st December, 2016, as set out on pages 7 to 14.

The company's directors are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of the company.

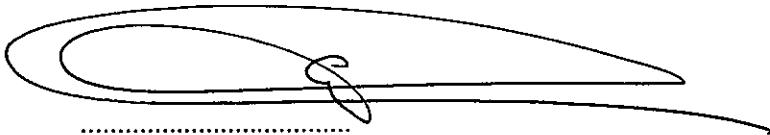
Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements and statutory requirements so as to present a view which is consistent with our understanding of the company's financial position, and performance as represented by the results of operations and cash flows.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report of Condobolin RSL Club Ltd is in accordance with:

- a) the Corporations Law, including giving a true and fair view of the company's financial position as at 31st December, 2016 and of the performance for the year ended on that date; and
- (b) other mandatory professional reporting requirements



.....
Graham E Lewis

Lewis & Redenbach
Chartered Accountants
Registered Company Auditor

18th April, 2017

CONDOBOLIN RSL CLUB LTD
ABN 38 000 864 120
(A Company Limited by Guarantee)

DIRECTORS' DECLARATION

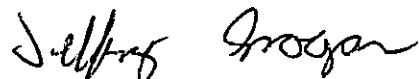
The directors of Condobolin RSL Club Ltd declare that:-

1. The financial statements and notes as set out on page 7 to 14;
 - a) comply with Accounting Standards and the Corporations Law, except that depreciation has not been provided for on the company's building expenditure incurred prior 1997. The directors considering that adequate provision for depreciation already having been made, which is contrary to Australian Accounting Standards AASB116 which requires depreciation to be provided for on building expenditure incurred since 1997; and
 - b) give a true and fair view of the financial position as at 31st December, 2016 and performance of the company for the year ended on that date;
 - c) 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.

This declaration is made in accordance with a resolution of the board of directors.



Keith W Hartin - Director



Jeffrey M Grogan - Director

Dated 18th day of April, 2017

CONDOBOLIN RSL CLUB LTD

ABN 38 000 864 120

(A Company Limited by Guarantee)

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER, 2016**

| | General Reserve | Retained Earnings | Total |
|---|-----------------|-------------------|------------------|
| Balances at 31 st December, 2014 | <u>33,352</u> | <u>2,030,593</u> | <u>2,063,945</u> |
| Profit/Loss | - | <u>156,127</u> | <u>156,127</u> |
| Balances at 31 st December, 2015 | <u>33,352</u> | <u>2,186,720</u> | <u>2,220,072</u> |
| Profit/Loss | <u>—</u> | <u>(16,335)</u> | <u>(16,335)</u> |
| Balances at 31 st December, 2016 | <u>33,352</u> | <u>2,170,385</u> | <u>2,203,737</u> |

CONDOBOLIN RSL CLUB LTD

ABN 38 000 864 120

(A Company Limited by Guarantee)

Board of Directors

Held Attendance

President

Keith Wilbert Hartin

Appointed 18/03/01

12

12

Senior Vice President

Jeffrey Michael Grogan

Appointed 19/4/04

12

12

Junior Vice President

Glenn Raymond Tyack

Appointed 22/5/11

12

12

Directors

Garry James Wallace

Appointed 8/5/05

12

12

Graeme Barry Yetman

Appointed 28/5/12

12

10

Daryl Nairn

Appointed 4/5/14

12

12

Fay Patricia Krebs

Appointed 3/5/15

12

11

Donna Nagle

Appointed 3/5/15

12

11

CONDOBOLIN RSL CLUB LTD
 ABN 000 864 120
 (A Company Limited by Guarantee)

