



ABN 20 001 034 117

Annual Report

&

Financial Statements

**For the year ended
30 June 2019**

To be presented at the

Annual General Meeting

in the RSL Club Auditorium, Batlow

Sunday, 20 October 2019

at 10.30am

BATLOW RSL CLUB LIMITED

Notice of Annual General Meeting

The Annual General Meeting of the Club will be held on Sunday, 20th October 2019 in the RSL Club Auditorium at 10.30am.

Only members financial on the day of the meeting may attend the meeting and vote.

In accordance with the Registered Clubs Act, an employee of the Club cannot vote at any meeting of the Club or for the election of the Board or be a Director of the Club.

Note – Entrance to the meeting will be by production of current Membership Card or receipt indicating payment of membership fees.

Business:

1. Apologies
2. To confirm the minutes of the last Annual General Meeting held on Sunday, 28th October 2018.
3. To receive and consider the reports of the Board of Directors.
4. To receive and adopt the Financial Report for the year ended 30 June 2019.
5. To declare the results of the election of the Board and/or conduct any further election as may be required by the Club's Constitution;
6. To approve the payment of honorariums (if any).
7. To discuss any other business properly brought forward of which due notice has been given.
8. Other General Business.

Nominations for Office Bearers will close at the Club's office at 6pm on Sunday 22nd September 2019. A special request is made to members who have any enquiries in relation to the financial report, to provide information in writing no later than 5pm Sunday 29th September 2019, so that the necessary research can be undertaken to accurately answer all questions.

The Club's Annual Report is available to download from our website at www.batlowrsl.com.au. If you prefer a printed copy, we can post it on request. Please contact our administration department to arrange this.

By direction of the Board

Kylie Boxsell, General Manager

President's Report

It is with great pleasure that I can advise our members that we have recorded a profit this financial year of \$128,747 before tax. Another profit and another great result for the Club!

We've been busy this year! In August we installed Solar systems; a 5kW system at the Bowling Club and a 50.05kW system at the RSL Club. Savings of up to 30% in electricity expenses have been recorded thus far.

We commenced renovations at the RSL Club in April and to date have completed our new memorabilia space which includes new access to our Board room where you can view photographs of Batlow's Australian Defence Force Service Personnel. This is a remarkable new space for the Club, and we are extremely proud of the finished result. Thank you to the Batlow RSL Club Sub-branch for your support.

Our new gaming room and TAB relocation has also been completed. A repaired ceiling in the main bar area, new carpet and fresh paint has made a for a very pleasant atmosphere in the Club. The Club is feeling and looking fresh!

Congratulations to our Batlow men's Grade 5 pennant team who were very successful at state level lawn bowls this year winning a runner-up flag. We are bursting with pride. Well done Batlow!

Volunteers, thank you! Thank you to our dedicated volunteers at the RSL and Bowling Clubs for your time and energy to conduct our Friday night raffle, Alphy and maintain bowling greens, gardens and lawns. Honestly, we would be lost without you.

Thank you to our staff for your hard work and the respect shown to our patrons. Keep up the good work!

Congratulations to our Manager, Kylie Boxsell on another wonderful year! The commitment and professionalism that she continues to bring to our Club is exemplary.

To my fellow Board members, thank you for your support. The contribution that you have made to Board over the past 12 months is greatly appreciated.

Sadly, we lost two of our long-time bowlers and members this year; Dick Sedgwick and Ron Booby. We will miss you both.

In conclusion, I would like to express my sincere gratitude to all our members. The Club looks forward to your continued patronage in the future.

Robyn Burns
President

Batlow Bowls Committee Annual Report

Hello members.

Firstly, I would like to thank the executive bowls committee; Steve Horsley, Chris Skein and Roger Pearce for their support and contribution to the Club. This has made my job much easier.

Thank you to Ron Rynehart, John Quarmby, Robyn Burns and all our volunteers at the Bowling Club. Without your support, this Club could not be so successful. We would like to have more members, but in saying that, we were able to put together two pennant teams, grade 6 and grade 5, with the 5's going through to state level. The 5's won a state runner-up flag! Congratulations to all involved. Yes! We won a state flag!

