

South Hurstville RSL Club Ltd
16 000 955 626
Financial Statements
For the Year Ended 31 December 2018

South Hurstville RSL Club Ltd
16 000 955 626
Directors' Report
for the Year Ended 31 December 2018

The directors present their report on the company for the financial year ended 31 December 2018.

Information on Directors

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

Greg Jones
Les Hemperger
Kevin Felton
Terence Payne
Robin Fern
Patrick Wedes
Randal Speer
John Morrison
Paul Were

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

Principal Activities

The principal activities of the company during the financial year were:

Licensed Club Operations

No significant changes in the nature of the Company's activity occurred during the financial year.

Review of Operations

A review of the operations of the company during the financial year and the results of those operations are as follows:

The profit of the company after providing for income tax amounted to \$3,434,342.

The company's operations during the year performed as expected in the opinion of the directors.

Significant Changes in State of Affairs

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

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.

We note that renovations are planned for both sites which make up South Hurstville RSL Club Ltd. At the time of Audit, the renovation at the Hurstville site has been approved through DA stage with an estimated cost of \$7 million. The anticipated funding of this project from external sources is \$3.5m to \$4m.

South Hurstville RSL Club Ltd
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Directors' Report
for the Year Ended 31 December 2018

Environmental Issues

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory of Australia.

Indemnification and Insurance of Officers and Auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

Information on Directors

As at the date of this report the particulars of the qualifications, experience and special responsibilities of the directors are:

DIRECTOR	POSITION	RESPONSIBILITIES, EXPERIENCE & QUALIFICATIONS
G. Jones	President	Director 2 years
K. Felton	Jnr Vice President	Director 16 years
T. Payne J.P.	Treasurer	Director 20 years
R. Fern	Director	Director 20 years
P. Wedes	Director	Director 2 years
R. Speer	Director	Director 2 years
L. Hemperger	Snr Vice President	Director 2 years
P. Ware	Director	Director 2 years
J. Morrison	Director	Director 11 years

Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 31 December 2018 has been received and is included with the financial statements.

Members

The number of members of each class registered in the register of members at the date of preparation of this report are:

Life members	8
RSL members	47
Social members	15,513

South Hurstville RSL Club Ltd
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Directors' Report
for the Year Ended 31 December 2018

Meetings of Directors

During the year 12 meetings of directors were held. Absences were by apology or prior leave of absence.

Attendances were:	No. Eligible to attend	Number attended
G. Jones	12	11
L. Hemperger	12	11
K. Felton	12	11
T. Payne	12	11
R. Fern	12	7
P. Wedes	12	11
R. Speer	12	12
J. Morrison	12	12
P. Ware	12	12

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

G. JONES

Director

T. PAYNE

Director

Dated this.....day of..... 2019

South Hurstville RSL Club Ltd
16 000 955 626
Independent Auditor's Report
to the Members of
South Hurstville RSL Club Ltd

Report on the Financial Report

We have audited the accompanying financial report of South Hurstville RSL Club Ltd (the company), which comprises the balance sheet as at 31 December 2018, and the income statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility 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 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 Note 1, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of the financial report that gives a true and fair view, 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional ethical pronouncements.

South Hurstville RSL Club Ltd
16 000 955 626
Independent Auditor's Report
to the Members of
South Hurstville RSL Club Ltd

Opinion

In our opinion:

- a. the financial report of South Hurstville RSL Club Ltd is in accordance with the Corporations Act 2001, including:
 - i. giving a true and fair view of the company's financial position as at 31 December 2018 and of its performance for the year ended on that date; and
 - ii. complying with Australian Accounting Standards and the Corporations Regulations 2001; and

- b. the financial report also complies with International Financial Reporting Standards as disclosed in Note 2.



Andrew Finney
Finncorp Auditors Pty Limited
Suite 7, 2-4 Northumberland Drive, Caringbah 2229

Dated this 1st day of February 2019



FINNcorp
AUDITORS PTY LIMITED

Andrew Finney B Com FCA
Peter Cunneen B Bus FCA
Amanda McHugh B Fin Admin CA

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ABN 50 161 567 013 Liability limited by a Scheme,
approved under the Professional Standards Legislation

Auditors Independence Declaration Under Section 307C of the Corporations Act 2001

To the Directors of South Hurstville RSL Club Ltd

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2018, 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.

Andrew Finney
FinnCorp Auditors Pty Limited
Suite 7, 2-4 Northumberland Drive, Caringbah 2229
1 February 2019

South Hurstville RSL Club Ltd
16 000 955 626
Income Statement
For the Year ended 31 December 2018

	Note	2018 \$	2017 \$
Revenue	3	12,753,129	12,034,187
Expenses excluding Finance Costs	4	9,318,787	9,172,598
Profit Attributable to Members of the Company		<u>3,434,342</u>	<u>2,861,589</u>

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Auditors Report.*

South Hurstville RSL Club Ltd
16 000 955 626
Statement of Financial Position
As at 31 December 2018