BALANCE SHEET AS AT 31ST DECEMBER, 2016

| | Note | 2016 | 2015 |
|--------------------------------------|------|------------------|------------------|
| CURRENT ASSETS | | | |
| Cash | 2 | 424,962 | 406,341 |
| Receivables | 3 | 36,293 | 26,908 |
| Inventories | 4 | <u>23,695</u> | <u>28,547</u> |
| Total Current Assets | | <u>484,950</u> | <u>461,796</u> |
| NON-CURRENT ASSETS | | | |
| Poker Machines Licence | | 42,000 | - |
| Property, plant and equipment | 5 | 1,911,573 | 1,983,311 |
| TAB security deposit | | <u>5,000</u> | <u>5,000</u> |
| Total Non Current Assets | | <u>1,958,573</u> | <u>1,988,311</u> |
| Total Assets | | <u>2,443,523</u> | <u>2,450,107</u> |
| CURRENT LIABILITIES | | | |
| Payable | 6 | 156,620 | 121,583 |
| Provisions | 8 | 61,154 | 76,657 |
| Other | 9 | <u>-</u> | <u>804</u> |
| Total Current Liabilities | | <u>217,774</u> | <u>199,044</u> |
| NON-CURRENT LIABILITIES | | | |
| Interest bearing liabilities | 7 | <u>22,012</u> | <u>30,991</u> |
| Total Non-Current Liabilities | | <u>22,012</u> | <u>30,991</u> |
| Total Liabilities | | <u>239,786</u> | <u>230,035</u> |
| Net Assets | | <u>2,203,737</u> | <u>2,220,072</u> |
| EQUITY | | | |
| Total Equity | | <u>2,203,737</u> | <u>2,220,072</u> |

CONDOBOLIN RSL CLUB LTD
 ABN 38 000 864 120
 (A Company Limited by Guarantee)

PROFIT & LOSS STATEMENT
 FOR YEAR ENDED 31ST DECEMBER, 2016

| | 2016 | 2015 |
|------------------------------------|------------------|------------------|
| INCOME | | |
| Bar sales | 536,544 | 522,388 |
| Less cost of goods sold | <u>(263,844)</u> | <u>(249,099)</u> |
| Gross Profit on Trading | <u>272,700</u> | <u>273,289</u> |
| Gross Profit Ratios | | |
| 2016 - 50%; 2015 - 52.3%; | | |
| Take away sales | 48,470 | 48,652 |
| Less cost of goods sold | <u>(31,495)</u> | <u>(35,665)</u> |
| Gross Profit on Trading | <u>16,975</u> | <u>12,987</u> |
| Gross Profit Ratios | | |
| 2016 - 35.0%; 2015 - 26.7%; | | |
| Total Profit on Trading | <u>289,675</u> | <u>286,276</u> |
| OTHER INCOME | | |
| Catering Income | 274 | 14,098 |
| Commissions | 181,845 | 165,033 |
| Profit on Sale of Assets | - | 56,060 |
| Interest received | 3,143 | 3,528 |
| Other Income | - | 6,458 |
| Poker machine proceeds | 1,309,924 | 1,327,993 |
| Rebates | 17,180 | 17,180 |
| Room and equipment hire | 523 | 1,507 |
| Subscriptions and nomination fees | 9,631 | 14,316 |
| Sundry income | 2,186 | 1,173 |
| Supplier promotions | <u>13,743</u> | <u>-</u> |
| | <u>1,538,449</u> | <u>1,607,346</u> |
| Total Income | <u>1,828,124</u> | <u>1,893,622</u> |

PROFIT & LOSS STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER, 2016
 (continued)

| | Notes | 2016 | 2015 |
|---|-------|-------------------------|-------------------------|
| EXPENDITURE | | | |
| <i>Expenses from Ordinary Activities</i> | | | |
| Advertising | | 24,998 | 26,909 |
| Audit and accountancy fees | 11 | 25,000 | 25,000 |
| Bank and government charges | | 4,166 | 4,077 |
| Bar and laundry expenses | | 9,348 | 9,303 |
| Board expenses | | 7,628 | 5,216 |
| Catering Expenses | | 17,475 | 15,018 |
| Cleaning supplies | | 14,159 | 18,438 |
| Computer software and support | | 27,007 | 6,395 |
| Depreciation | | 201,182 | 182,184 |
| Donations and sponsorship | 12 | 13,971 | 9,739 |
| Employee benefits | | 681,635 | 645,736 |
| Entertainment and promotions | | 132,369 | 109,035 |
| Honorarium | | 1,500 | 2,500 |
| Income not banked | | 8,319 | - |
| Insurance | | 71,553 | 41,409 |
| Interest | | 2,142 | 15,379 |
| Keno operating and promotional costs | | 8,905 | 7,288 |
| Leasing charges | | 27,419 | 26,069 |
| Legal expenses | | 950 | 1,802 |
| Light and power | | 82,924 | 92,344 |
| Members amenities | | 25,296 | 32,094 |
| Newspapers | | 997 | 990 |
| Pay TV and sky channel | | 36,397 | 35,435 |
| Poker machine data monitoring | | 17,306 | 16,814 |
| Poker machine tax | | 115,535 | 129,568 |
| Poker machine promotions | | 26,356 | 45,158 |
| Printing, postage and stationery | | 11,023 | 10,149 |
| Rates and excess water | | 11,870 | 9,715 |
| Repairs and maintenance | | 131,346 | 110,282 |
| Security service | | 2,729 | 4,689 |
| Staff training, seminar costs and travelling | | 9,485 | 14,040 |
| Subscriptions and licences | | 18,981 | 19,687 |
| Sundry expenses | | 5,417 | 1,563 |
| Superannuation | | 52,646 | 51,320 |
| Telephone | | 10,711 | 10,865 |
| Uniforms | | <u>5,714</u> | <u>1,285</u> |
| Total Expenditure | | <u>1,844,459</u> | <u>1,737,495</u> |
| <i>Profit/(Loss) from Ordinary Activities</i> | | | |
| <i>Before income tax</i> | | <u>(16,335)</u> | <u>156,127</u> |

