

# Ashfield RSL Club

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*the lucky club*

# 2021 FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER 2021 FOR PRESENTATION AT THE ANNUAL GENERAL MEETING

Held in The Waratah Room of the Club  
374 Liverpool Road, Ashfield

## ASHFIELD RSL CLUB LIMITED NOTICE OF ANNUAL GENERAL MEETING

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**NOTICE IS HEREBY GIVEN that the Annual General Meeting of Members of the ASHFIELD R.S.L. CLUB LIMITED will be held in the Waratah Room in the Club at 374 Liverpool Road, Ashfield on Monday 16th May, 2022 at 7.30 p.m.**

### **BUSINESS**

**To confirm the Minutes of the Annual General Meeting held 17.05.2021.**

**To receive and consider the reports of the Board for the financial year ended 31.12.21.**

**To receive and consider the Financial Reports and the reports of the Auditors for the financial year ended 31.12.21.**

**To consider and if thought fit pass the Ordinary Resolutions contained in this notice.**

**To deal with any business of which due notice has been given.**

#### **NOTICE OF ORDINARY RESOLUTION FOR DIRECTORS EXPENSES, ETC**

The Board of Directors recommend that the members hereby approve that each of the Directors are to be entitled to the following benefits, which are not available to all Full Members of the Club:-

- (1) one reserved car space in the Clubs carpark.
- (2) entitled to reasonable meals and refreshments when attending Board and Sub-Committee meetings plus accommodation and travel whilst attending Clubs NSW Annual General Meetings and Seminars and educational Seminars from time to time.
- (3) entitled to be reimbursed for all reasonable expenses, provided such expenses are approved by the Board, with appropriate substantiated documentation where possible.

# ASHFIELD RSL CLUB LIMITED

## NOTICE OF ANNUAL GENERAL MEETING

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(4) entitled to a Club Coat/Blazer, Tie and Trousers or a Skirt.

(5) Entitled to the following Honorariums: –

(i)	President	\$10,000.00
(ii)	Vice President	\$5,000.00
(iii)	Every other Director	\$3,000.00

**To deal with any other business that the Meeting may approve of which due notice has not been given.**

### NOTES

- (1) Only financial Ordinary and Associate Members and Honorary Life Members may attend or vote or offer discussion.
- (2) To enable considered answers to be given to any question on the Annual Report, Financial Statements and Notes thereto, members are requested to submit those questions in writing to the General Manager at least seven business days before the date of the Annual General Meeting.

Dated: 22nd April, 2022

By direction of the Board

John Holzhauser

General Manager

PRESIDENT'S REPORT

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Dear Members,

We entered 2021 with expectations of moving forward, once again world events and the Pandemic decreed otherwise and just as we began moving forward another lockdown occurred. As I have stated before **Profitability** – is the key to durability in a high-risk environment. Ashfield RSL Club, as did all hospitality venues, experienced greatly reduced earnings, but still had outgoings. Our Management Team continued to maintain the Club, either from home, or with 'special permission from NSW Health' on the premises. Government Financial intervention in 2021 was little or none, what was received was appreciated

Our Strategic Plan updated in 2019 has again provided the basis for Sustainability. However, in this changing and often uncertain world the Board is re-evaluating the Plan, not its Mission or its Strategic Objectives, **Diversification – Profitability- Capability – Sustainability** but the Goals to achieve these outcomes. The focus will be on the **Immediate** as we seek to recover, followed by **Short Term** as we stabilize and **Medium Term** as we move forward. Our **Long-Term Goals** remain visionary, our hope and Vision for the Future.

Whilst in lockdown the Club was not idle and again, we were able to pursue our **Capability** goals. Under the Fire Audit requirements, we were able to carry out substantial electrical work. This would have normally been scheduled to late night and early morning. This work was essential for safety and complying with a range of Building Regulations.

The mid October 2021 re-opening was welcome by Management and Members, but it was slow as everyone was still apprehensive of going back into society. However, we were able to welcome back a number of our activities, Bingo, Poker, then Mahjong, and finally the Meat Raffle, and of course our Gaming area.

The long closure again saw an impact on many aspects of the Club, none more so than Buffet 88. On re-opening Poppies Café continued to provide the Members with food, but limited numbers returning and Buffet 88 remaining closed our Restaurant Manager struggled. The Board is appreciative of her commitment to stay with the Club as we recover and move forward.

After all the events that we were presented with, a very long closure, and a slower return, together with our Fire Audit requirements, the Club recorded a loss of (\$138,234.00).

Our recovery in 2020 and the sound financial base achieved prior will balance this loss and maintain our durability as we move forward into 2022 and beyond.

In 2021 Club Grants to various Charities and groups, in and around the Ashfield area were suspended. Prior to this the Board approved two Grants under Category 2, to the Ashfield RSL Fishing Club and the Ashfield Golf Club of \$3,500.00 each.

The Directors commend The General Manager and Office Administrator, they have been the driving force of the Clubs sustainability throughout the year but 2021 saw their commitment and perseverance tested. In the early part of 2021 and when we re-opened, they have been ably supported by the general staff who eagerly returned and remain committed to the Club. In these challenging times we remain a Family and are committed to the Longevity of Ashfield RSL Club.

Last year I said, there is no price on loyalty and commitment. This philosophy remains, and I sincerely thank my Directors for their continued commitment to the Board and the Club.