	Note	2018 \$	2017 \$
Current Assets			
Cash and Cash Equivalents	6	8,054,665	5,101,051
Inventories	8	63,527	39,090
Other	9	158,128	32,993
Total Current Assets		<u>8,276,320</u>	<u>5,173,134</u>
Non-Current Assets			
Property, Plant and Equipment	10	31,186,991	31,392,174
Intangible Assets	11	1,891,049	1,400,049
Total Non-Current Assets		<u>33,078,040</u>	<u>32,792,223</u>
Total Assets		<u>41,354,360</u>	<u>37,965,357</u>
Current Liabilities			
Trade and Other Payables	12	447,078	488,746
Financial Liabilities	13	43,480	46,206
Provisions	14	659,212	646,042
Total Current Liabilities		<u>1,149,770</u>	<u>1,180,994</u>
Non-Current Liabilities			
Financial Liabilities	13	-	14,115
Total Non-Current Liabilities		<u>-</u>	<u>14,115</u>
Total Liabilities		<u>1,149,770</u>	<u>1,195,109</u>
Net Assets		<u>40,204,590</u>	<u>36,770,248</u>
Equity			
Reserves	15	2,505,958	2,505,958
Retained Profits	16	37,698,632	34,264,290
Total Equity		<u>40,204,590</u>	<u>36,770,248</u>

*The accompanying notes form part of these financial statements.
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South Hurstville RSL Club Ltd
16 000 955 626
Balance Sheet
As at 31 December 2018

	2018	2017
	\$	\$
Share Capital and Reserves		
Paid Up Capital		
Asset Revaluation Reserve	2,505,958	2,505,958
Unappropriated Profit	37,698,632	34,264,290
Total Share Capital and Reserves	40,204,590	36,770,248
 Represented by:		
Current Assets		
Cash on Hand		
- Till Floats	4,050	12,150
- Club	155,000	221,900
- E-Cash Float	135,000	45,000
Clearing Account		
- EFT POS Clearing	12,144	2,219
- Keno Clearing	(1,687)	(1,796)
- ATM Clearing Account	38,170	90,030
- TAB Clearing	(299)	-
Deposits		
Cash at Bank	10,000	10,000
Cash at Bank	661,599	798,902
Cash at Bank	10,328	13,127
Cash at Bank	1,319,982	3,010,661
Cash at Bank	181,950	291,115
Cash at Bank	5,528,428	607,743
Prepayments		
- Lucky Badge Draw Prepaid	(5,000)	(5,000)
- Prepayments	163,528	39,193
Less Amortisation	(400)	(1,200)
Stock on Hand	63,527	39,090
	8,276,320	5,173,134
 Non-Current Assets		
Freehold Land	21,440,000	21,440,000
Freehold Land	285,000	285,000
	21,725,000	21,725,000
 Buildings	 7,730,721	 7,385,296
Less Accumulated Depreciation & Impairment	1,324,735	1,111,041
	6,405,986	6,274,255

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South Hurstville RSL Club Ltd
16 000 955 626
Balance Sheet
As at 31 December 2018

	2018	2017
	\$	\$
Plant & Equipment	1,902,765	2,017,081
Less Accumulated Depreciation & Impairment	<u>1,145,532</u>	<u>1,076,441</u>
	757,233	940,640
 Motor Vehicles	 153,099	 153,100
Less Accumulated Depreciation & Impairment	<u>68,040</u>	<u>51,285</u>
	85,059	101,815
 Office Furniture & Equipment	 890,197	 829,043
Less Accumulated Depreciation & Impairment	<u>453,828</u>	<u>392,443</u>
	436,369	436,600
 Furniture & Fittings	 78,514	 78,514
Less Accumulated Depreciation & Impairment	<u>34,246</u>	<u>31,955</u>
	44,268	46,559
 Staff Amenities	 291,292	 287,978
Less Accumulated Depreciation & Impairment	<u>108,236</u>	<u>105,285</u>
	183,056	182,693
 Library	 3,606,697	 3,444,830
Less Accumulated Depreciation & Impairment	<u>2,056,677</u>	<u>1,760,218</u>
	1,550,020	1,684,612
	<u>31,186,991</u>	<u>31,392,174</u>
 Intangible Assets		
Poker Machine Entitlements	<u>1,891,049</u>	<u>1,400,049</u>
	1,891,049	1,400,049
 Total Assets	 <u>41,354,360</u>	 <u>37,965,357</u>
 Current Liabilities		
Bonds	3,000	3,000
Hire Purchase Liability	46,184	49,826
Less Unexpired Charges	<u>6,612</u>	<u>7,943</u>
	39,572	41,883
 Lease Liability	 908	 1,323
Sundry Creditors	62,139	96,064
Trade Creditors	222,507	369,736
Other Creditors	9,498	-
Credit Cards Clearing	(23,741)	22,946
Poker Machine Duty	172,338	192,442
Provision for Holiday Pay	184,396	185,341
Provision for Long Service Leave	243,545	217,165
Provision for Sick Leave	58,933	51,094
GST Liability	176,675	-

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South Hurstville RSL Club Ltd
16 000 955 626
Balance Sheet
As at 31 December 2018

	2018	2017
	\$	\$
	<u>1,149,770</u>	<u>1,180,994</u>
Non-Current Liabilities		
- BOQ 2015	-	15,252
Less Unexpired Charges	<u>-</u>	<u>1,137</u>
	-	14,115
Total Liabilities	<u>1,149,770</u>	<u>1,195,109</u>
Net Assets	<u><u>40,204,590</u></u>	<u><u>36,770,248</u></u>

