

Quirindi RSL Sub Branch Club Notice of Meeting



Notice is hereby given that the Fifty Seventh Annual General Meeting of the Quirindi RSL Sub-Branch Club will be held in the Tony Daniel's Function Centre at

10am on Sunday 28th September 2014

Business:

1. Confirmation of the minutes of the Fifty Sixth Annual General Meeting.
2. Receipt and adoption of the President's Report
3. Receipt and adoption of the Financial Statements.
4. Receipt and adoption of the Auditor's report.
5. Election of the Committee under the revised article 28.
6. Notice of Motion.

That the Board of directors put the following motion

- a) That the meeting approve the provision of snacks and refreshments after each board meeting and two dinners each year.
- b) The payment of expenses while away representing the Club at a Board approved event.

General Business:

Any business which due notice has been given.

Nominations are now being called for our Board of Directors for the coming year 2014-2015. Nomination forms are available at the RSL Club.

Position Vacant:- President
Vice-Presidents (Three)
Treasurer
Directors (Four)

All nominations must be submitted in writing to the Returning Officer and Secretary Manager. Nominations close at 10pm on Wednesday 17th September 2014.

Quirindi RSL Club Presidents Report 2013-2014

It is with pleasure that I present this report to the members of our Club. Regrettably due to circumstances beyond my control I will not be standing for any positions in the upcoming elections, and I thank you for your support throughout my term as President.

I would like to thank the members of the Board for their assistance and co-operation in the continuing growth of the Club. The work undertaken this year with the purchase of the Royal Hotel site and the ongoing plans for the Motel, I believe will be necessary developments to take the Club into the Future.

To our Secretary Manager, Margaret McGrath and her team who keep the Club operating efficiently in the day to day running of the Club and the added responsibilities of the expansions we have undertaken, I would offer the Board's heartfelt thanks.

The Quirindi RSL Golf Committee continues to enhance the overall operations of the Club with their commitment to making the Golf Course an attraction for patrons and guests.

Thankyou to the organisations who have supported the Club throughout the year and I encourage them to continue that support.

To those members who have experienced bereavement throughout the year, on behalf of the Board I offer our condolences.

In finishing I would like to wish the incoming Board, Management and Staff all the best in their future endeavours and although whilst not on the Board I will still take an active part in the Club.

I would remind members that all positions on the Board will become vacant at the Annual General Meeting and any financial member is eligible to stand for any position on the Board of Directors.

Doug Hawkins President

Quirindi RSL Sub Branch Club

ABN 95 000 856 388

Secretary Managers Report 2013-2014

It is with great deal of pleasure that I am able to present my Eleventh Annual Report for the year ending 30 June 2014 to the members of Quirindi RSL Club as we have traded exceptionally well again this year with a Trading Profit of \$285,000.

I would like to congratulate the Board of directors for their continued support for the management of the Club and the way they have governed the Club as one of the leading Clubs in the Region.

Many thanks to our President Doug Hawkins who has been an excellent support throughout the year with travelling to other clubs and conferences to extend our knowledge of the changes that impact our industry. To the Board of directors many thanks for your time in ensuring the Club operates to the best for the members and to the volunteers who have given freely on their time over the past year, we would not be able to operate successfully without your untiring assistance. The Club Industry is ever changing and a constant concern just to keep ahead with the regulations that are placed on whatever we do.

Our amazing staff at the Club have really outshone themselves this year, given excellent service to our members and I would like to thank them all for the way they have maintained our standards. Nothing is too much trouble. Clubs only succeeds when we have a great team of staff and a collaborative Board of Directors.

The Club has once again achieved excellent cash flows over the past year over \$285,000 profit after depreciation thus giving us the opportunity to further place monies into investments for future development for the Club and Members. This places us in the best available position to future develop the Club for the members and places the Club in a sound position to achieve our business plan for Stage 3 of development in allowing the Club to diversify its income streams with the building of a Motel for Quirindi and also with the purchased of the Royal Hotel Site for the future development of the Club. The plans look great and please continue to ask myself, Tina Allan or any of the Board of Directors if you have any questions. We are always willing to share our enthusiasm for this project for Quirindi RSL and for the community of Quirindi.