They have taken each challenge presented to them, adapted, utilized creativity and moved forward with enthusiasm.

As always, I thank the Members, who are so resilient and committed. They see each barrier as a challenge, pick themselves up, dust themselves down and continue to come to the Club 'keeping the faith'. From the Board and myself a heartfelt thank you.

**Mary Bryant OAM**

**PRESIDENT**

**ASHFIELD RSL CLUB LIMITED**  
**GENERAL MANAGER'S REPORT 2021**

Dear Members,

I present the Ashfield RSL Club's Annual report for the year ending 31<sup>st</sup> December 2021.

The Pandemic has created havoc in the Hospitality Industry over the last two years. Once again in 2021 the Club was closed from 26<sup>th</sup> June, 2021 until 15th October, 2021.

This closure obviously affected the bottom line, and the Club recorded a loss of (\$138,234.00).

The re-opening in October 2021 saw a slower than expected trade. This was understandable as people were taking a very cautious approach in moving back to social activities.

Once again, a closure has allowed the Club to continue the electrical work required under the Fire Audit imposed by Inner West Council. The Club managed to replace three Sub Main switchboards and associated electrical work as designated by the fire Audit. The remaining issues are to be addressed over the next eighteen months.

During this time, we continued to upgrade our amenities, to be competitive, to pursue our sustainability in a very challenging market, and provide a more comfortable environment for our members.

I would like to thank the President Mrs Mary Bryant OAM and the Board of Directors for their time, effort and commitment during this difficult period, as this ensures that the Club has a bright future.

To the Staff, I know the last couple of years have been stressful and full of uncertainty. However, as we near the end of 2021, there is a light at the end of the tunnel. Your patience and understanding throughout this period are acknowledged and greatly appreciated.

I extend my gratitude to Yan Luo at Buffet 88 and Poppies Café. What you have endured over the last couple of years has been heartbreaking, the tenacity and the strength you have shown is to be admired.

Finally, to the members, thank you for your continued support during these uncertain times. It is with your support that we look forward to a brighter new year and continued growth for our Club.

**John Holzhauser**

**GENERAL MANAGER**

**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**DIRECTOR'S REPORT**

**DIRECTORS' REPORT**

The Directors of ASHFIELD RSL CLUB LIMITED submit herewith the Financial Report of the company for the year ended 31 December 2021 and report as follows:

**1. Board of Directors**

The names and particulars of the Directors of the company in office at the date of this report are:

<b>Name</b>	<b>Experience</b>	<b>Special Responsibilities</b>
M. Bryant	17 Years On Board President 8 Years	Finance & Building
K. Connelly	8 Years On Board 8 Years As Vice President	Building
M. Folkard	14 Years On Board 4 Years As Vice President Chairperson 6 months	
K. Nelson	17 Years On Board	
G. Nelson	17 Years On Board	
H. Phillips	16 Years On Board	
L. Jackson	2 Year and 8 Months On Board	

**2. Meetings of Directors**

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

<b>Director</b>	<b>No. of Director Meetings Held*</b>	<b>No. of Director Meetings Attended</b>
M. Bryant	12	12
K. Connelly	12	12
M. Folkard	12	12
K. Nelson	12	11
G. Nelson	12	11
H. Phillips	12	12
L. Jackson	12	11

\* Reflects the number of Board meetings held during the time the Director held office.

**3. Activities**

The principal activity of the company during the year ended 31 December 2021 was trading as a Registered Club. There was no change in the principal activity during the year.

**4. Results**

The loss for the year ended 31 December 2021 after providing for income tax was \$138,234 (2020 profit: \$98,754).

**5. Dividends**

The company has no provision in its Constitution for the payment of dividends.

**6. Review of Operations**

Revenue from operations decreased \$246,817 during the year to \$3,623,731 (2020: \$3,870,548). Other income includes the Government Grants & Subsidies of \$106,288 (2020: \$437,307). Total expenses of \$3,868,253 which excludes income tax expense, decreased by \$339,316 and there was an overall loss of \$138,234 after income tax expense (2020 profit: \$98,754).

**7. Significant Changes in State of Affairs**

There was no change in the state of affairs during the year.

**8. After Balance Date Events**

The Company has initiated strict policies and procedures to address the health and wellbeing of employees, members, consultants and contractors during the COVID-19 Pandemic. The timing and extent of the impact and recovery from COVID-19 is not yet known. However, these events may continue to have a post balance date impact with the Omicron outbreak.

At the date of this report and in financial years subsequent to 31 December 2021, there are no other matters or circumstances which have arisen since 31 December 2021 that have significantly affected or may significantly affect:

- (i) the operations of the company;
- (ii) the results of those operations; or
- (iii) the state of affairs of the company.

**9. Future Developments**

The company will continue to pursue its principal activity. It is not expected that the results in future years will be adversely affected by the continuation of this activity.

**10. Indemnification of Directors and Officers**

The company has provided for and paid premiums during the year for Directors and Officers liability insurance. The insurance is in respect of legal liability for damages and legal costs arising from claims made by reason of any omissions or acts (other than dishonesty) by them, whilst acting in their individual or collective capacity as Directors or Officers of the company.

**11. Proceedings on Behalf of the Company**

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party. The company was not a party to any proceedings during the year.