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER, 2016

| | Notes | 2016 | 2015 |
|--|-------|------------------|------------------|
| Cash Flows from Operating Activities | | | |
| Receipts from operations | | 2,110,935 | 2,122,833 |
| Payments to suppliers and employees | | (1,909,889) | (1,797,259) |
| Interest received | | 3,143 | 3,528 |
| Interest and other costs of finance paid | | <u>2,142</u> | <u>(15,379)</u> |
| Net Cash provided by/(used in) Operating Activities | 14 | <u>202,047</u> | <u>313,723</u> |
| Cash Flows from Investing Activities | | | |
| Payment for Investments | | (42,000) | - |
| Payment for property, plant and equipment | | (132,447) | (268,804) |
| Proceeds from sale of equipment | | <u>-</u> | <u>56,060</u> |
| Net Cash provided by/(used in) Investing Activities | | <u>(174,447)</u> | <u>(212,744)</u> |
| Cash Flows from Financing Activities | | | |
| Repayment of borrowings | | <u>(8,979)</u> | <u>(17,908)</u> |
| Net Cash provided by/(used in) Financing Activities | | <u>(8,979)</u> | <u>(17,908)</u> |
| Net Increase/Decrease in Cash Held | | <u>18,621</u> | <u>83,071</u> |
| Cash held at beginning of financial year | | <u>406,341</u> | <u>323,270</u> |
| Cash at end of Financial Year | | <u>424,962</u> | <u>406,341</u> |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2016

1. Accounting Policies

The following principal accounting policies are adopted in the preparation of these accounts and are consistent with those of the previous year.

a) Basis for preparation of these accounts

These accounts are prepared in accordance with conventional historic cost and therefore do not take into account changing money values nor current valuations of non-current assets.

b) Depreciation

(i) Plant, furniture and fittings, including those associated with the buildings are depreciated at rates based on their expected economic life. The diminishing value method was principally used in respect of items acquired prior to July, 1984 and in respect of acquisitions after that date, the straight line method has been used.

(ii) Buildings have been depreciated on the straight line method, over a period of thirty three years. No provision for depreciation on buildings has been made for 2016;

c) Employees benefits

Provision is made for long service leave (brought to account after five years service), annual leave and sick leave estimated to be payable to employees on the basis of statutory requirements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2016
 (continued)