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South Hurstville RSL Club Ltd
16 000 955 626
Statement of Changes in Equity
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Opening Balance	36,770,248	33,908,659
Retained Earnings		
Profit Attributable to Shareholders	3,434,342	2,861,589
	<u>3,434,342</u>	<u>2,861,589</u>
Closing Balance	<u>40,204,590</u>	<u>36,770,248</u>
 Reconciliation of Retained Earnings		
Opening Balance	34,264,290	31,402,701
Profit Attributable to Shareholders	3,434,342	2,861,589
Closing balance	<u>37,698,632</u>	<u>34,264,290</u>
 Reconciliation of Reserves		
 Asset Revaluation Reserve		
Opening Balance for the year	2,505,958	2,505,958
Closing Balance	<u>2,505,958</u>	<u>2,505,958</u>

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South Hurstville RSL Club Ltd
16 000 955 626
Cash Flow Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Cash Flows from Operating Activities		
Receipts from Members & Visitors	12,131,251	11,432,805
Payments to Suppliers & Employees	(6,255,519)	(5,640,787)
Duties & Taxes	(1,795,737)	(1,918,434)
Interest Paid	(5,406)	(9,437)
Net Cash Provided by Operating Activities	4,074,589	3,864,147
Cash Flows from Investing Activities		
Payments for Plant & Equipment	(1,231,020)	(1,287,345)
Proceeds from Disposal of Fixed Asset	21,301	143,433
Interest Received	105,168	27,069
Net Cash Used In Investing Activities	(1,104,551)	(1,116,843)
Cash Flows from Financing Activities		
Proceeds of Borrowings	-	-
Repayment of Borrowings	(16,425)	(100,924)
Net Cash Used in Financing Activities	(16,425)	(100,924)
Net Increase/(Decrease) In Cash Held	2,953,613	2,646,379
Cash at Beginning of Year	5,101,051	2,454,672
Cash at End of Year	8,054,664	5,101,051

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South Hurstville RSL Club Ltd
16 000 955 626
Consolidated Profit and Loss Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Income		
Commissions Received	78,813	80,881
Members Subscriptions	42,240	45,438
Catering Income	134,145	152,191
Interest Received		
- Other Corporations	105,168	27,069
Other Revenue		
- Proceeds from Insurance Policies	4,773	10,706
- Description	34,360	34,360
Profit (Loss) on Sale of Non-current Assets	(35,866)	43,978
Profit on Rental Operations	64,001	59,367
Gross Profit from Trading	6,672,600	6,219,049
	7,100,234	6,673,039
Expenditure		
Advertising	12,921	17,250
Auditor's Remuneration		
- Audit & review of financial statements	17,100	16,380
Bank Charges	10,830	8,846
Cash Float Variance	525	1,293
Cleaning	179,136	187,990
Collection Costs	15,358	14,678
Computer Expenses	56,597	80,309
Depreciation - Plant & Equipment	493,310	538,609
Directors' Expenses	34,532	48,290
Donations	84,741	177,949
Employee Entitlements		
-Annual Leave	(142)	249
-Long Service Leave	3,957	6,453
-Sick Leave	1,176	(11,830)
Fringe Benefits Tax	23,436	5,958
Insurance	139,615	110,522
Leasing Charges		
- Finance Lease Charges	4,851	5,323
Legal Costs	620	19,267
Light & Power	248,472	257,871
Management Expenses	17,066	58,117
Members Entertainment & Amenities	1,399,620	1,356,526
Motor Vehicle Expenses	5,593	12,140
Payroll Tax	84,697	83,214
Postage	408	795
Printing & Stationery	31,931	27,858
Rates & Taxes	83,834	97,774

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South Hurstville RSL Club Ltd
16 000 955 626
Consolidated Profit and Loss Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Repairs & Maintenance	98,093	121,959
Salaries	305,815	261,758
Security Costs	55,751	56,331
Staff Training & Welfare	18,202	16,790
Subscriptions	23,355	26,528
Superannuation Contributions	191,616	184,860
Telephone	8,701	9,057
Uniforms	5,775	3,936
Women's Auxiliary Contribution	8,400	8,400
	<u>3,665,892</u>	<u>3,811,450</u>
Profit before Income Tax	<u><u>3,434,342</u></u>	<u><u>2,861,589</u></u>

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South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Profit and Loss Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Income		
Commissions Received	46,150	47,796
Members Subscriptions	21,263	24,869
Catering Income	71,782	69,282
Interest Received		
- Other Corporations	105,078	26,994
Other Revenue		
- Proceeds from Insurance Policies	4,773	10,706
- Description	17,180	17,180
Profit (Loss) on Sale of Non-current Assets	(10,642)	59,099
Profit on Rental Operations	64,001	59,367
Gross Profit from Trading	2,830,192	2,766,089
	3,149,777	3,081,382
Expenditure		
Advertising	5,567	6,565
Auditor's Remuneration		
- Audit & review of financial statements	8,550	8,505
Bank Charges	7,501	6,467
Cash Float Variance	110	(29)
Cleaning	79,676	78,952
Collection Costs	6,283	6,439
Computer Expenses	30,250	48,083
Depreciation	282,237	299,353
Directors' Expenses	17,233	25,263
Donations	43,043	57,122
Employee Entitlements		
-Annual Leave	(473)	1,992
-Long Service Leave	2,909	2,780
-Sick Leave	1,669	(22,364)
Fringe Benefits Tax	11,718	2,979
Insurance	70,849	56,465
Leasing Charges		
- Finance Lease Charges	1,204	2,689
Legal Costs	-	8,307
Light & Power	112,987	108,634
Management Expenses	14,205	13,789
Members Entertainment & Amenities	717,596	720,360
Motor Vehicle Expenses	5,593	12,065
Payroll Tax	44,770	51,223
Postage	329	295
Printing & Stationery	16,257	16,252
Rates & Taxes	26,567	32,407