The Club has continued to fund the Members by returning benefits such as:-

• <i>Members Discount</i>	\$ 68,025	<i>Patrons Amenities</i>	\$ 78,142
• <i>Badge Draws</i>	\$ 24,250	<i>Entertainment</i>	\$ 11,127
• <i>Donations (Actual and In kind)</i>	\$ 10,426	<i>Sports Sponsorship</i>	\$ 660
• <i>RSL Sub Branch Anzac Day</i>	\$ 3,050	<i>Provision of Golf Course</i>	\$ 34,977
• <i>Provision of TAB Facilities</i>	\$ 36,361	TOTAL	\$ 267,018

We continue our financial support for many sporting, educational entities and charities in and around Quirindi as this is a very big part of the Club Movement to do this.

This is once again an exceptional amount, a total of **\$267,018** that has been returned to the members. This is an excellent result (an increase of \$ 12,892 on last year) and one that we can take great pride in and are sure that we will endeavour to continue to support.

Many thanks to our members who have supported us very strongly this year. In closing, I once again wish to express my heartfelt thanks to all members, who without your continued support we would not have been able to trade and achieve these excellent results. We look forward to the year ahead and a successful and enriched future for Quirindi RSL Club in 2014-2015.

Margaret McGrath
Secretary Manager

Quirindi RSL Golf Club Presidents Report 2013- 2014

It is with pleasure that I present my 9th Annual Report on the operation of the Golf Club. We have completed another successful year, with the number of regular golfers trending upwards, and it has been great to see the increase in the number of younger players.

Again our major days have been well supported with the Veteran Open attracting 80 players, the Agracom/Pursehouse day hosting 108 players, Men's Open 60 players, Ladies' Open 64 players, as well as good fields in the Bill Wellard and Finch Memorial Days.

Also, the members embraced the Club Championships, with congratulations to this year's Champions. Nick Hird equalled the course record in the last round to win the Men's, Ruth Osbourne the Ladies and Veterans and John Benham the Men's Veterans.

Many changes and improvements have also occurred around the Club House and Golf Course, with the energetic Adam Hitchen renovating the old Pro Shop, downstairs locker rooms and outside toilet. They are very well done, and worth inspection. Ada, has also established a Par 3 Nine Hole Course and a Putt Putt Course. At last count he has 25 Juniors signed up too. He has established a Facebook Page, which is regularly updated with photos and news of many of the improvements and with news, so if you are seeking information on Junior events and any other upcoming events, just look up this page. Many thanks to Adam and his many volunteer helpers for all their work, and for bringing us into the 21st Century.

Many thanks also to our older members who continue to volunteer their time and talents to keep the course in order when required and to Garry Jones for his efforts, especially in the heat of last summer and the prolonged dry weather. The Ladies Club have also been magnificent on the course, and in the kitchen. Thank you all.

The Local business houses and members have again been extremely generous in the provision of weekly trophies, and again a big thank you to the Quirindi Advocate, who faithfully reports on Golf Club activities each week.

Margaret McGrath, Tina Allan and the RSL Board continue to commit to the maintenance of our wonderful community facility, and their help and encouragement is greatly appreciated.

We sadly lost Club Stalwarts over many years in Jeff and Marcia MacPherson, who decided to move closer to family this year. Our many thanks for your efforts within the Club, and our best wishes go with you.

Lastly, I wish to thank our Committee, especially our Captains Bernie Perkins and Ruth Osbourne, who keep events ticking over, and also to all our members who make my job very easy. We anticipate that we are again going to have another great year and may I encourage anyone interested in golf, including children to check out our Facebook page and come and see us. Golf is Great!

Ken Cronin President

Funds held by Affiliated Clubs

Quirindi RSL Golf Club Capital	Funds held	22542	2014 Deficit	793
Quirindi RSL Golf Men	Funds held	1701	2014 Deficit	3363
Quirindi RSL Lady Golf Members	Funds Held	622	2014 Deficit	348
Quirindi RSL Veterans Golf Club	Funds Held	855	2014 Deficit	978
Quirindi RSL Junior Golf Club	Fund Held	1095	2014 Surplus	1095

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

Financial Statements

For the Year Ended 30 June 2014

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

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For the Year Ended 30 June 2014

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Directors' Report

For the Year Ended 30 June 2014

The directors present their report on Quirindi R.S.L. Sub-Branch Club for the financial year ended 30 June 2014.