Congratulations to our Championship winners;

Singles: Adam Peel
Pairs: John Salter, Barry Smith
Triples: Chris Skein, John Quarmby, Tom Cahill
Fours: Chris Skein, Rod Peel, John Melrose, Connor Taylor

I would also like to congratulate the women's Championship winners;

Singles: Sue Dorman
Pairs: Sue Dorman, Melinda Harvey
Triples: Lyn Edwards, Chris Shoemark, Chris Horsley
Fours: Lyn Edwards, Chris Shoemark, Maria Irwin, Kathy Hamilton

Our first mixed Championship winners were;

John Robson and Christine Shoemark

We had another successful Sedgwick Shield with twelve teams participating. Thank you to all the volunteers and staff that make the competition possible and to Interact who not only participated in the competition but operated the BBQ and kept us all well fed.

On a sadder note, we lost two of our long-time members this year; Ron Booby and Dick Sedgwick. Dick held positions at both our club and district level. We will miss you both.

Thanks to our General Manager Kylie Boxsell, the RSL staff and the Board of Directors. Your support is greatly appreciated.

Warren Dorman
Batlow RSL Bowling Club Men's President

General Manager's Report

It is with pleasure that I present my General Manager's Report for the year ended June 2019. The Club has recorded a profit of \$128,747, less a tax expense of \$5,964. This marks the ninth profit in a row for our Club. Another excellent result for a Club of our size!

It's been an exciting year for us. In August 2018, we installed Solar systems; a 5kW system at the Bowling Club and a 50.05kW system at the RSL Club. Savings of up to 30% in electricity expenses have been recorded to date.

The installation of Danny's Outdoor Gym was completed in March this year. I am very proud of the Club's involvement in this project and feel that the entire Batlow community will benefit from this outdoor exercise equipment. Let's get active Batlow!

In April, we commenced renovations at the RSL Club and to date have completed our new memorabilia space which includes direct access to our Board room where you can wander through and view an extraordinary display of photographs. I could not be prouder of this important and significant memorabilia. Thank you to the Batlow RSL Club Sub-branch for your support and patience throughout this project. It is greatly appreciated.

Our new gaming room and TAB relocation has also been completed. Fresh paint, a repaired ceiling in the main bar area, stunning new carpet and a new foyer has made the Club feel fresh and inviting. The positive feedback from our members and guests has been overwhelming.

With the assistance of the Batlow RSL Women's Auxiliary and the Butler family, we were able to purchase an Automatic External Defibrillator (AED) for the RSL Club this year. This small but incredibly smart device is used to help those experiencing sudden cardiac arrest and can save lives.

The Club made donations throughout the year to community groups and clubs including; Batlow Rugby League Pub 9s, Batlow Interact Club, Batlow Agricultural Show Society, Batlow Golf Club, Batlow Anglican Church Group, Batlow Men's Bowling Club Committee, St Mary's Primary School and Batlow CiderFest.

Congratulations to our Batlow men's Grade 5 pennant team who were successful at state level lawn bowls this year winning a runner-up flag. Well done Batlow. We are all very proud!

Our volunteers work diligently maintaining the greens and gardens, cleaning and attending the bar at the Bowling Club and successfully running our raffles and ALPHY on a weekly basis at the RSL Club. Your ongoing support is essential to the successful operation of our Club. Thank you.

I would like to acknowledge our excellent staff for their enthusiasm and loyalty. I am grateful for our very competent, professional and supportive team. It is a pleasure to work with you all.

Thank you, Robyn Burns and the Board of Directors; Chris Skein, Stephen Horsley, Warren Dorman, Mark Jones and Stephen Bunter for your guidance and support. I am grateful to work with a proactive Board which strives for ongoing improvement on behalf of our members and the community.

I would like to extend my condolences to the Sedgwick and the Booby families. We will miss Dick Sedgwick and Ron Booby. They were both long-time bowlers and members of the Club and they will be forever in our thoughts.