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South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Profit and Loss Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Repairs & Maintenance	48,613	68,365
Salaries	150,044	99,021
Security Costs	27,692	28,993
Staff Training & Welfare	15,265	15,367
Subscriptions	11,289	10,583
Superannuation Contributions	124,998	116,933
Telephone	5,455	5,661
Uniforms	720	2,456
Women's Auxiliary	4,200	4,200
	1,894,906	1,896,172
Profit before Income Tax	1,254,871	1,185,210

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South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
BAR TRADING		
Income		
Sales - Bar	1,063,356	1,001,708
Sales Non Cash - Miscellaneous	149,571	256,215
Sales Non Cash - Bonus Points Redeemed	92,841	89,477
	1,305,768	1,347,400
Less Cost of Sales		
Opening Stock - Bar	25,258	28,267
Purchases - Liquor	486,236	484,587
Purchases - Non Liquor	52,291	49,458
Purchases - Bar Supplies	5,938	4,583
Purchases - Beer Gas	2,653	4,156
Purchases - Stocktake Fee	4,770	4,440
Purchases - Stock Loss	5,044	6,485
	582,190	581,976
Closing Stock - Bar	33,594	25,258
	548,596	556,718
	757,172	790,682
Less Direct Expenses		
Direct Wages - Bar	675,866	771,215
Provision & Entitlements - Bar		
- Annual Leave	(2,048)	8,633
- Long Service Leave	12,604	12,046
- Sick Leave	7,232	-
	693,654	791,894
Gross Profit	63,518	(1,212)
Gross Profit Margin	4.9%	(0.1%)

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South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
POKER MACHINE TRADING		
Income		
Net Sales - Poker Machines	3,918,407	4,028,338
	<u>3,918,407</u>	<u>4,028,338</u>
Less Cost of Sales		
Purchases - DMS Service Fee	37,334	36,514
Purchases - Consumables	3,559	3,967
Purchases - Promotions	68,034	70,736
	<u>108,927</u>	<u>111,217</u>
	<u>3,809,480</u>	<u>3,917,121</u>
Less Direct Expenses		
Interest Poker Machines	1,288	4,322
Depreciation	203,292	245,119
Direct Wages - Poker Machines	203,797	233,680
Provisions & Entitlements - Poker Machines		
- Annual Leave	(630)	2,656
- Long Service Leave	3,878	3,706
- Sick Leave	2,225	-
Licences	9,882	7,173
Taxation - Poker Machines	677,403	699,986
Repairs & Maintenance	24,095	22,272
	<u>1,125,230</u>	<u>1,218,914</u>
Gross Profit	<u><u>2,684,250</u></u>	<u><u>2,698,207</u></u>
Gross Profit Margin	68.5%	67.0%

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South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
TAB & KENO TRADING		
Income		
Sales - Commission Received Keno	59,615	63,429
Sales - Commission Received TAB	18,906	19,588
	78,521	83,017
Less Cost of Sales		
Purchases - Keno Expenses	2,596	4,284
Purchases - TAB Expenses	-	2,476
	2,596	6,760
Gross Profit	75,925	76,257
Gross Profit Margin	96.7%	91.9%

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South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
RAFFLES TRADING		
Income		
Sales - Friday Raffle	52,762	52,727
Sales - Saturday Raffle	8,782	8,988
Sales - Sunday Raffle	22,650	20,029
	84,194	81,744
Less Cost of Sales		
Purchases - Friday Raffle	69,180	68,227
Purchases - Saturday Raffle	-	8,910
Purchases - Sunday Raffle	29,042	22,623
Purchases - Raffle Tickets & Stationary	738	1,420
	98,960	101,180
Gross Loss	(14,766)	(19,436)
Gross Loss Margin	(17.5%)	(23.8%)

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Auditors Report.*

South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
SPORTS COUNCIL		
Income		
Sales - Euchre Club	-	250
Sales - Outdoor Cricket	4,273	2,000
Sales - Sports Council Raffle	13,193	13,146
Sales - Sports Council Sundry Income	20	22
Sports Grants	11,000	12,000
	28,486	27,418
Less Cost of Sales		
Purchases - Golf Club	4,851	4,201
Purchases - Darts Club	1,003	1,136
Purchases - Euchre Club	882	1,436
Purchases - Outdoor Cricket	8,952	7,556
Purchases - Sports Council Raffle	10,964	12,008
Purchases - Sports Council Sundry Expenses	230	341
Purchases - Indoor Bowls	2,058	2,144
	28,940	28,822
Gross Loss	(454)	(1,404)
Gross Loss Margin	(1.6%)	(5.1%)