**12. Auditor's Independence Declaration**

CABEL Partners continues in office in accordance with Section 327 of the Corporations Law. A copy of the Auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is included in the financial report.

**13. Environmental Regulations**

The company's operations are subject to various regulations under both Commonwealth and State legislation. The Directors are not aware of any significant breaches of legislation during this financial year.

**14. Company Limited by Guarantee**

The company is limited by guarantee under the Corporations Act 2001. If the Company is wound up, the Memorandum of Association states that each member, or within one year thereafter is required to contribute an amount not exceeding \$ 8 each towards meeting any outstanding obligations of the company. As at 31 December 2021 the total number of members is 4,932 and the collective amount members would contribute was approximately \$29,592.00 (2020: \$38,442).

*FOR AND ON BEHALF OF THE BOARD OF DIRECTORS and in accordance with its resolution:*

Director

  
M Bryant – President

Director

  
K Connelly – Vice President



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

To the Directors of **ASHFIELD RSL CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2021 there has been:

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

**CABEL Partners  
Chartered Accountants**

A handwritten signature in black ink that reads "Ray Khalil". The signature is written in a cursive style with a long horizontal stroke at the end.

**Ray Khalil  
Partner**

**North Sydney  
Dated this 6<sup>th</sup> day of April 2022**

**Providing certainty**

1 James Place, North Sydney NSW 2060  
T. +61 (2) 8071 0300 [www.cabel.com.au](http://www.cabel.com.au)

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**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**STATEMENT OF PROFIT AND LOSS AND COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 \$	2020 \$
Revenue	2	3,623,731	3,870,548
Other income	2	106,288	437,307
Consumables used		(812,683)	(872,164)
Employee benefits expense	3	(974,683)	(1,198,192)
Depreciation and amortisation expenses		(671,088)	(687,203)
Other expenses		<u>(1,409,799)</u>	<u>(1,450,010)</u>
<b>(Loss)/Profit before income tax</b>		(138,234)	100,286
Tax expense	4	<u>-</u>	<u>(1,532)</u>
<b>(Loss)/Profit for the year</b>		(138,234)	98,754
Other comprehensive income for the year		<u>-</u>	<u>-</u>
<b>Total comprehensive income for the year</b>		<u>(138,234)</u>	<u>98,754</u>
<b>Total comprehensive income attributable to members of the company</b>		<u>(138,234)</u>	<u>98,754</u>

**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2021**

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	7	2,886,256	2,969,533
Trade and other receivables	8	287,003	120,728
Inventories	9	20,358	17,745
Current tax assets	16	28,647	3,206
Other assets	10	17,321	46,173
<b>TOTAL CURRENT ASSETS</b>		<b>3,239,585</b>	<b>3,157,383</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	11	6,804,235	6,780,543
Investment property	12	1,439,011	1,465,194
Intangible assets	13	241,567	241,567
<b>TOTAL NON-CURRENT ASSETS</b>		<b>8,284,813</b>	<b>8,487,304</b>
<b>TOTAL ASSETS</b>		<b>11,524,398</b>	<b>11,644,687</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	14	362,672	281,013
Borrowings	15	190,026	223,073
Current tax liabilities	16	-	-
Provisions	17	64,959	60,112
<b>TOTAL CURRENT LIABILITIES</b>		<b>617,657</b>	<b>564,198</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	15	32,850	85,410
Provisions	17	144,676	127,630
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>177,526</b>	<b>213,040</b>
<b>TOTAL LIABILITIES</b>		<b>795,183</b>	<b>777,238</b>
<b>NET ASSETS</b>		<b>10,729,215</b>	<b>10,867,449</b>
<b>EQUITY</b>			
Retained earnings		10,729,215	10,867,449
<b>TOTAL EQUITY</b>		<b>10,729,215</b>	<b>10,867,449</b>

The accompanying notes form part of these financial statements.

**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**STATEMENT OF CHANGES IN EQUITY**  
**AS AT 31 DECEMBER 2021**

	<b>Retained Earnings \$</b>	<b>Total \$</b>
<b>Balance at 1 January 2020</b>	10,768,895	10,768,895
<b>Comprehensive Income Profit for the year</b>	<u>98,754</u>	<u>98,754</u>
<b>Total comprehensive income for the year attributable to members of the company</b>	<u>98,754</u>	<u>98,754</u>
<b>Balance at 31 December 2020</b>	<u>10,867,449</u>	<u>10,867,449</u>
<b>Balance at 1 January 2021</b>	10,867,449	10,867,449
<b>Comprehensive Income (Loss) for the year</b>	<u>(138,234)</u>	<u>(138,234)</u>
<b>Total comprehensive income for the year attributable to members of the company</b>	<u>(138,234)</u>	<u>(138,234)</u>
<b>Balance at 31 December 2021</b>	<u>10,729,215</u>	<u>10,729,215</u>

The accompanying notes form part of these financial statements.