Finally, I express my appreciation to all members for your support and regular patronage over the past 12 months. We hope you continue to attend the Club and enjoy our freshly renovated facilities. We look forward to sharing our next lot of projects with you.

Kylie Boxsell
General Manager

BATLOW RSL CLUB LIMITED
ACN 001 034 117
DIRECTORS' REPORT

The Directors present their report together with the accounts of Batlow RSL Club Limited for the year ended 30 June 2019 and the auditors' report thereon.

DIRECTORS

The Directors of the club in office at the date of this report are:-

Robyn Annette Burns
Director 12 years

Christopher Bruce Skein
Director 12 years

Stephen Horsley
Director 5 years

Warren Dorman
Director 7 years

Stephen Bunter
Director 2 years

Mark Jones
Director 2 years

At the date of this report the number of members of the company were:-
742 Members

DIRECTORS' MEETINGS

The number of Directors meetings and number of meetings attended by each of the Directors of the company during the financial year are:

Director	Number Attended	Number eligible to attend	Director	Number Attended	Number eligible to attend
Miss R Burns	10	12	Mr C Skein	12	12
Mr S Horsley	12	12	Mr W Dorman	9	12
Mr S Bunter	10	12	Mr M Jones	10	12

PRINCIPAL ACTIVITIES

The principal activities of the company in the course of the financial year remained unchanged and were to conduct a licensed club.

BATLOW RSL CLUB LIMITED
ACN 001 034 117
DIRECTORS' REPORT

RESULT

The net profit of the company for the year ended 30 June 2019 was \$122,784. This compares to a net profit for the year ended 30 June 2018 of \$120,438.

REVIEW OF OPERATIONS

The company will continue to pursue its policy of providing facilities for the recreation of its members and providing the company is successful in containing costs the Directors are confident that profits will be maintained.

STATE OF AFFAIRS

In the opinion of the Directors there were no significant changes in the state of affairs of the company that occurred during the financial year under review not otherwise disclosed in this report or the accounts.

EVENTS SUBSEQUENT TO BALANCE DATE

There has not arisen in the interval between the end of the financial year and the date of this report, any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the company, to affect significantly the operations of the company, the results of those operations, or the state of affairs of the company in subsequent financial years.

DIRECTORS INTERESTS AND BENEFITS

Other than those listed in Note 14, no Director has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of remuneration received or due and receivable by Directors shown in the accounts) because of a contract made by the company or a related corporation with a Director or with a firm of which a Director is a member, or with a company in which the Director has a substantial interest.

SHORT AND LONG TERM OBJECTIVES

The short and long term objectives of the Club is to continue to maintain the facility for the benefit of its members.

KEY PERFORMANCE INDICATORS

The Club monitors key performance indicators against industry standards and internal expectations. The indicators are both financial and non-financial with the results presented for Director's discussion.

BATLOW RSL CLUB LIMITED
ACN 001 034 117
DIRECTORS' REPORT

INDEMNIFYING OFFICER

Indemnities

The Articles of Association of the club provide an indemnity to the directors and other officers of the company against any liabilities incurred by that person in defending any legal proceedings relating to that person's position with the company in specified circumstances.

Insurance Premiums

During or since the financial period the Company has paid premiums in respect of a directors and officers liability insurance contract insuring against certain liabilities (subject to exclusions) all directors named in this report, the company secretary and all persons concerned in, or taking part in the management of the company.

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 the following page.

Dated at Batlow this 26th day of August 2019

Signed in accordance with a resolution of the Directors:

Director..... 

Director..... 

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF
THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF BATLOW RSL
CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019 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.