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South Hurstville RSL Club Ltd
16 000 955 626
South Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
FUNCTIONS TRADING		
Income		
Sales - Functions Income	63,818	63,356
	<u>63,818</u>	<u>63,356</u>
Less Cost of Sales		
Purchases - Functions Expenses	29,073	33,112
	<u>29,073</u>	<u>33,112</u>
	<u>34,745</u>	<u>30,244</u>
Less Direct Expenses		
Direct Wages - Functions	13,026	16,567
	<u>13,026</u>	<u>16,567</u>
Gross Profit	<u><u>21,719</u></u>	<u><u>13,677</u></u>
Gross Profit Margin	34.0%	21.6%

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Auditors Report.*

South Hurstville RSL Club Ltd
16 000 955 626
Hurstville Operating Segment
Profit and Loss Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Income		
Commissions Received	32,663	33,085
Members Subscriptions	20,977	20,569
Catering Income	62,364	82,909
Interest Received		
- Other Corporations	90	75
Other Revenue		
- GST Rebate	17,180	17,180
Profit (Loss) on Sale of Non-current Assets	(25,224)	(15,121)
Gross Profit from Trading	3,842,408	3,452,956
	3,950,458	3,591,653
Expenditure		
Advertising	7,354	10,685
Auditor's Remuneration		
- Audit & review of financial statements	8,550	7,875
Bank Charges	3,330	2,373
Cash Float Variance	415	1,323
Cleaning	99,460	109,038
Collection Costs	9,076	8,239
Computer Expenses	26,346	32,227
Depreciation - Plant & Equipment	211,072	239,255
Directors' Expenses	17,299	23,028
Donations	41,698	120,827
Employee Entitlements		
-Annual Leave	331	(1,743)
-Long Service Leave	1,048	3,674
-Sick Leave	(493)	10,534
Fringe Benefits Tax	11,718	2,979
Insurance	68,766	54,057
Leasing Charges		
- Finance Lease Charges	3,647	2,634
Legal Costs	620	10,960
Light & Power	135,485	149,237
Management Expenses	2,862	44,328
Members Entertainment & Amenities	682,024	636,166
Motor Vehicle Expenses	-	75
Payroll Tax	39,926	31,991
Postage	79	499
Printing & Stationery	15,674	11,606
Rates & Taxes	57,267	65,367
Repairs & Maintenance	49,480	53,594
Salaries	155,771	162,737

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South Hurstville RSL Club Ltd
16 000 955 626
Hurstville Operating Segment
Profit and Loss Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Security Costs	28,060	27,338
Staff Training & Welfare	2,937	1,423
Subscriptions	12,066	15,945
Superannuation Contributions	66,617	67,927
Telephone	3,247	3,397
Uniforms	5,055	1,480
Women's Auxiliary	4,200	4,200
	<u>1,770,987</u>	<u>1,915,275</u>
Profit before Income Tax	<u><u>2,179,471</u></u>	<u><u>1,676,378</u></u>

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South Hurstville RSL Club Ltd
16 000 955 626
Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
BAR TRADING		
Income		
Sales - Bar	418,330	432,056
Sales Non Cash - Miscellaneous	226,680	132,312
Sales Non Cash - Bonus Points Redeemed	46,818	50,930
	691,828	615,298
Less Cost of Sales		
Opening Stock - Bar	13,832	21,173
Purchases - Liquor	233,689	214,211
Purchases - Non Liquor	17,389	13,798
Purchases - Bar Supplies	4,472	6,896
Purchases - Beer Gas	1,924	2,098
Purchases - Stocktake Fee	4,540	4,320
Purchases - Stock Loss	5,903	7,325
	281,749	269,821
Closing Stock - Bar	29,933	13,832
	251,816	255,989
	440,012	359,309
Less Direct Expenses		
Direct Wages - Bar	674,711	371,373
Provision & Entitlements - Bar		
- Annual Leave	1,434	-
- Long Service Leave	4,544	-
- Sick Leave	(2,137)	-
	678,552	371,373
Gross Loss	(238,540)	(12,064)
Gross Loss Margin	(34.5%)	(2.0%)

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South Hurstville RSL Club Ltd
16 000 955 626
Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
POKER MACHINE TRADING		
Income		
Net Sales - Poker Machines	6,040,759	5,261,998
	6,040,759	5,261,998
Less Cost of Sales		
Purchases - DMS Service Fee	38,395	37,565
Purchases - Consumables	3,758	6,161
Purchases - Promotions	321,702	224,427
	363,855	268,153
	5,676,904	4,993,845
Less Direct Expenses		
Interest Poker Machines	4,118	5,115
Depreciation	191,433	172,720
Direct Wages - Poker Machines	203,462	347,549
Provisions & Entitlements - Poker Machines		
- Annual Leave	441	-
- Long Service Leave	1,398	-
- Sick Leave	(658)	-
Licences	9,916	11,653
Taxation - Poker Machines	1,166,772	982,658
Repairs & Maintenance	27,389	22,253
	1,604,271	1,541,948
Gross Profit	4,072,633	3,451,897
Gross Profit Margin	67.4%	65.6%