**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 \$	2020 \$
<b>Cash flows from operating activities</b>			
Receipts from Club Operations		3,774,891	4,483,488
Payments to Suppliers and Employees		(3,396,109)	(4,018,524)
Interest received		18,471	34,725
Rent received		90,052	95,950
Net tax paid		(25,441)	(35,769)
<b>Net cash provided by operating activities</b>	<b>23</b>	<b>461,664</b>	<b>559,870</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment		(469,334)	(516,286)
Proceeds from sale of property, plant and equipment		10,000	-
<b>Net cash (used in) investing activities</b>		<b>(459,334)</b>	<b>(516,286)</b>
<b>Cash flows from financing activities</b>			
Proceeds from/(repayments of) Borrowings		(85,607)	(90,091)
<b>Net cash (used in) financing activities</b>		<b>(85,607)</b>	<b>(90,091)</b>
Net (decrease)/increase in cash and cash equivalents held		(83,277)	(46,507)
Cash and cash equivalents at beginning of financial year		2,969,533	3,016,040
<b>Cash and cash equivalents at end of financial year</b>	<b>23</b>	<b>2,886,256</b>	<b>2,969,533</b>

The accompanying notes form part of these financial statements.

**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

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The financial statements cover Ashfield RSL Club Limited as an individual entity. Ashfield RSL Club Limited is a company limited by guarantee and is domiciled and incorporated in Australia.

The financial statements were authorised for issue by the directors of the company.

## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **Basis of Preparation**

These general purpose financial statements have been prepared in accordance with the Corporations Act 2001, Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

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

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

### **(a) Income Tax**

The company's liability for Income Tax relies on the continuing acceptance by the Australian Taxation Office of the mutuality principle and is calculated on the net revenue from non-members and includes income from rentals and interest, less concessional deductions claimable under the Income Tax Assessment Act.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities settled, based on those tax rates that are enacted or substantively enacted.

Deferred tax assets are recognised for deductible temporary differences only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

### **(b) Inventories**

Inventories are measured at the lower of cost and net realisable value on a weighted average cost basis.

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

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

**Property**

Freehold land is measured on the cost basis. Freehold land is not depreciated. Club buildings and renovations are stated at historical cost less depreciation. Historical cost includes expenditure where applicable that is directly attributable to the acquisition of the items.

**Plant and Equipment**

Plant, Equipment and Furniture are stated at historical cost less depreciation and impairment losses. Historical cost includes expenditure where applicable that is directly attributable to the acquisition of the items.

The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

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

**Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Club Buildings & Car Park at Cost	2.5%
Plant, Equipment, Furniture & Fittings - at Cost	10-35%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of profit or loss and other comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.



**(d) Investment Property**

Investment property is held to generate long-term rental yields and capital appreciation. Investment property is initially measured at cost and subsequently measured at cost less depreciation and impairment losses.

The carrying amount of investment is reviewed annually to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

**Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

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

	Depreciation Rate
Buildings at Cost	2.5%
Plant, Equipment, Furniture & Fittings - at Cost	5-20%

**(e) Impairment of assets**

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external sources of information and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use to the asset's carrying amount.

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

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

**(f) Intangibles Other Than Goodwill****Intangible Assets - Gaming Machine Entitlements.**

Gaming Machine Entitlements acquired are initially recorded at purchase price at the date of acquisition. Gaming Machine Entitlements are tested annually for impairment and carried at cost less accumulated impairment losses. Gains or losses and impairment on the disposal of Gaming Machine Entitlements will be charged to the Statement of Profit or Loss and Other Comprehensive Income.

**(g) 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. Both annual leave and long service leave are recognised within the provisions liability.

**(h) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. There was no bank overdraft at the year end.

**(i) Revenue and Other Income**

Revenue from subscriptions from members and associates are recognised in the year to which it relates while revenue from sale of goods is recognised upon the delivery of goods to customers. Member bonuses are treated as an expense, when redeemed, not when granted.

Interest revenue is recognised as it accrues, taking into account the effective yield on the financial asset.

All revenue is stated net of the amount of goods and services tax (GST).

**Other Income**

Income from other sources is recognised either at a point in time or over time, when (or as) the company satisfies performance obligations by transferring the promised goods or services to its customers.

**(j) Trade and Other Payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid at year end. These amounts are unsecured and are usually paid within normal trading terms.

**(k) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(l) Comparative Figures**

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

**(m) Critical Accounting Estimates and Judgements**

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

**Key Estimates*****Impairment***

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Fair value less costs to sell or current replacement cost calculations performed in assessing recoverable amounts incorporate a number of key estimates. Preparation of financial statements on the going concern basis is critical to the valuation of assets and impairment of assets.

**(n) Trade receivables**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts.

Collectibility of trade receivables is reviewed on an ongoing basis and if there any debts known to be uncollectible they are written off.

	2021 \$	2020 \$
<b>2. REVENUE AND OTHER INCOME</b>		
Revenue		
Sales revenue:		
Sale of goods	297,078	318,892
Other revenue:		
Rental revenue	90,052	95,950
Interest received	2(a) 18,471	34,725
Member's subscription	13,005	17,451
Gaming revenue	2,893,089	3,041,617
Promotion income	173,258	190,704
Gain on disposal of Assets	9,264	20,765
Commission and sundry income	129,514	150,444
Total revenue	<u>3 623 731</u>	<u>3 870 548</u>
Other Income		
Government Grants & Subsidies	<u>106 288</u>	<u>437 307</u>
Total other income	<u>106 288</u>	<u>437 307</u>
(a) Interest Received from:		
Other corporations	<u>18 741</u>	<u>34 725</u>
<b>3. PROFIT FOR THE YEAR</b>		
Profit before income tax includes the following specific expenses:		
Expenses:		
Gaming machine tax	<u>494 290</u>	<u>520 869</u>
Wages and salaries	868,212	1,066,289
Contributions to superannuation funds	81,700	86,933
Other associated personnel expenses	<u>24 771</u>	<u>44,970</u>
Employee benefits expense	<u>974,683</u>	<u>1 198 192</u>
<b>4. TAX EXPENSE</b>		
(a) The components of tax expense comprise:		
Current tax	<u>-</u>	<u>1 532</u>