JOHN L BUSH & CAMPBELL
Chartered Accountants



David Rosetta
Partner

Wagga Wagga
26 August 2019

BATLOW RSL CLUB LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Sales revenue	2	434,908	383,242
Cost of sales		(202,828)	(179,608)
Gross profit		232,080	203,634
Other revenues	2	844,489	807,531
Employee expenses		(385,727)	(354,998)
Electricity and gas		(59,534)	(62,896)
Insurance		(36,109)	(32,496)
Rates and water charges		(11,586)	(13,430)
Members amenities and entertainment		(113,481)	(114,723)
Borrowing costs		(1,504)	(1,729)
Depreciation expense		(134,531)	(129,019)
Repairs and maintenance		(123,990)	(78,974)
Other expenses		(81,360)	(95,669)
Profit from ordinary activities before income tax		128,747	127,231
Other comprehensive income		-	-
Income tax expense related to ordinary activities	4	(5,964)	(6,793)
Total Comprehensive Income		122,783	120,438

The Statement of Comprehensive Income is to be read in conjunction with the notes to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
CURRENT ASSETS			
Cash and cash equivalents	5	721,860	680,176
Trade and other receivables	6	12,316	1,681
Inventories	1	24,020	23,204
Other current assets	7	19,890	23,553
TOTAL CURRENT ASSETS		<u>778,086</u>	<u>728,613</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,009,912	960,874
TOTAL NON-CURRENT ASSETS		<u>1,009,912</u>	<u>960,874</u>
TOTAL ASSETS		<u>1,787,998</u>	<u>1,689,488</u>
CURRENT LIABILITIES			
Trade and other payables	9	66,347	80,955
Borrowings	10	7,814	18,047
Provisions	12	63,799	61,931
TOTAL CURRENT LIABILITIES		<u>137,959</u>	<u>160,933</u>
NON-CURRENT LIABILITIES			
Borrowings	10	-	4,818
Provisions	12	20,287	16,768
TOTAL NON-CURRENT LIABILITIES		<u>20,287</u>	<u>21,586</u>
TOTAL LIABILITIES		<u>158,246</u>	<u>182,519</u>
NET ASSETS		<u>1,629,752</u>	<u>1,506,969</u>
EQUITY			
Retained earnings		1,629,752	1,506,969
TOTAL EQUITY		<u>1,629,752</u>	<u>1,506,969</u>

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
Retained earnings at the beginning of the year	1,506,969	1,386,531
Net profit / (loss) from ordinary activities	122,783	120,438
Retained earnings at the end of the year	<u>1,629,752</u>	<u>1,506,969</u>

The Statement of Changes in Equity is to be read in conjunction with the notes
to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		1,257,127	1,175,853
Cash payments in the course of operations		(1,028,457)	(908,584)
Interest received		4,315	2,093
Net cash provided / (used) by operating activities	15(ii)	<u>232,985</u>	<u>269,362</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		(183,570)	(133,499)
Proceeds on sale of property, plant & equipment		7,320	15,320
Net cash provided / (used) in investing activities		<u>(176,250)</u>	<u>(118,179)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash inflow/(repayment) of borrowings - net		(15,051)	(8,052)
Net cash provided / (used) by financing activities		<u>(15,051)</u>	<u>(8,052)</u>
Net increase in cash held		41,684	143,131
Cash at the beginning of the financial period		680,176	537,045
Cash at the end of the financial period	15(i)	<u>721,860</u>	<u>680,176</u>

The Statement of Cash Flows is to be read in conjunction with the notes to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2019

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards – Reduced Disclosure Regime, and comply with other requirements of the law.

The financial report is for Batlow RSL Club Limited as an individual entity, incorporated and domiciled in Australia. Batlow RSL Club Limited is a company limited by guarantee.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs. It does not take into account changing money values or, except where stated, current valuations of non current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Accounting policies

(a) Inventories

Inventories have been valued at the lower of cost and net realisable value. Cost is based on the first-in first-out principle. At period end finished goods for resale of \$24,020 were held.

(b) Property, Plant and Equipment

Property, plant and equipment are bought to account at cost less, where applicable, any accumulated depreciation.