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South Hurstville RSL Club Ltd
16 000 955 626
Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
TAB & KENO TRADING		
Income		
Sales - Commission Received Keno	14,879	15,899
Sales - Commission Received TAB	22,269	21,362
	37,148	37,261
Less Cost of Sales		
Purchases - Keno Expenses	1,872	2,037
Purchases - TAB Expenses	-	1,632
	1,872	3,669
Gross Profit	35,276	33,592
Gross Profit Margin	95.0%	90.2%

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South Hurstville RSL Club Ltd
16 000 955 626
Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
RAFFLES TRADING		
Income		
Sales - Friday Raffle	11,458	11,460
Sales - Sunday Raffle	11,126	12,192
	22,584	23,652
Less Cost of Sales		
Purchases - Friday Raffle	26,873	22,705
Purchases - Sunday Raffle	26,012	23,886
Purchases - Raffle Tickets & Stationary	3,569	2,075
	56,454	48,666
Gross Loss	(33,870)	(25,014)
Gross Loss Margin	(150.0%)	(105.8%)

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South Hurstville RSL Club Ltd
16 000 955 626
Hurstville Operating Segment
Departmental Trading Statement
For the Year ended 31 December 2018

	2018	2017
	\$	\$
FUNCTIONS TRADING		
Income		
Sales - Functions Income	6,909	4,545
	<u>6,909</u>	<u>4,545</u>
Gross Profit	<u>6,909</u>	<u>4,545</u>
Gross Profit Margin	100.0%	100.0%

*The accompanying notes form part of these financial statements.
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South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

1. Summary of Significant Accounting Policies

(a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

These financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

The significant accounting policies used in the preparation and presentation of these financial statements are provided below and are consistent with prior reporting periods unless otherwise stated.

The financial statements are based on historical costs, except for the measurement at fair value of selected non current assets, financial assets and financial liabilities.

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

(b) Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Bank overdrafts also form part of cash equivalents and presented within current liabilities on the statement of financial position.

(c) 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.

(d) 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 wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than twelve months after the end of the reporting period 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 satisfy vesting requirements. Cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows. Changes in the

These notes should be read in conjunction with the attached Independent Audit Report.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

measurement of the liability are recognised in profit or loss.

Employee benefits are presented as current liabilities in the statement of financial position if the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

Defined Contribution Schemes

Obligations for contributions to defined contribution superannuation plans are recognised as an employee benefit expense in profit or loss in the periods in which services are provided by employees.

(e) **Property, Plant and Equipment**

Classes of property, plant and equipment are measured using the cost or revaluation model as specified below.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses.

Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Property

Land and buildings are measured using the revaluation model.

Plant and Equipment

Plant and equipment are measured using the cost model.

Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a straight line method from the date that management determine that the asset is available for use.

Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

The useful lives used for each class of depreciable asset are shown below:

Fixed Asset Class	Useful Life
Plant and Equipment	7 - 11 years
Furniture, Fixtures and Fittings	4 - 10 years
Motor Vehicles	5 - 12 years
Computer Equipment	5 - 7 years

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

When an assets is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

(f) **Intangible Assets**

Patents and Trademarks

Patents and trademarks are recognised at cost of acquisition. Patents and trademarks have a finite life and are carried at cost less any accumulated amortisation and any impairment losses. Patents and trademarks are amortised over their estimated useful life.

(g) **Trade and Other Receivables**

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in statement of comprehensive income.

(h) **Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first in first out basis and are net of any rebates and discounts received.

(i) **Investment Property**

Investment property is held to generate long term rental yields and capital growth. Investment property is carried at fair value, determined annually by independent valuers. Changes to fair value are recorded in the statement of comprehensive income as other income/expenses.

(j) **Leases**

Finance Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the company, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the company will obtain ownership of the asset or over the term of the lease.

(k) **Financial Instruments**

Financial instruments are recognised initially using trade date accounting, i.e. on the date that company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial Assets

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- financial assets at fair value through profit or loss;
- available-for-sale financial assets; and
- held-to-maturity investments.

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of comprehensive income in the 'finance income' or 'finance costs' line item respectively.

Financial Assets at Fair Value through Profit and Loss

Financial assets at fair value through profit or loss include financial assets:

- acquired principally for the purpose of selling in the near future
- designated by the entity to be carried at fair value through profit or loss upon initial recognition or
- which are derivatives not qualifying for hedge accounting.

Assets included within this category are carried in the statement of financial position at fair value with changes in fair value recognised in finance income or expenses in profit or loss.

Impairment of Financial Assets

At the end of each reporting period the company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial Assets at Amortised Cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Available-for-Sale Financial Assets

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

(l) **Financial Guarantees**

Where material, financial guarantees issued that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due are recognised as a financial liability at fair value on initial recognition.

The fair value of financial guarantee contracts has been assessed using a probability-weighted discounted cash flow approach. The probability has been based on:

- the likelihood of the guaranteed party defaulting during the next reporting period;
- the proportion of the exposure that is not expected to be recovered due to the guaranteed party defaulting; and
- the maximum loss exposed if the guaranteed party were to default.