1. General information

Information on directors

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

Douglas Hawkins

Qualifications	Retired
Experience	Previous Club Board experience
Special responsibilities	President

George Kent

Qualifications	Retired
Experience	Previous Club Board experience
Special responsibilities	Vice-President

James (Jim) Banister

Qualifications	Company Director
Experience	Business Owner
Special responsibilities	Vice-President

Paul Maher

Qualifications	Spare parts interpreter
Experience	Previous Club Board experience
Special responsibilities	Treasurer

Colin Stewart

Qualifications	Chartered Accountant
Experience	Company Director

Andrew Hope

	Resigned 26/5/2014
Qualifications	Company Director
Experience	Business Owner

Earl Kelaher

Qualifications	Company Director
Experience	Business Owner
Special responsibilities	Director

Peter Vereyken

	Appointed 22/9/2013
Qualifications	Business Management
Experience	Former business owner

Luke Scanlon

	Appointed 22/9/2013
Qualifications	Real Estate Business Principal
Experience	Business owner

Directors' Report

For the Year Ended 30 June 2014

Information on directors continued

Margaret McGrath

Qualifications

Club Secretary Manager

Experience

Previous Club Board Experience

Special responsibilities

Company Secretary

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

Principal activities

The principal activity of Quirindi R.S.L. Sub-Branch Club during the financial year was the operation of a licensed Club.

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

Short term objectives

The Company's short term objectives are to:

- continue with current plans to develop a motel complex;
- continue the poker machine replacement program; and
- ensure the Club's facilities support the Long Term objectives.

Long term objectives

The Company's long term objectives are to:

- develop a more diverse income stream to enable the Club to continue to provide benefits to its members;
- ensure the board and management have the resources and capability to deliver goals and there is a common agreement on the benefits to the club of these objectives.

Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

- Ensure the Board and Management have the resources and capability to deliver these goals and there is common agreement on the benefits to the Club of these objectives.

How principal activities assisted in achieving the objectives

The principal activities assisted the Company in achieving its objectives by:

- providing the resources to enable the objectives to be realised.

Directors' Report

For the Year Ended 30 June 2014

Performance measures

The following measures are used within the Company to monitor performance:

- Member satisfaction
- Gross profit margins
- Profitability
- Staffing levels
- Inventory levels

Members guarantee

Quirindi R.S.L. Sub-Branch Club is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up is limited to \$ 20.

At 30 June 2014 the collective liability of members was \$ 25,260 (2013: \$ 27,540).

Company secretary

The following person held the position of Company secretary at the end of the financial year:

Margaret McGrath (Club Secretary and Manager) has been the company secretary since 2003.

Meetings of directors

During the financial year, 14 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
George Kent	15	14
Colin Stewart	15	14
Luke Scanlon	12	12
Douglas Hawkins	15	14
Andrew Hope	13	7
Paul Maher	15	14
Margaret McGrath	15	14
Peter Vereyken	12	12
James (Jim) Banister	15	14
Earl Kelaher	15	13

Directors' Report

For the Year Ended 30 June 2014

Auditor's independence declaration

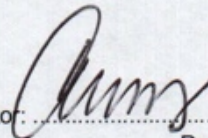
A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001*, for the year ended 30 June 2014 has been received and can be found on page 5 of the financial report.

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

Director:


.....
Douglas Hawkins

Director:


.....
Paul Maher

Dated this

26

day of

August

2014

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

Auditors Independence Declaration under Section 307C of the Corporations Act 2001 To the Directors of Quirindi R.S.L. Sub-Branch Club

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2014, there have been:

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

PKF Lawler Warburtons Audit & Assurance Pty Limited



.....
Margaret van Aanholt
Director

Tamworth NSW

Dated this 26th day of August 2014

PKF Lawler Warburtons
Audit & Assurance Pty Ltd
ABN 39 082 276 506
Registered Auditor 306435

Liability limited by a scheme approved
under Professional Standards Legislation

Tamworth
22-24 Bourke Street, PO Box 1900
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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2014

	Note	2014 \$	2013 \$
Revenue	2	2,849,209	2,860,791
Other income	2	18,956	25,104
Cost of goods sold		(558,060)	(575,600)
Employee benefits expense		(886,830)	(885,410)
Depreciation and amortisation expense		(191,359)	(167,556)
Other expenses		(946,733)	(934,000)
Profit before income tax		285,183	323,329
Income tax expense	4	-	-
Profit for the year		285,183	323,329
Other comprehensive income, net of income tax		-	-
Total comprehensive income for the year		285,183	323,329