	2021 \$	2020 \$
<b>(b)</b>		
The concept of mutuality establishes that the club is only liable for income tax derived from non-members and from outside entities.		
<b>Add tax effect of:</b>		
The amount set aside for income tax in the Statement of Profit or Loss and other Comprehensive Income has been calculated as follows:		
Proportion of income attributable to non-members	302,965	380,051
Other taxable income	-	-
(Overprovision)\Underprovision in tax	-	-
	<u>302,965</u>	<u>380,051</u>
<b>Less tax effect of:</b>		
Proportion of expenses attributable to non-members	284,860	330,749
Other deductible expenses	18,105	47,770
Tax losses utilised	-	-
<b>Income tax expense</b>	<u>-</u>	<u>1,532</u>

	2021 \$	2020 \$
<b>5. RELATED PARTY TRANSACTIONS</b>		
The Company's related parties include its key management personnel as described below.		
<b>(a) Key Management Personnel Compensation</b>		
Short-term benefits	183,689	178,636
Post employment benefits	15,220	14,107
Other long-term benefits	58,630	54,883
Total compensation	<u>257,539</u>	<u>247,626</u>
<b>(b) Directors Transactions</b>		
The names of each person holding the position of Director of Ashfield RSL Club Limited during the financial year are as follows:		
Mrs M. Bryant, Mr K. Connelly, Mr K. Nelson, Mrs G. Nelson, Mr H. Phillips, Mrs M. Folkard, Ms L. Jackson		
Honorariums paid to Directors: President \$10,000, Vice President \$5,000 and every other Director \$3,000.		
<b>(c) Other Transactions</b>		
There were no other related party transactions during the year.		
<b>6. AUDITOR'S REMUNERATION</b>		
Auditor's remuneration	<u>22,250</u>	<u>21,995</u>
	<u>22,250</u>	<u>21,995</u>
<b>7. CASH AND CASH EQUIVALENTS</b>		
Cash on Hand	186,256	185,515
Cash at Bank	491,000	400,018
Short Term Investments	<u>2,209,000</u>	<u>2,384,000</u>
	<u>2,886,256</u>	<u>2,969,533</u>
<b>8. TRADE AND OTHER RECEIVABLES</b>		
<b>CURRENT</b>		
Sundry Debtors	<u>287,003</u>	<u>120,726</u>
<b>(a) GST REBATE</b>		
The NSW Treasury continued to provide a GST rebate on poker machine income which amounted to \$17,180 for the year and is a result of the first \$250,000 of poker machine revenue not being subject to poker machine tax.		

	2021 \$	2020 \$
<b>9. INVENTORIES</b>		
<b>CURRENT</b>		
Stock on Hand - At Cost	<u>20,358</u>	<u>17,745</u>
<b>10. OTHER ASSETS</b>		
<b>CURRENT</b>		
Prepayments	<u>17,321</u>	<u>46,173</u>
<b>11. PROPERTY, PLANT AND EQUIPMENT</b>		
Club Land at Cost	<u>2,452,354</u>	<u>2,452,354</u>
Club Buildings & Car Park at Cost	3,959,102	3,916,337
Less accumulated depreciation	<u>(1,088,897)</u>	<u>(935,394)</u>
	<u>2,870,205</u>	<u>2,980,943</u>
Total land and buildings	<u>5,322,559</u>	<u>5,433,297</u>
Plant, Equipment, Furniture & Fittings - at Cost	1,621,718	1,602,099
Less accumulated depreciation	<u>(1,225,077)</u>	<u>(1,144,667)</u>
	<u>396,641</u>	<u>457,432</u>
Poker Machines	3,402,771	3,266,312
Less accumulated depreciation	<u>(2,517,736)</u>	<u>(2,376,498)</u>
	<u>885,035</u>	<u>889,814</u>
Total plant and equipment	<u>1,281,676</u>	<u>1,347,246</u>
<b>Total property, plant and equipment</b>	<u>6,604,235</u>	<u>6,780,543</u>

**(a) Movements in carrying amounts**

For disclosure on movement in carrying amounts please refer to note 24(a) at the end of this financial report.

**(b) Core and non core properties**

The following is core property: 374 Liverpool Road, Ashfield NSW 2131

The following is non core property: 193 Norton Street, Ashfield NSW 2131

Core Property includes the defined premises of the Club and the facilities provided for Club Members.