| | 2016 | 2015 |
|--|--------------------|--------------------|
| 2. Cash Assets | | |
| Cash on hand | 67,410 | 83,649 |
| Cash at bank – online saver | 350,677 | 311,554 |
| Cash at bank - operating account | <u>6,875</u> | <u>11,138</u> |
| | <u>424,962</u> | <u>406,341</u> |
| 3. Receivables | | |
| Trade debtors | 23,363 | 24,208 |
| ATM | <u>21,730</u> | <u>11,500</u> |
| | <u>45,093</u> | <u>35,708</u> |
| Less: Provision for doubtful debts | <u>(8,800)</u> | <u>(8,800)</u> |
| | <u>36,293</u> | <u>26,908</u> |
| 4. Inventories | | |
| Trading stock at landed cost | 23,695 | 28,547 |
| Promotional stock | <u>-</u> | <u>-</u> |
| | <u>23,695</u> | <u>28,547</u> |
| 5. Property, Plant & Equipment | | |
| Land and buildings – at cost | 3,253,943 | 3,229,652 |
| Additions | <u>-</u> | <u>24,291</u> |
| | <u>3,253,943</u> | <u>3,253,943</u> |
| Less: Accumulated depreciation | <u>(1,792,741)</u> | <u>(1,732,088)</u> |
| | <u>1,461,202</u> | <u>1,521,855</u> |
| Plant, furniture and fittings – at cost | 1,629,644 | 1,477,491 |
| Additions | <u>132,447</u> | <u>244,513</u> |
| | <u>1,762,091</u> | <u>1,722,004</u> |
| Less disposals | <u>-</u> | <u>(92,360)</u> |
| | <u>1,762,091</u> | <u>1,629,644</u> |
| Less: Accumulated depreciation | <u>(1,311,720)</u> | <u>(1,168,188)</u> |
| | <u>450,371</u> | <u>461,456</u> |
| Total Property Plant & Equipment | <u>1,911,573</u> | <u>1,983,311</u> |
| 6. Payables | | |
| Current - Unsecured Liabilities | | |
| Trade creditors | 151,853 | 111,029 |
| GST owing | <u>4,767</u> | <u>10,554</u> |
| | <u>156,620</u> | <u>121,583</u> |
| 7. Interest Bearing Liabilities | | |
| Non Current - Secured Liabilities | | |
| Bank loan | <u>22,012</u> | <u>30,991</u> |
| | <u>22,012</u> | <u>30,991</u> |
| The company has an overdraft facility limited to \$100,000 secured by first mortgage over land and buildings owned by the company. | | |
| 8. Provisions | | |
| <i>Current</i> | | |
| Audit | 15,000 | 15,000 |
| Employee entitlements | 45,936 | 38,794 |
| Promotional liability | <u>218</u> | <u>22,863</u> |
| | <u>61,154</u> | <u>76,657</u> |
| Number of employees at year end | 28 | |

CONDOBOLIN RSL CLUB LTD
 ABN 38 000 864 120
 (A Company Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31ST DECEMBER, 2016(continued)

| | 2016 | 2015 |
|---|----------------|----------------|
| 9. Other Liabilities | | |
| Subscriptions received in advance | - | <u>804</u> |
| 10. Members' Guarantee | | |
| The company is limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of \$5 each towards meeting any outstanding obligations of the company. At 31 st December, 2016 the number of members was 1,538 (2015 – 1,177) | | |
| 11. Audit and Accountancy Fees | | |
| Amounts received, or due and receivable by the auditors for: | | |
| (i) auditing the accounts of the company | 18,000 | 18,000 |
| (ii) other services, including accountancy | <u>7,000</u> | <u>7,000</u> |
| | <u>25,000</u> | <u>25,000</u> |
| 12. Donations and Sponsorships – During the year donations were made to district organisations and families considered to be of necessitous circumstances including: | | |
| Condobolin Physical Culture | 800 | |
| Condobolin Sports Club Ltd | 1,500 | |
| Condobolin Picnic Race Club | 2,000 | |
| Condobolin Kennel Club | 500 | |
| Diggers Swimming Club | 770 | |
| Junior Touch Football | 500 | |
| Legacy | 200 | |
| Little Wings | 1,500 | |
| Noel Bell Bursary | 500 | |
| Condobolin Primary School | 200 | |
| Condobolin Rotary | 245 | |
| Anzac Day Scholarships | 800 | |
| All other | <u>4,456</u> | |
| | <u>13,971</u> | |
| 13. Provision for Income Tax | | |
| Under the provisions of the Income Tax Assessment Act and the guidelines from the Australian Taxation Office, the calculation of the liability for income tax is not directly based upon the net operating results disclosed in these accounts. Based upon the company's interpretation of the provisions and guidelines a liability does not exist in respect of the current year. | | |
| 14. Statement of Cash Flows | | |
| Reconciliation of operating profit after income tax to net cash flow from operating activities | | |
| net profit/(loss) | (16,335) | 156,127 |
| Depreciation | 201,182 | 182,184 |
| Profit on sale of equipment | - | (56,060) |
| Changes in assets and liabilities | | |
| - Decrease/(Increase) in receivables | (9,385) | 4,839 |
| - Decrease/(Increase) in inventories | 4,852 | 4,523 |
| - Increase/(Decrease) in trade creditors | 38,040 | 22,560 |
| - Increase/(Decrease) in advance receipts | (23,449) | (2,536) |
| - Increase/(Decrease) in employee provisions | <u>7,142</u> | <u>2,086</u> |
| Net Cash/(Net Cash Deficit) from Operating Activities | <u>202,047</u> | <u>313,723</u> |
| 15. Contingent Liabilities | | |
| Employee Entitlements to sick leave | <u>14,762</u> | <u>10,001</u> |

Payment of the above amount is contingent upon all sick leave entitlements being taken by all permanent employees. A provision has not been made in the accounts and no amount is included under current liabilities – provisions (Note 8).