Statement of Financial Position

As At 30 June 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	259,509	255,267
Trade and other receivables	6	36,265	36,085
Inventories	7	65,295	65,768
Other financial assets	8	1,103,123	847,945
Prepayments	12	25,530	32,927
TOTAL CURRENT ASSETS		1,489,722	1,237,992
NON-CURRENT ASSETS			
Trade and other receivables	6	5,000	5,000
Property, plant and equipment	9	2,799,523	2,779,780
Intangible assets	11	33,500	33,500
TOTAL NON-CURRENT ASSETS		2,838,023	2,818,280
TOTAL ASSETS		4,327,745	4,056,272
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	13	217,577	226,504
Short-term provisions	14	30,655	30,554
Employee benefits	15	28,889	42,681
TOTAL CURRENT LIABILITIES		277,121	299,739
NON-CURRENT LIABILITIES			
Trade and other payables	13	11,696	12,232
Employee benefits	15	11,486	2,043
TOTAL NON-CURRENT LIABILITIES		23,182	14,275
TOTAL LIABILITIES		300,303	314,014
NET ASSETS		4,027,441	3,742,258
EQUITY			
Retained earnings		4,027,441	3,742,258
TOTAL EQUITY		4,027,441	3,742,258

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2014

2014

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2013		3,742,258	3,742,258
Profit attributable to members of the entity		285,183	285,183
Balance at 30 June 2014		4,027,441	4,027,441

2013

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2012		3,418,929	3,418,929
Profit attributable to members of the entity		323,329	323,329
Balance at 30 June 2013		3,742,258	3,742,258

Statement of Cash Flows

For the Year Ended 30 June 2014

	Note	2014 \$	2013 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		3,091,579	3,150,301
Payments to suppliers and employees		(2,683,674)	(2,728,800)
Interest and dividends received		36,316	41,379
Rent received		9,130	8,300
Net cash provided by (used in) operating activities	18	<u>453,351</u>	<u>471,180</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		18,000	28,503
Payment for intangible asset		-	(33,500)
Payments to acquire property, plant and equipment		(211,931)	(193,873)
Purchase of available-for-sale investments		(255,178)	(290,279)
Net cash used by investing activities		<u>(449,109)</u>	<u>(489,149)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net increase (decrease) in cash and cash equivalents held		4,242	(17,969)
Cash and cash equivalents at beginning of year		255,267	273,236
Cash and cash equivalents at end of financial year	5	<u><u>259,509</u></u>	<u><u>255,267</u></u>

Notes to the Financial Statements

For the Year Ended 30 June 2014

The financial report covers Quirindi R.S.L. Sub-Branch Club as an individual entity. Quirindi R.S.L. Sub-Branch Club is a Not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Quirindi R.S.L. Sub-Branch Club is Australian dollars.

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The Directors have prepared the financial statements on the basis that the club is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*.

The club is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Quirindi R.S.L. Sub-Branch Club. Such accounting policies are consistent with those of previous periods unless stated otherwise.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1031 'Materiality', AASB 1048 'Interpretation and Application of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

(b) Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

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

(c) Critical accounting estimates and judgments

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

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

The significant estimates and judgements made have been described below.

Estimation of useful lives of assets

The Company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase when the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Notes to the Financial Statements

For the Year Ended 30 June 2014

1 Summary of Significant Accounting Policies continued

(c) Critical accounting estimates and judgments continued

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets.

The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluation conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Employee benefits provision

The liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

(d) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits will flow to the entity and specific criteria have been met for each of Quirindi R.S.L. Sub-Branch Club's activities as discussed below.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

Sale of goods

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

Donations

Donations and bequests are recognised as revenue when received.

Interest revenue

Interest is recognised using the effective interest method.

Rendering of services

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

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

Notes to the Financial Statements

For the Year Ended 30 June 2014

1 Summary of Significant Accounting Policies continued

Rental income

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

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

(e) Goods and Services Tax (GST)

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

Receivables and payable are stated inclusive of GST.

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

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

(f) Income Tax

Due to the principle of mutuality, the Club's liability for income tax relates only to net revenue from non-members and income from outside investments, less a proportion of expenditure attributable to both members and non-members.

(g) Cash and cash equivalents

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

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

(h) Inventories

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

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(i) Property, Plant and Equipment

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

Notes to the Financial Statements

For the Year Ended 30 June 2014

1 Summary of Significant Accounting Policies continued

(i) Property, Plant and Equipment continued

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of costs of dismantling and restoring the asset, where applicable.

Depreciation

The depreciable amount of all fixed assets except for freehold land is depreciated on a reducing balance method from the date that management determine that the asset is available for use.

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

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

Fixed asset class	Depreciation rate
Freehold Land & Buildings - RSL Club (at Cost)	2.5% Prime Cost
Freehold Land	7.5% to 20% D.V.
Poker Machines	40% D.V.
Plant & equipment	30% D.V.