Depreciation is provided on fixed assets so as to write off the assets progressively over their estimated economic lives. Fixed assets are depreciated from the time of acquisition with the prime cost or diminishing value method being used. The depreciation rates used for each class of depreciable assets are:

Buildings & Leasehold improvements	2.5%
Plant, furniture and equipment	10-33%

(c) Employee Entitlements

(i) Short-term employee benefits

Liabilities for wages and salaries, annual leave that are expected to be settled within 12 months of reporting date are recognised in respect of employee service up to reporting date. They are measured using the wage and salary rates the entity expects, as at the reporting date, to pay on settlement, including related on-costs, such as workers' compensation insurance, superannuation.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2019

(ii) Long service leave

Liability for long service leave is recognised based employee service up to the reporting date. It is measured at the present value of expected future payments relating to that past service. Consideration is given to expected future remuneration rates, past experience of employee turnover and past service. Amounts expected to be settled more than twelve months after reporting date are discounted to present value using rates reflecting yields at reporting date on Australian government bonds which most closely match the terms of maturity of the related liabilities.

(d) Financial Instruments

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Impairment

At each reporting date, the entity assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

(e) Amendments to Australian Accounting Standards

The directors have considered the application of AASB108 "Accounting Policies, Changes in Accounting Estimates and Errors" and are of the opinion that the standard does not result in a material impact on the entity's financial report.

(f) Receivables

Accounts receivable include amounts due from members and other services. Accounts receivables are recognised at the amounts receivable as they are due for settlement. Accounts receivables do not carry any interest and are stated at their nominal value.

(g) Payables

Trade creditors represent liabilities for goods and services provided to the Company prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2019

(h) Revenue and other income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates.

(i) Income Tax

The mutuality principle has been applied to the calculation of the company's income tax. The club has estimated that the assessable proportion of mutual income represented by results of trading attributable to non members of the group is to be 19%.

(j) Doubtful Debts Provision

The doubtful debt provision represents amounts that the recoverability of the receivable is doubtful. The provision is measured in accordance with AASB 9 using the expected credit loss method. This requires the company to apply a forward-looking credit loss approach.

The company applies the simplified approach to its trade receivables, and measures the loss allowance at an amount equal to the lifetime expected credit losses. AASB 9 was first applied at 1 July 2018 and the impact of the application of the expected-loss impairment requirements of AASB 9 on the company's trade receivables on initial transition was not material.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
NOTE 2 - REVENUE		
-Sale of goods	434,908	383,242
-Poker machine revenue	727,597	639,383
-Poker machine rebate	17,180	17,180
-Commissions	31,759	38,442
-Interest	4,315	2,093
-Members subscriptions	3,139	7,306
- Grants received	-	1,818
-Other operating revenue	60,499	101,309
	1,279,397	1,190,773
NOTE 3 - OPERATING PROFIT		
Operating profit has been determined after:		
(i) One-off Revenue:		
- Grants received	-	1,818
(ii) Charging as expenses:		
- Depreciation of property, plant and equipment	134,531	129,019
NOTE 4 - INCOME TAX		
The components of tax expense		
Total income tax payable for this year	5,975	6,793
Overprovision in Prior year	(11)	-
Income tax expense	5,964	6,793
Reconciliation of tax expense		
<i>Sales Revenue</i>		
Mutual Income	1,209,682	1,112,349
Fully Taxable	55,472	61,998
Non Taxable (exempt income)	14,243	16,426
	1,279,397	1,190,773
<i>Taxable Income</i>		
Non member's income (19%)	231,837	213,187
Fully taxable income	55,472	61,998
	287,309	275,185
<i>Allowable Expenses</i>		
Non members expenses (19%)	203,173	188,666
Fully deductible expenses	62,407	61,813
	265,580	250,479
Taxable income	21,729	24,706
Tax at 27.5%	5,975	6,794