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2016
(continued)

16. Contingent Assets

The Club is licensed to operate 36 poker machines. The directors are of the understanding that these licences have an uncertain value due to changes in legislature.

17. Registered Clubs Act Reporting Requirements

The Registered Clubs Act 1976 defines a Top Executive as being on the five highest paid employees of the Club at each separate premises of the Club

Disclosure of interests of directors in contracts with the Club Section 41C

Club members may inspect the original of these disclosures and declarations by making a written application to the Secretary.

The Registered Clubs Act 1976 requires Directors who have a material personal interest in matters that relate to the affairs of the club to declare the interest at a board meeting and the club to display the declaration on the club's notice board.

A contract is any commercial arrangement whether written or not.

In the reporting period there were no occasions when Directors reported a material personal interest in a matter relating to the club's affairs.

Financial Interest in Hotels – Section 41D

Club members may inspect the original of these disclosures and declarations by making a written application to the Secretary.

In the reporting period there were no occasions when Directors or Top Executives reported a financial interest in a hotel in NSW.

Gifts to Directors and Staff – Section 41E and Section 41F

Club members may inspect the original of these disclosures and declarations by making a written application to the Secretary.

An affiliated body of the club includes subsidiary clubs, and any body which the club made a grant to within the previous 12 months.

A gift includes money, hospitality or disclosures.

A gift valued at more than \$500 must be disclosed, gifts from contractors must be disclosed if they total more than \$500 from an individual contractor in the reporting period.

Directors

In the reporting period there were no occasions when Directors of the club reported receiving gifts from affiliated bodies.

In the reporting period there were no occasions when Directors of the club reported receiving gifts from contractors.

Top Executive Employees

In the reporting period there were no occasions when Top Executives of the club reported receiving gifts from affiliated bodies.

In the reporting period there were no occasions when employees of the club reported receiving gifts from contractors.

Value of Gifts

The total value of all gifts that Directors and Top Executives received from affiliated bodies in the reporting period is nil.

The total value of all gifts that Directors and Employees received from contractors in the reporting period is nil.

Top Executives – S.41H(1)(b)

The number of club Top Executives whose total remuneration for the reporting period falls within each successive \$10,000 band commencing at \$100,000: Band > \$100000 – Nil

Overseas Travel 0 S.41H(1)(c)

In the reporting period the club incurred the following costs for the overseas travel of Directors and Employees – Nil

Loans to Staff – S.41H(1)(d)

The Registered Clubs Act 1976 requires the club to report loans to employees of \$1,000 or more. In the reporting period, the club made the following loans to employees – Nil

Contracts approved by Board – S.41H(1)(e)

During the period the Board did not approve contracts relating to the remuneration of the Club's Top Executives.

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2016
(continued)

17. Registered Clubs Act Reporting Requirements

The Registered Clubs Act 1976 defines a Controlled Contract as being a club contract in which a Directors or Top Executive has a pecuniary interest or for provisions of professional advice relating to the following – a) significant change to management structure or governance of the club; b) significant change to the financial management of the club; c) disposal of land; d) the amalgamation of the club. During the period no controlled contracts were approved by the Board and forwarded to the Directors of Liquor and Gaming of which contracts related to contracts in which a Director or Top Executive has a pecuniary interest.

Employees related to Directors and Top Executives – S.41H(l)(f)

A close relative is defined in section 41B of the Registered Clubs Act 1976 and includes the immediate family.

In the reporting period, the club employed no persons who were a close relative of a Director or Top Executive of the club.

Payment to Consultants – S41H(l)(g) and (b)

During the period there were no instances where the club engaged a consultant.

Details of Settlements paid by the Club – S.41H(l)(i)

In the reporting period the club made no legal settlements with either a director or club employee.

Legal Fees paid by the Club S41H(l)(j)

In the reporting period there were no instances when the club paid legal fees for Directors and Employees.

Gaming Machine Profit – S.41H(l)(k)

Gaming machine profit and the gaming machine tax period are defined in the Gaming Machine Tax Act 2001.

In the most recent gaming machine tax period, the total profit from gaming machines was \$1,309,924

Amount paid to Community Development – S.41H(l)(l)

Clubs earning in excess of \$1,000,000 in gaming machine profit can apply part of such profit to community development and support.

In the reporting period the Club applied \$7,238 to community development and support.