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

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

(j) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than twelve months after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

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

(k) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Notes to the Financial Statements

For the Year Ended 30 June 2014

(I) Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

2 Revenue and Other Income

Finance income includes all interest-related income, other than those arising from financial assets at fair value through profit or loss. The following amounts have been included in the finance income line in the statement of profit or loss and other comprehensive income for the reporting periods presented:

	2014 \$	2013 \$
Sales revenue		
- bar sales	965,564	1,011,978
- poker machine takings	1,634,090	1,600,136
	2,599,654	2,612,114
Finance income		
- interest revenue	36,003	41,189
- dividend income	313	190
	36,316	41,379
Other revenue		
- rental revenue for property investment	8,300	8,300
- golf club fees and charges	58,195	53,267
- donations	-	1,397
- member subscriptions	38,151	40,890
- commissions	56,970	53,432
- GST rebate	26,556	28,069
- sundry income	25,066	21,944
	249,554	248,678
Total Revenue	2,849,208	2,860,792

	2014 \$	2013 \$
Other Income		
Insurance recovery	1,788	-
Net gain on disposal of property, plant and equipment	17,168	25,104
Total	18,956	25,104

Notes to the Financial Statements

For the Year Ended 30 June 2014

3 Result for the Year

(a) The following expenses are included in the operating result for the year;

	2014 \$	2013 \$
Electricity and water	104,129	111,711
Poker Machine Duty Tax	214,217	210,121
Members Discounts, Amenities & Promotions	175,290	166,704
Repairs and maintenance	125,338	127,299
Remuneration of auditor:		
- accounting and auditing services	6,139	5,500
Rental expenses on operating leases:		
- Premises - Contractual amounts	14,850	14,181

4 Income Tax Expense

(a) Reconciliation of income tax to accounting profit:

	2014 \$	2013 \$
Prima facie tax payable on profit from ordinary activities before income tax at 30% (2013: 30%)	85,555	96,999
Less:		
Tax effect of:		
- non-taxable member income arising from principle of mutuality	85,555	96,999
Income tax expense	-	-

5 Cash and cash equivalents

	2014 \$	2013 \$
Cash on hand	57,202	51,337
Cash at bank	202,307	203,930
	<u>259,509</u>	<u>255,267</u>

Notes to the Financial Statements

For the Year Ended 30 June 2014

6 Trade and other receivables

	2014 \$	2013 \$
CURRENT		
Trade and other receivables	36,265	36,085
Total current trade and other receivables	36,265	36,085
NON-CURRENT		
Deposits	5,000	5,000
Total non-current trade and other receivables	5,000	5,000

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

7 Inventories

	2014 \$	2013 \$
CURRENT		
At cost:		
Stock on hand - bar	36,065	39,575
Non bar	29,230	26,193
	65,295	65,768

8 Other financial assets

	2014 \$	2013 \$
Term Deposits	1,103,123	847,945
Total financial assets	1,103,123	847,945

Notes to the Financial Statements

For the Year Ended 30 June 2014

9 Property, plant and equipment

	2014 \$	2013 \$
LAND AND BUILDINGS		
Freehold land & Buildings		
At cost	1,677,177	1,677,177
Accumulated depreciation	(613,353)	(571,425)
	1,063,824	1,105,752
Leasehold Buildings		
Under lease	140,917	140,917
Accumulated depreciation	(140,917)	(140,917)
	-	-
Leasehold Improvements - RSL Club (Stage 1)		
At cost	48,548	48,548
Accumulated depreciation	(6,070)	(4,856)
	42,478	43,692
Leasehold Improvements - RSL Club (Stage 2)		
Capitalised leased assets	968,487	968,487
Accumulated depreciation	(96,387)	(72,176)
	872,100	896,311
Capital works in progress - RSL Club (Stage 3)		
At cost	139,571	46,358
	139,571	46,358
Buildings - Golf Club		
At deemed cost	67,065	67,065
Accumulated depreciation	(38,002)	(36,322)
	29,063	30,743
Leasehold Improvements - Golf Club		
Under lease	114,069	114,069
Accumulated depreciation	(48,495)	(47,495)
	65,574	66,574
PLANT & EQUIPMENT		
RSL Club		
Plant & Equipment - RSL Club (at cost)	1,911,118	1,830,469
Accumulated depreciation	(1,357,605)	(1,264,573)
	553,513	565,896

Notes to the Financial Statements

For the Year Ended 30 June 2014

9 Property, plant and equipment continued

Golf Club

Plant & Equipment - Golf Club (at cost)

Accumulated depreciation

108,091 98,299

(74,691) (73,845)

33,400 24,454

Total property, plant and equipment

2,799,523 2,779,780

Quirindi R.S.L. Sub Branch

All land owned by Quirindi R.S.L. Sub-Branch Club is classified as Core Property with the exception of Lot 13 Railway Avenue Quirindi, which is classified as Non-Core Property.