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
NOTE 5 - CASH AND CASH EQUIVALENTS		
Cash on Hand	63,608	68,239
Cash at Bank	658,252	611,936
	721,860	680,176
NOTE 6 - TRADE AND OTHER RECEIVABLES		
Trade debtors	5,112	5,350
Sundry debtors	5,916	-
Less: Provision for Doubtful Debts	(4,502)	(3,969)
	6,526	1,381
ATM Receivable	5,790	300
	12,316	1,681
NOTE 7 - OTHER CURRENT ASSETS		
Prepayments	14,890	18,553
TAB deposit	5,000	5,000
	19,890	23,553
NOTE 8 - PROPERTY, PLANT AND EQUIPMENT		
Land (core property) - at cost	70,000	70,000
Buildings & Leasehold Improvements (core property)	1,076,143	997,364
Less - Accumulated depreciation	(494,646)	(447,491)
	581,497	549,873
Plant, Furniture and Equipment - at cost	1,524,675	1,393,965
Less - Accumulated depreciation	(1,166,260)	(1,052,964)
	358,415	341,001
	1,009,912	960,874
Buildings & Leasehold improvements		
Balance at the beginning of the year	549,873	565,008
Additions	78,779	19,419
Depreciation	(47,155)	(34,554)
Carrying amount at the end of the year	581,497	549,873
Plant, furniture and equipment		
Balance at the beginning of the year	341,001	321,386
Additions	104,791	114,080
Disposals	(26,950)	-
Disposal effect on depreciation	26,950	-
Depreciation	(87,376)	(94,465)
Carrying amount at the end of the year	358,415	341,001

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
NOTE 9 - TRADE AND OTHER PAYABLES		
Current		
Trade and other creditors	28,756	57,866
Accrued Expenses	19,947	4,211
GST & PAYG tax payable	14,984	15,157
Tax Payable	2,660	3,721
	<u>66,347</u>	<u>80,955</u>

NOTE 10 - BORROWINGS

Current		
Bank Loans	3,434	3,593
Finance lease	4,380	14,454
	<u>7,814</u>	<u>18,047</u>
Non-current		
Finance lease	-	4,818
	<u>-</u>	<u>4,818</u>

The bank loan is secured by:

- A first registered mortgage over the property located at Pioneer Street, Batlow.
- A first registered company charge over the Company's assets and undertakings including any uncalled capital.

NOTE 11 - CAPITAL AND LEASING COMMITMENTS

Finance Leasing and Hire Purchase Commitments Payable

Not longer than 1 year	4,380	14,454
Longer than 1 year but not longer than 5 years	-	4,818
Total Lease Liability	<u>4,380</u>	<u>19,272</u>

Capital Commitments

The Club has entered into contracts for various capital items, as at the end of the year the outstanding balance on these contracts total \$58,900. These costs have not been included in the financial report.

BATLOW RSL CLUB LIMITED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
NOTE 12 - PROVISIONS		
Current		
Annual Leave	25,920	26,854
Long Service Leave	37,879	35,077
	63,799	61,931
Non-Current		
Long Service Leave	20,287	16,768
	20,287	16,768

NOTE 13 - REGISTERED OFFICE

The registered office of the company is:-
 Batlow RSL Club Ltd
 Mayday Road
 Batlow NSW 2730

NOTE 14 - RELATED PARTIES

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

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2019

NOTE 15 - NOTES TO THE STATEMENTS OF CASH FLOWS

(i) Reconciliation of cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at bank and short term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows.

	2019	2018
	\$	\$
Cash and cash equivalents	<u>721,860</u>	<u>680,176</u>

(ii) Reconciliation of operating profit / (loss) to net cash provided by operating activities

Profit for the year	122,783	120,438
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Add(Less) items classified as investing/financing activities

- Depreciation	134,531	129,019
- (Profit)/Loss on sale of assets	(7,320)	(15,320)
	<u>249,994</u>	<u>234,137</u>

Net cash provided / (used) by operating activities before change in assets and liabilities during the financial year

(Increase)/decrease in receivables	(10,635)	2,493
(Increase)/decrease in other assets	3,663	(1,751)
(Increase)/decrease in inventories	(816)	1,786
Increase/(decrease) in payables	(14,608)	37,207
Increase/(decrease) in provisions	5,387	(4,511)

Net cash provided / (used) by operating activities	<u><u>232,985</u></u>	<u><u>269,361</u></u>
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BATLOW RSL CLUB LIMITED

DIRECTORS DECLARATION

The Directors of Batlow RSL Club Limited declare that:-

1. The financial statements and notes to the financial statements are in accordance with the Corporations Act 2001 and:
 - a) comply with Accounting Standards – Reduced Disclosure Regime and the Corporations Regulations 2001; and
 - b) give a true and fair view of the financial position as at 30 June 2019 and the performance for the year ended on that date of the Batlow RSL Club Limited.
2. At the date of this statement, there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due.