	2021 \$	2020 \$
<b>12. INVESTMENT PROPERTY</b>		
Freehold (Investment) property - at cost		
Investment property (including land) at cost	1,537,060	1,537,060
Accumulated depreciation	(98,048)	(71,866)
Carrying amount at the end of the year	<u>1,439,011</u>	<u>1,465,194</u>
Movement in investment properties:		
Balance at the beginning of the year	1,465,194	1,491,377
Purchase of land and buildings	-	-
Depreciation expenses	(26,183)	(26,183)
Carrying amount at the end of the year	<u>1,439,011</u>	<u>1,465,194</u>
<b>13. INTANGIBLE ASSETS</b>		
Intangible Assets - Gaming Machine Entitlements- at cost	241,567	241,567
Less accumulated amortisation and impairment	-	-
	<u>241,567</u>	<u>241,567</u>
Reconciliation of intangible assets - gaming machine entitlements- at cost		
Balance at beginning of year	241,567	241,567
Additions	-	-
Disposals	-	-
Amortisation charge	-	-
Impairment losses	-	-
Closing carrying value at 31 December 2020	<u>241,567</u>	<u>241,567</u>
<b>14. TRADE AND OTHER PAYABLES</b>		
<b>CURRENT</b>		
Good and services tax	44,170	44,140
Rental Bond	9,000	9,000
Sundry Creditors and Accruals	259,063	180,208
Trade Creditors	36,882	29,663
Subscriptions In Advance	13,557	18,002
	<u>362,672</u>	<u>281,013</u>



	2021 \$	2020 \$
<b>15. BORROWINGS</b>		
<b>CURRENT</b>		
Lease liability	-	-
Loans - secured	190,026	223,073
Total current borrowings	<u>190,026</u>	<u>223,073</u>
<b>NON-CURRENT</b>		
Lease liability	-	-
Loans - secured	32,850	85,410
Total non-current borrowings	<u>32,850</u>	<u>85,410</u>
<b>Total borrowings</b>	<u>222,876</u>	<u>308,483</u>
<b>16. TAX</b>		
<b>Liabilities</b>		
<b>CURRENT TAX ASSET/ LIABILITY</b>		
Income Tax	<u>28,647</u>	<u>3,206</u>
The amounts of deductible temporary differences and unused tax losses for which no deferred tax assets have been brought to account:		
- deductible temporary differences	<u>15,487</u>	<u>15,256</u>
	<u>15,487</u>	<u>15,256</u>
<b>17. PROVISIONS</b>		
<b>CURRENT</b>		
Employee Entitlements	<u>64,959</u>	<u>60,112</u>
<b>NON-CURRENT</b>		
Employee Entitlements	<u>144,676</u>	<u>127,630</u>
<b>Employee Entitlements:</b>		
Opening balance at 1 January 2021	187,742	182,240
Additional provisions raised	21,893	5,502
Balance at 31 December 2021	<u>209,635</u>	<u>187,742</u>

**18. CONTINGENT LIABILITIES**

There are no contingent liabilities that have been incurred by the company.

**19. OPERATING SEGMENTS**

The company operates predominantly in the Club industry. The principal activity of the company was trading as a Registered Club. The company operates in one geographical area, being Ashfield, New South Wales, Australia.

**20. FINANCIAL RISK MANAGEMENT**

The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, bills and leases.

**Financial Risk Management Policies**

The directors' overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the Board of Directors on a regular basis. These include the credit risk policies and future cash flow requirements.

The main purpose of non-derivative financial instruments is to raise finance for company operations. The company does not have any derivative instruments at year end.

The finance committee, consisting of senior executives of the company, meets on a regular basis to analyse financial risk exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts. The directors' overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

Risk management policies are approved and reviewed by the Board on a regular basis. These include credit risk and future cash flow requirements.

**Specific Financial Risk Exposures and Management**

The main risks the company is exposed to through its financial instruments are credit risk, liquidity risk and market risk relating to interest rate risk.

There have been no substantive changes in the types of risks the company is exposed to, how these risks arise, or the Board's objectives, policies and processes for managing or measuring the risks from the previous period.

***Credit risk exposures***

The company has no significant concentration of credit risk with any single counterparty or group of counterparties.

Trade and other receivables that are neither past due or impaired are considered to be of high credit quality.

**(b) Liquidity Risk**

Liquidity risk arises from the possibility that the company might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities.

The table below reflects an undiscounted contractual maturity analysis for non-derivative financial liabilities. Bank overdrafts have been deducted in the analysis as management does not consider that there is any material risk that the bank will terminate such facilities. The bank does however maintain the right to terminate the facilities without notice and therefore the balances of overdrafts outstanding at year-end could become repayable within 12 months. Financial guarantee liabilities are treated as payable on demand since the company has no control over the timing of any potential settlement of the liability. The company does not hold any derivative financial liabilities directly.

Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflect the earliest contractual settlement dates and do not reflect management's expectations that banking facilities will roll forward.

	2021	2020
	\$	\$
<i>Financial asset maturity analysis</i>		
<b>Financial assets - cash flows realisable</b>		
Cash on Hand	186,256	185,515
Cash at Bank	491,000	400,018
Short Term Investments	2,209,000	2,384,000
Total anticipated inflows	<u>2,886,256</u>	<u>2,989,533</u>
Net inflow on financial instruments	<u>2,886,256</u>	<u>2,969,533</u>

**(c) Market risk****(i) Interest rate risk**

Exposure to interest rate risk arises on financial assets and financial liabilities recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments. The company is also exposed to earnings volatility on floating rate instruments.

Interest rate risk is managed using a mix of fixed and floating rate debt.

**(ii) Foreign exchange risk**

The company is not exposed to fluctuations in foreign currencies.