All buildings owned by Quirindi R.S.L. Sub-Branch Club is classified as Core Property with the exception of the manager's residence, which is classified as Non-Core Property.

Quirindi Golf Club

All land and buildings owned by Quirindi Golf Club are classified as Core Property.

10 Investment Property

2014 2013
\$ \$

House - Abbot Street Quirindi (at cost)

51,738 51,738

Depreciation

(51,738) (51,738)

Balance at end of the period

- -

11 Intangible Assets

Licenses

Poker machine licences

33,500 33,500

Total Intangibles

33,500 33,500

12 Other non-financial assets

2014 2013
\$ \$

CURRENT

Prepayments

25,530 32,927

Total Prepayments

25,530 32,927

Notes to the Financial Statements

For the Year Ended 30 June 2014

13 Trade and other payables

	2014 \$	2013 \$
CURRENT		
Unsecured liabilities		
Trade payables	52,367	63,235
Green fees in advance	5,300	4,300
GST payable	7,884	9,679
Employee benefits	89,851	77,956
Sundry payables and accrued expenses	41,047	50,246
Membership received in advance	19,295	18,644
Golf club advertising	1,833	2,444
Total Current Trade and Other Payables	217,577	226,504

	2014 \$	2013 \$
NON-CURRENT		
Unsecured liabilities		
Membership received in advance	11,696	12,232
Total non-current Trade and Other Payables	11,696	12,232

14 Provisions

	2014 \$	2013 \$
CURRENT		
Bonus reward liability	21,060	22,807
CDSE liability	9,595	7,747
	30,655	30,554

15 Employee Benefits

	2014 \$	2013 \$
CURRENT		
Long Service Leave Provision	28,889	42,681
	28,889	42,681

Notes to the Financial Statements

For the Year Ended 30 June 2014

15 Employee Benefits continued

	2014 \$	2013 \$
NON-CURRENT		
Long Service Leave Provision	11,486	2,043
	11,486	2,043

16 Capital Commitments

Contracted Commitments

Purchase of land and buildings - estimated total commitment	345,000	-
	345,000	-

17 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2014 (30 June 2013:Nil).

18 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2014 \$	2013 \$
Profit for the year	285,183	323,329
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	191,359	167,556
- net (gain)/loss on sale of property, plant and equipment	(17,168)	(25,104)
- (increase)/decrease in receivables	(180)	(8,681)
- (increase)/decrease in prepayments	7,396	4,356
- (increase)/decrease in inventories	473	(8,758)
- increase/(decrease) in trade and other payables	(9,363)	16,903
- increase/(decrease) in employee benefits	(4,349)	1,579
Cashflow from operations	453,351	471,180

19 Events Occurring After the Reporting Date

Since the end of the financial year the club has contracted to purchase strategic land and buildings to enable future enhancements of its facilities. The purchase price is included in the commitments at note 16.

Notes to the Financial Statements

For the Year Ended 30 June 2014

19 Events Occurring After the Reporting Date continued

The Club is also in the process of negotiating contracts for the construction of a motel. Apart from planning costs incurred (refer Note 9) to date there is no contractual commitments as at the date of this report.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

20 Company Details

The registered office of the company is:

Quirindi R.S.L. Sub-Branch Club
86-88 Station Street
QUIRINDI NSW

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 7 to 22, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards, and
 - b. give a true and fair view of the financial position as at 30 June 2014 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.

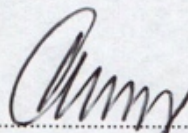
This declaration is made in accordance with a resolution of the Board of Directors.