Financial guarantees are subsequently measured at the higher of the best estimate of the obligation in accordance with AASB 137: Provisions, Contingent Liabilities and Contingent Assets, and the amount initially recognised less, when appropriate, cumulative amortisation in accordance with AASB 118: Revenue. Where the entity gives guarantees in exchange for a fee, revenue is recognised under AASB 118.

(m) **Revenue and Other Income**

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied. Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates. All revenue is stated net of the amount of goods and services tax (GST).

Sale of Goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Interest Revenue

Interest is recognised using the effective interest method.

Rendering of Services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

Rental Income

Investment property revenue is recognised on a straight line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

Other Revenue

Other revenue is recognised when the entity is entitled to the funds.

(n) Trade and Other Payables

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

(o) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis and the GST component of cash flows arising from investing or financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(p) Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

2. Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key Judgments - Provision for Impairment of Receivables

The value of the provision for impairment of receivables is estimated by considering the ageing of receivables, communication with the debtors and prior history.

Key Judgments - Provision for Inventories

These notes should be read in conjunction with the attached Independent Audit Report.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

At the year end management do not believe there is any need for an obsolescence provision for inventory.

The inventory held is reviewed on a monthly basis to determine whether there is any old, damaged or obsolete stock or any other stock items which need to be written down to NRV.

(q) New Accounting Standards for Application in Future Periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The company has decided not to early adopt any of new and amended pronouncements and that it would not have any material effect on the company's financial statements.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

	2018	2017
	\$	\$
3. Revenue		
Sales Revenue		
Sale of Goods	12,278,422	11,574,028
Rendering Services	255,198	278,510
	12,533,620	11,852,538
Other Income		
Interest Received	105,168	27,069
Other Revenue	39,133	45,066
Profit on Sale of Non-Current Assets	-	43,978
Rent Received	75,208	65,536
	219,509	181,649
	12,753,129	12,034,187
4. Expenses		
Increase in Inventories of Finished Goods or Wip	(24,437)	10,350
Raw Materials, Purchases and Consumables Used	1,543,808	1,430,974
Employee Benefits Expense	497,431	446,618
Depreciation and Amortisation	493,310	538,609
Advertising	12,921	17,250
Bank Charges	10,830	8,846
Insurance	139,615	110,522
Light & Power	248,472	257,871
Postage	408	795
Printing & Stationery	31,931	27,858
Rates & Taxes	83,834	97,774
Repairs & Maintenance	98,093	121,959
Telephone	8,701	9,057
Other Expenses	6,173,870	6,094,115
	9,318,787	9,172,598
5. Profit for the Year		
Profit before income tax expense from continuing operations includes the following specific expenses:		
Charging as Expense		
Cost of Goods Sold	1,491,089	1,414,283
Finance Lease Charges	4,851	5,323

These notes should be read in conjunction with the attached Independent Audit Report.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Movements in Provisions		
Depreciation		
- Direct Expense Depreciation	394,725	417,840
- Plant and Equipment	493,310	538,609
	888,035	956,449
Impairment		
- Direct Expense Impairment	5,406	9,437
	5,406	9,437
Net Expenses Resulting from Movement in Provisions	893,441	965,886
Remuneration of the Auditor:-		
- Audit & review of financial statements	17,100	16,380
	17,100	16,380
Crediting as Income:		
Interest from		
- Other Corporations	105,168	27,069
Total Interest Revenue	105,168	27,069

6. Cash and Cash Equivalents

- Till Floats	4,050	12,150
- Club	155,000	221,900
- E-Cash Float	135,000	45,000
- EFT POS Clearing	12,144	2,219
- Keno Clearing	(1,687)	(1,796)
- ATM Clearing Account	38,170	90,030
- TAB Clearing	(299)	-
Deposits	10,000	10,000
Cash at Bank	661,599	798,902
Cash at Bank	10,328	13,127
Cash at Bank	1,319,982	3,010,661
Cash at Bank	181,950	291,115
Cash at Bank	5,528,428	607,743
	8,054,665	5,101,051

These notes should be read in conjunction with the attached Independent Audit Report.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

	2018	2017
	\$	\$
Reconciliation of Cash		
Cash and Cash Equivalents	8,054,665	5,101,051
	<u>8,054,665</u>	<u>5,101,051</u>
7. Cash Flow Information		
Reconciliation of Cash Flow from Operations with Profit after Income Tax		
Operating Profit after Tax	3,434,342	2,861,589
Interest Received	105,168	27,069
Depreciation & Balancing Adjustments on Disposal	713,565	990,816
Changes in Assets & Liabilities		
Decrease/(Increase in receivables	(125,135)	25,918
Decrease/(Increase) in inventories	(24,437)	10,350
(Decrease)/Increase in creditors & accruals	(62,188)	(73,509)
(Decrease)/Increase in Provisions	33,274	21,914
	<u>4,074,589</u>	<u>3,864,147</u>
Net Operating Cash Flows		
8. Inventories		
Current		
Stock on Hand	63,527	39,090
	<u>63,527</u>	<u>39,090</u>
	<u>63,527</u>	<u>39,090</u>
Total Inventories		
	<u>63,527</u>	<u>39,090</u>
9. Other		
Current		
- Lucky Badge Draw Prepaid	(5,000)	(5,000)
- Prepayments	163,528	39,193
Functions Holding Deposits	400	1,200
	<u>(400)</u>	<u>(1,200)</u>
	<u>158,128</u>	<u>32,993</u>