Dated at Batlow this 26th day of August 2019

Signed in accordance with a resolution of the Directors:

Director.....

Director.....

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF:**

BATLOW RSL CLUB LIMITED

Opinion

We have audited the accompanying financial report of Batlow RSL Club Limited, which comprises the statement of financial position as at 30 June 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration.

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

- (i) giving a true and fair view of the Company's financial position as at 30 June 2019 and of their performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Regime 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* section of our report. We are independent of the Company in accordance with 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 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 the Company, 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 Company's annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

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

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

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.

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 controls as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

John L Bush & Campbell.

JOHN L BUSH & CAMPBELL

Chartered Accountants



David Rosetta
Partner

Wagga Wagga
26 August 2019

BATLOW RSL CLUB LIMITED

DISCLAIMER:

The additional financial data presented with this report being the Profit and Loss Account and Bar Trading Account are in accordance with the books and records of the Batlow RSL Club Limited which have been subjected to the audit procedures applied in our statutory audit of the Company for the year ended 30 June 2019. It will be appreciated that our statutory audit did not cover all details of additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given.

In accordance with our Firm's policy, we advise that neither the Firm nor any member or employee of the Firm undertakes responsibility arising in any way whatsoever to any person (other than the Company) in respect of such data, including any errors or omissions therein, arising through negligence or otherwise however caused.

JOHN L BUSH & CAMPBELL
Chartered Accountants



David Rosetta
Partner

Wagga Wagga
26 August 2019

BATLOW RSL CLUB LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
INCOME		
Commission - cashcard	7,998	7,237
Commission - jukebox	640	955
Commission - Keno	11,906	12,285
Commission - TAB	11,215	17,964
Donations	100	530
Gross profit from bar trading	232,080	203,634
Green Fees	10,473	9,120
Interest received	4,315	2,093
Kitchen rent	2,858	5,240
Grants	-	1,818
Members' subscriptions	3,139	7,306
Poker machine proceeds (net)	727,597	639,383
Poker machine rebate	17,180	17,180
Sundry	3,955	31,309
Bingo/Alphy/Raffles	33,316	38,661
Room hire	2,477	1,128
Profit on sale of assets	7,320	15,320
	<u>1,076,569</u>	<u>1,011,165</u>

BATLOW RSL CLUB LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
EXPENDITURE		
Advertising	2,703	1,905
Auditors' remuneration	10,750	10,250
Bank charges	1,504	1,729
Bowling Club Expenses	3,710	5,685
Cleaning supplies	11,703	10,262
Depreciation	134,531	129,019
Doubtful Debts	542	2,559
Donations and sponsorships	3,663	28,959
Electricity and Gas	59,534	62,896
Insurance	36,109	32,496
Interest	245	370
Licences and registrations	6,540	253
Members ammentities and entertainment	113,481	114,723
Printing, stationery and postage	6,206	7,158
Rates and water charges	11,586	13,430
Repairs and maintenance	123,990	78,974
Salaries and wages	354,894	325,667
Staff training, travel and uniform	6,795	5,028
Superannuation	30,833	29,331
Security	13,385	10,712
TAB & Keno expenses	488	-
Telephone/Internet	7,004	7,083
Sundry	7,626	5,444
	<u>947,822</u>	<u>883,934</u>
Operating profit	<u>128,747</u>	<u>127,231</u>
Tax expense	(5,964)	(6,793)
Operating profit after tax	<u>122,783</u>	<u>120,438</u>

BATLOW RSL CLUB LIMITED
BAR TRADING ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
Sales	434,908	383,242
Less: Cost of goods sold		
Opening stock	23,204	24,990
Purchases	203,644	177,822
	<u>226,848</u>	<u>202,812</u>
Less: Closing stock	24,020	23,204
	<u>202,828</u>	<u>179,608</u>
Gross profit	<u><u>232,080</u></u>	<u><u>203,634</u></u>
Percentage of gross profit to sales	53.36%	53.13%