Director



Douglas Hawkins

Director



Paul Maher

Dated this

26

day of

August

2014

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

Independent Audit Report to the members of Quirindi R.S.L. Sub-Branch Club

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Quirindi R.S.L. Sub-Branch Club, which comprises the statement of financial position as at 30 June 2014, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

PKF Lawler Warburtons
Audit & Assurance Pty Ltd
ABN 39 082 276 506
Registered Auditor 306435

Liability limited by a scheme approved
under Professional Standards Legislation

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Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

Independent Audit Report to the members of Quirindi R.S.L. Sub-Branch Club

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Quirindi R.S.L. Sub-Branch Club, would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In our opinion the financial report of Quirindi R.S.L. Sub-Branch Club is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2014 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and the *Corporations Regulations 2001*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report which describes the basis of accounting. The financial report is prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

PKF Lawler Warburtons Audit & Assurance Pty Limited



.....
Margaret van Aanholt
Director

Tamworth NSW

Dated this 26th day of August 2014

Disclaimer

30 June 2014

DISCLAIMER TO QUIRINDI R.S.L. SUB-BRANCH CLUB

The attached detailed profit and loss statements of Quirindi R.S.L. Sub-Branch club have been prepared by Quirindi R.S.L. Sub-Branch Club for the information of members and do not form part of the Financial Statements.

The Responsibility of the Directors

The directors are solely responsible for the information contained in the special purpose reports and have determined that the basis of accounting used is appropriate to meet their needs and for the purpose that the detailed profit and loss statements were prepared.

The special purpose financial statements were compiled exclusively for the benefit of the members. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

PKF Lawler Warburtons Audit & Assurance Pty Limited

.....
Margaret van Aanholt
Director

Tamworth, NSW

Dated this 26th day of August 2014

PKF Lawler Warburtons
Audit & Assurance Pty Ltd
ABN 39 082 276 506
Registered Auditor 306435

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QUIRINDI R.S.L. SUB-BRANCH CLUB

ABN 95 000 856 388

DETAILED PROFIT AND LOSS STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2014

2013	INCOME	2014
106810	Net Profit - Bar Trading	112684
1160871	Net Profit - Poker Machines Trading	1173703
(41015)	Net Profit - Catering Trading	(60618)
(35697)	Net TAB Income	(36361)
19,938	Net Income - Keno Trading	19428
190	Dividends Received	313
41,189	Interest Received	36003
28,069	GST Rebate	26556
538	Hire of Linen	68
25104	Profit on Sale of Fixed Assets	17168
2500	Staff Training Subsidy	5000
20611	Subscriptions	19301
15224	Sundry Income	5454
<u>1344332</u>	Total Income	<u>1318699</u>
	Less OPERATING EXPENDITURE	
16872	Advertising & Public Relations	20603
60537	Amortisation of Building	67354
13694	Audit & Accountancy Fees	14048
4929	Bank Charges	5957
12465	Cleaning Materials	7635
42986	Cleaning Wages	45141
7342	Conference Expenses	4151
10077	Computer Software	11197
52447	Depreciation	53117
5525	Directors Expenses	5720
98883	Electricity	87516
30364	Insurance	25161
2792	Licences	3484
1774	Motor Vehicle Expenses	2039
7446	Payroll Tax	(370)
11295	Printing, Stationery & Postage	13352
18474	Provision for Annual Leave	18438
7075	Provision/ Long Service Leave	(3645)
18242	Provision for Sick Leave	17248
15459	Rates	14506
5725	Rent	5670
56187	Repairs & Maintenance	49644
9281	Security System Monitoring	10807
13632	Staff Amenities	13892
6052	Staff Training	3524
6052	Subscriptions	8289
2025	Sundry Expenses	1802
60010	Superannuation	73128
10673	Telephone	10573
880	Uniforms	490
170510	Wages- Administration	186912
7483	Waste Removal	8217
19228	Workers Comp Premiums	17974
<u>806516</u>		<u>803576</u>
<u>537815</u>	Net Club Operating Profit	<u>515123</u>

2013	Less MEMBERS BENEFITS	2014
2444	Anzac Day	3050
24100	Badge Draws	24250
68387	Patrons Amenities	78143
2000	Donations	1426
2440	Bingo	4107
8433	Entertainment Expenses	11127
5255	Market Nights & Mornings	6695
69342	Members Discount	38025
660	Sporting Expenses	660
<u>183062</u>		<u>197483</u>
354753		317640
<u>(37037)</u>	Less: Golf Club Loss	<u>(34977)</u>
317716	NET OPERATING PROFIT	282664
	Add PROPERTY ACCOUNT	
7800	Rent Received	7800
<u>7800</u>		7800
	LESS:	
(332)	Building Amortisation	
1595	Rates	1647
924	Repairs & Maintenance	3634
<u>12444</u>		<u>6928</u>
5613	Net Property Income	<u>872</u>
323329	Net Profit before Income Tax	285183
-	Less: Income Tax	
<u>323329</u>	Net Profit after Income Tax	<u>285183</u>