These notes should be read in conjunction with the attached Independent Audit Report.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

	2018	2017
	\$	\$
10. Property, Plant and Equipment		
Land and Buildings		
Freehold Land	21,440,000	21,440,000
	<u>21,440,000</u>	<u>21,440,000</u>
Freehold Land	285,000	285,000
	<u>285,000</u>	<u>285,000</u>
Buildings	7,730,721	7,385,296
Less Accumulated Depreciation & Impairment	<u>1,324,735</u>	<u>1,111,041</u>
	6,405,986	6,274,255
Total Land and Buildings	<u>28,130,986</u>	<u>27,999,255</u>
Plant and Equipment		
Plant & Equipment	1,902,765	2,017,081
Less Accumulated Depreciation & Impairment	<u>1,145,532</u>	<u>1,076,441</u>
	757,233	940,640
Motor Vehicles	153,099	153,100
Less Accumulated Depreciation & Impairment	<u>68,040</u>	<u>51,285</u>
	85,059	101,815
Office Furniture & Equipment	890,197	829,043
Less Accumulated Depreciation & Impairment	<u>453,828</u>	<u>392,443</u>
	436,369	436,600
Furniture & Fittings	78,514	78,514
Less Accumulated Depreciation & Impairment	<u>34,246</u>	<u>31,955</u>
	44,268	46,559
Staff Amenities	291,292	287,978
Less Accumulated Depreciation & Impairment	<u>108,236</u>	<u>105,285</u>
	183,056	182,693
Library	3,606,697	3,444,830
Less Accumulated Depreciation & Impairment	<u>2,056,677</u>	<u>1,760,218</u>
	1,550,020	1,684,612
Total Plant and Equipment	<u>3,056,005</u>	<u>3,392,919</u>
Total Property, Plant and Equipment	<u>31,186,991</u>	<u>31,392,174</u>

These notes should be read in conjunction with the attached Independent Audit Report.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

	2018	2017
	\$	\$
11. Intangible Assets		
Non-Current		
Poker Machine Entitlements	1,891,049	1,400,049
Total Intangible Assets	<u>1,891,049</u>	<u>1,400,049</u>
12. Trade and Other Payables		
Current		
Sundry Creditors	62,139	96,064
Trade Creditors	222,507	369,736
Other Creditors	9,498	-
Credit Cards Clearing	(23,741)	22,946
GST Liability	176,675	-
	<u>447,078</u>	<u>488,746</u>
Total Trade and Other Payables	<u>447,078</u>	<u>488,746</u>
13. Financial Liabilities		
Current		
Bonds	3,000	3,000
Hire Purchase		
- Aristocrat	46,184	49,826
Less Unexpired Charges	6,612	7,943
	<u>39,572</u>	<u>41,883</u>
Lease Liability	908	1,323
	<u>43,480</u>	<u>46,206</u>
Non-Current		
Hire Purchase		
- BOQ 2015	-	15,252
Less Unexpired Charges	-	1,137
	-	<u>14,115</u>
	<u>-</u>	<u>14,115</u>
Total Financial Liabilities	<u>43,480</u>	<u>60,321</u>

These notes should be read in conjunction with the attached Independent Audit Report.

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

	2018	2017
	\$	\$
14. Provisions		
Current		
Poker Machine Duty	172,338	192,442
Provision for Holiday Pay	184,396	185,341
Provision for Long Service Leave	243,545	217,165
Provision for Sick Leave	58,933	51,094
	<u>659,212</u>	<u>646,042</u>
Total Provisions	<u>(659,212)</u>	<u>(646,042)</u>
15. Reserves		
Asset Revaluation Reserve	2,505,958	2,505,958
	<u>2,505,958</u>	<u>2,505,958</u>
16. Retained Earnings		
Retained Earnings at the Beginning of the Financial Year	34,264,290	31,402,701
Add		
Net profit attributable to members of the company	3,434,342	2,861,589
Retained Earnings at the End of the Financial Year	<u>37,698,632</u>	<u>34,264,290</u>

South Hurstville RSL Club Ltd
16 000 955 626
Notes to the Financial Statements
For the Year ended 31 December 2018

	2018	2017
	\$	\$
17. Remuneration and Retirement Benefits		
(a) Directors Remuneration		
Remuneration paid or payable to all directors of South Hurstville RSL Club Ltd and each entity associated with the Company -	34,532	48,290

Full particulars have not been disclosed in the notes as the directors believe this would be unreasonable.

18. Auditors Remuneration

Finncorp Auditors Pty Limited were the auditors of South Hurstville RSL Club Ltd

- Audit & review of financial statements	17,100	16,380
	17,100	16,380

19. Core Property

Section 41J of the Registered Clubs Act 1976 requires the club to disclose its core and non-core property as defined in the annual report. The Club's core property comprises the defined premises of the club as follows:

- 72 Connells Point Road, South Hurstville
- 1 – 1A Ormonde Parade, Hurstville.

The club has the following non-core property:

- 66A Connells Point Road, South Hurstville,
- 1/2 The Mall, South Hurstville.