**Fair Values****Fair value estimation**

The fair values of financial assets and liabilities are as per the carrying amounts as presented in the statement of financial position. Fair value is the amount at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

**21. EVENTS AFTER THE REPORTING PERIOD**

The company initiated strict policies and procedures to address the health and wellbeing of employees, members, consultants and contractors during the COVID-19 Pandemic. The timing and extent of the impact and recovery from COVID-19 is not yet known. However, these events may continue to have a post balance date impact with the Omicron outbreak.

At the date of this report and in financial years subsequent to 31 December 2021, there are no other matters or circumstances which have arisen since 31 December 2021 that have significantly affected or may significantly affect:

- i. the operations of the company;
- ii. the results of those operations; or
- iii. the state of affairs of the company.

**22. COMPANY DETAILS**

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

Ashfield RSL Club Limited  
374 Liverpool Road  
Ashfield NSW 2131

**23. CASH FLOW INFORMATION**

	2021	2020
	\$	\$
<b>(a) Reconciliation of cash and cash equivalents</b>		
Cash and cash equivalents at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Cash on Hand	186,256	185,515
Cash at Bank	491,000	400,018
Short Term Investments	2,209,000	2,384,000
	<u>2,886,256</u>	<u>2,969,533</u>
<b>(b) Reconciliation of cash flow from operations with (loss)/profit after income tax</b>		
(Loss)/Profit after income tax	(138,234)	98,754
Non-cash flows in profit:		
Depreciation and Amortisation	671,088	687,203
(Gain) on sale of non-current Assets	(9,264)	-
Changes in assets and liabilities:		
(Increase)/Decrease in Debtors, prepayments & deposits	(137,425)	(25,589)
(Increase)/Decrease in Stock on hand	(2,613)	13,419
Increase/(Decrease) in Trade creditors	7,219	(213,557)
Increase/(Decrease) in Sundry creditors / Accruals	78,855	33,487
Increase/(Decrease) in GST payable/tax	(25,410)	(31,062)
Increase/(Decrease) in Subscriptions in advance	(4,445)	(8,287)
(Decrease)/Increase in Other provisions	21,893	5,502
<b>Net cash provided by (used in) operating activities</b>	<u>481,664</u>	<u>559,870</u>

**ASHFIELD RSL CLUB LIMITED**

ABN 82 001 064 419

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2021

**24. (e) MOVEMENT IN CARRYING AMOUNTS**

Movements in the carrying amounts for each class of property, plant and equipment.

	Freehold land - at Cost \$	Club Buildings & Car Park at Cost \$	Plant, Equipment, Furniture & Fittings - at Cost \$	Poker Machines \$	Total \$
Balance at 1 January 2020	2,452,354	2,977,723	588,271	906,892	6,925,240
Additions	-	175,169	26,437	314,680	516,286
Transfers	-	-	-	-	-
Disposals	-	-	(1,660)	-	(1,660)
Depreciation expense	-	(171,949)	(155,616)	(331,758)	(659,323)
<b>Carrying amount at 31 December 2020</b>	<b>2,452,354</b>	<b>2,980,943</b>	<b>457,432</b>	<b>889,814</b>	<b>6,780,543</b>
Additions	-	42,765	90,569	336,000	469,334
Transfers	-	-	-	-	-
Disposals	-	-	(737)	-	(737)
Depreciation expense	-	(153,503)	(150,623)	(340,779)	(644,905)
<b>Carrying amount at 31 December 2021</b>	<b>2,452,354</b>	<b>2,870,205</b>	<b>306,641</b>	<b>885,035</b>	<b>6,604,235</b>

**ASHFIELD RSL CLUB LIMITED**

ABN 82 001 064 419

**DIRECTOR'S DECLARATION**

---

In accordance with a resolution of the directors of Ashfield RSL Club Limited, the directors of the company declare that:

1. The financial statements and notes, which comprise the statement of financial position as at 31 December 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes are in accordance with the Corporations Act 2001 and
  - a. comply with Australian Accounting Standards and the Corporations Regulations 2001; and
  - b. give a true and fair view of the financial position as at 31 December 2021 and of the performance for the year ended on that date of the company.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Director

  
M Bryant - President

Director

  
K Connelly - Vice President



**ASHFIELD RSL CLUB LIMITED  
ABN 34 000 397 606**

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF  
ASHFIELD RSL CLUB LIMITED**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of **Ashfield RSL Club Limited** (the Company), which comprises the statement of financial position as at 31 December 2021, the statement of profit and loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

In our opinion, the accompanying financial report of **Ashfield RSL Club Limited** has been prepared 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 2021 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standard, and the *Corporations Regulations 2001*.

**Basis for Opinion**

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

We confirm that the independence declaration required by the *Corporations Act 2001*, has been given to the directors of **Ashfield RSL Club Limited**, 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.

**Providing certainty**

1 James Place, North Sydney NSW 2060  
T. +61 (2) 8071 0300 [www.cabel.com.au](http://www.cabel.com.au)

ABN 16 602 260 757 Liability limited by a scheme approved under Professional Standards Legislation



### **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 31 December 2021, 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.

### **Responsibilities of the Directors for the Financial Report**

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

### **Auditor's Responsibilities for the Audit of the Financial Report**

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

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

- Identify and assess the risk of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.



- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. There were no significant findings or deficiencies to report.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may be reasonably be thought to bear on our independence, and where applicable, related safeguards.

**CABEL Partners**  
**Chartered Accountants**



**Ray Khall**  
**Partner**

**North Sydney**  
**Dated this 6<sup>th</sup> day of April 2022**



**ASHFIELD RSL CLUB LIMITED  
ABN 82 001 064 419**

**INFORMATION FOR THE DIRECTORS  
ON THE 2021 FINANCIAL STATEMENTS**

**ADDITIONAL INFORMATION**

The Detailed Profit and Loss Statement, the Bar Trading Statement and the Poker Machine Trading Statement contained on the following two pages for the year ended 31 December 2021, have been prepared from accounting and other records of the Ashfield RSL Club Limited and have not been subjected to the tests and other auditing procedures applied to our examination of the financial statements for the year ended 31 December 2021.

The Detailed Profit and Loss Statement, the Bar Trading Statement and the Poker Machine Trading Statement do not form part of the financial report in respect of the year ended 31 December 2021, referred to in our report to members and accordingly we do not express an audit opinion thereon.

**CABEL Partners  
Chartered Accountants**

A handwritten signature in black ink that reads "Ray Khall". The signature is written in a cursive style with a horizontal line underneath.

**Ray Khall  
Partner**

**North Sydney  
Dated this 6<sup>th</sup> day of April 2022**

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1 James Place, North Sydney NSW 2060  
T. +61 (2) 8071 0300 [www.cabel.com.au](http://www.cabel.com.au)

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**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**TRADING STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 \$	2020 \$
<b>SALES</b>		
Poker Machines	2,893,089	3,041,617
Bar	297,078	318,892
Promotion Income	173,258	190,704
Commission - Keno, Vending, etc	30,973	32,484
Members' Subscription	13,005	17,451
Discount Received	98,540	117,980
	<u>3,505,943</u>	<u>3,719,108</u>
<b>LESS COST OF GOODS SOLD</b>		
Bar - Opening Stock	17,555	18,264
Bar purchases	142,465	155,865
	<u>160,020</u>	<u>174,119</u>
Bar - Closing Stock	<u>(17,513)</u>	<u>(17,555)</u>
	<u>142,507</u>	<u>156,564</u>
<b>LESS MANUFACTURING COSTS</b>		
Poker Machines - Repairs & Maintenance	105,740	93,564
Poker Machines - Promotion	7,880	10,885
Poker Machines - Duty/Taxation	494,289	520,869
Bar - Repairs & Maintenance	6,024	11,982
Bar - Stocktaker & Analyst	4,981	5,343
Bar - Expenses	19,281	18,956
Poker Machines - Community Development	32,000	54,000
	<u>670,175</u>	<u>715,599</u>
<b>GROSS PROFIT</b>	<u>2,693,261</u>	<u>2,846,945</u>

The accompanying notes form part of these financial statements.

**ASHFIELD RSL CLUB LIMITED**  
**ABN 82 001 064 419**  
**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 \$	2020 \$
<b>INCOME</b>		
Profit on sale of property, plant and equipment	9,264	20,765
Interest Received	18,471	34,725
Gross profit from rental activities	90,052	95,950
Government Grants & Subsidies	106,288	437,307
Gross profit from trading	2,693,261	2,846,945
	<u>2,917,336</u>	<u>3,435,692</u>
<b>LESS EXPENDITURE</b>		
Advertising & Publicity	3,469	3,151
Auditor's remuneration	22,250	21,995
House Expenses	31,829	33,356
Contract Cleaning & Laundry	73,328	74,561
Depreciation - Poker Machines	340,779	331,758
Depreciation & Amortisation - Club Premises	304,126	329,262
Capital Loss Allowance - Rental property	26,183	26,183
Annual General Meeting expenses	8,288	6,428
Electricity & Gas	84,122	82,390
Managerial Expenses, etc	23,912	24,650
Entertainment Expenses	569,258	592,586
Computer Expenses	26,798	31,973
Property Expenses	22,902	24,604
Membership Expenses	5,135	2,811
Directors' Allowances and Expenses	38,317	38,400
Fringe Benefits Tax	5,887	6,720
Bank & Statutory Charges	36,706	28,675
Sundry Expenses	5,985	6,303
Insurance	136,647	125,647
Postage, Printing and Stationery	18,201	17,163
Professional fees	30,055	34,378
Rates	92,837	101,867
Repairs & Maintenance	57,672	65,169
Salaries & Other Costs of Employees	968,796	1,191,472
Security	108,617	121,350
Telephone Expenses	13,471	12,554
	<u>3,055,570</u>	<u>3,335,406</u>
<b>OPERATING (LOSS)/PROFIT BEFORE INCOME TAX</b>	<b>(138,234)</b>	<b>100,286</b>
Income tax expense	-	1,532
<b>OPERATING (LOSS)/PROFIT AFTER INCOME TAX</b>	<b>(138,234)</b>	<b>98,754</b>
Retained Profits at the beginning of the financial year	10,867,449	10,768,695
<b>TOTAL AVAILABLE FOR APPROPRIATION</b>	<b>10,729,215</b>	<b>10,867,449</b>
<b>RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR</b>	<b>10,729,215</b>	<b>10,867,449</b>