QUIRINDI R.S.L. SUB-BRANCH CLUB

ABN 95 000 856 388

TRADING STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2014

2013	BAR TRADING	2014
518466	Bar Sales	549484
<u>518466</u>		549484
	Less: Cost of Goods Sold	
32541	Opening Stock	36868
<u>279758</u>	Purchases	<u>295263</u>
36868	Closing Stock	<u>29039</u>
<u>275432</u>		303092
243034	(48%)Gross Profit - Bar Trading(47 %)	<u>246393</u>
	Less: Bar Expenses	
3624	Disposables	4105
0	Sundry Expenses	1543
119004	Wages	115977
<u>13596</u>	Provision for Annual Leave	<u>12083</u>
<u>136224</u>		133708
<u>106811</u>	Bar Profit	<u>112685</u>
	POKER MACHINES	
1600136	Poker Machine Takings	1634090
<u>1600136</u>		<u>1634090</u>
	Less: Direct Expenses	
28112	Non-cash Jackpots	27912
10504	Club Grants	10627
45516	Poker Machine Maintenance	45503
210122	Supplementary Tax – Duty	214217
82626	Wages	85373
6874	Provision for Annual Leave	6842
51435	Depreciation Poker Machines	67362
<u>4076</u>	Sundry Expenses	<u>2551</u>
<u>439265</u>		460387
<u>1160871</u>	Net Income - Poker Machines	<u>1173703</u>
	CATERING TRADING	
394815	Catering Receipts	319109
2750	Staff Training Subsidy	12250
<u>205394</u>	Less: Cost of Goods Sold	<u>169548</u>
192172	Gross Profit from Catering	161810
	Less: Direct Expenses	
14167	Disposables	17440
191541	Wages & Apprentices	190183
15822	Provision for Annual Leave	13432
(245)	Sundry Expenses	(144)
<u>11901</u>	Superannuation	<u>1517</u>
<u>233186</u>		222428
<u>(41016)</u>	Net Loss from Catering	<u>(60618)</u>
	KENO	
39084	Keno Commission	40167
	Less: Direct Expenses	
6423	Keno Stationery & Promotions	7686
<u>12724</u>	Wages	<u>13052</u>
19147		20738
<u>19937</u>	Net Profit from Keno	<u>19428</u>

QUIRINDI R.S.L. SUB-BRANCH CLUB

ABN 95 000 856 388

GOLF CLUB TRADING STATEMENT FOR THE YEAR ENDED 30TH JUNE 2014

2013		2014
31159	Sales	33587
	Less: Cost of Goods Sold	
2631	Opening Stock	2707
17313	Purchases	20356
19644		23063
2707	Closing Stock	7026
17237		16037
<u>13922</u>	(38%) Gross Profit from Trading (00%)	<u>17550</u>
5359	Less: Bar Wages	
		5845
8563	Sub Total Income	11705
	Add: Other Sundry Income	
1397	Donations	
1462	Sundry income	1270
2775	Sales Catering Golf	3382
	Pro Shop Sales	2177
18857	Green Fees	15335
20279	Subscriptions	18850
15204	Competition Fees – Men	16267
4329	Competition Fees – Ladies	4600
5340	Competition Fees – Vets	5922
3000	Contributions – G/C Committee	4462
	Contributions - G/C Ladies	500
	Contributions - G/C Vets	2000
		<u>74765</u>
81206		86470
	Less: Other Expenses	
10	Advertising	593
3799	Affiliation Fee	3900
1680	Amortisation of Building	1680
260	Cleaning	350
1789	Depreciation	1846
3168	Electricity & Heating Oil	3295
35	Freight & Cartage	45
3724	Fuel & Oil – Course	3305
12222	Insurance	12041
2323	Leasing Charges	2384
624	Printing & Stationery	1215
4149	Provision for Annual Leave	3612
2679	Rates	3152
18052	Repairs & Maintenance	18150
868	Security	765
7353	Seed, Fertiliser & Chemicals	5436
6525	Sundry Expenses	3635
3912	Superannuation	3930
1271	Telephone	1285
1530	Trophies	1354
34635	Wages	37910
5129	Water Rates	10044
1505	Waste Removal	1520
118243		121446
<u>(37037)</u>	Net Loss from Golf Club	<u>(34976)</u>