

Notice of Meeting

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

10am on Sunday 27th September 2015

Business:

1. Confirmation of the minutes of the Fifty Eighth 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 Auditors 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 2015-2016.

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 16th September 2015.

Quirindi RSL Club Presidents Report 2014-2015

It is with pleasure that I present this report to the members of our Club. .

I would like to thank the members of the Board for their assistance and co-operation in the continuing growth of the Club and acknowledge the extra workload that they have undertaken with the expansion projects.

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

I would also like to offer the Boards thanks to the RSL Golf Club Committee for their ongoing commitment to improving the Golf Course and amenities for our members and guests.

Thank you to the organisations who have supported the Club throughout the years and I encourage them to continue to that support.

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

In finishing I would like to wish the incoming Board, Management and Staff all the best for the coming year.

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 2014-2015

It is with great deal of pleasure that I am able to present my Thirteenth Annual Report for the year ending 30 June 2015 to the members of Quirindi RSL Club as we have traded exceptionally well again this year with a RECORD Trading Profit of \$ 330,000.

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 and all directors, who have 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 succeed 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 years thus giving the opportunity to strategic program with the purchase of the Royal Hotel site and the initial payments for the motel program. This also benefits the Club with our borrowing for the Motel and now having the ability to borrow \$3M and have a line of credit of \$2.5M and with the figures at this time we are looking at only requiring under \$2M to complete this magnificent project

The building is looking impressive 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>	\$ 75,781	<i>Patrons Amenities</i>	\$ 80,409
• <i>Badge Draws</i>	\$ 24,200	<i>Entertainment</i>	\$ 10,863
• <i>Donations (Actual and In kind)</i>	\$ 10,426	<i>Sports Sponsorship</i>	\$ 2,260
• <i>RSL Sub Branch Anzac Day</i>	\$ 2,440	<i>Provision of Golf Course</i>	\$ 30,338
• <i>Provision of TAB Facilities</i>	\$ 35,362	TOTAL	\$ 272,079

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 **\$272,079** that has been returned to the members. This is an excellent result (an increase of \$ 5000 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 2015-2016.

Margaret McGrath
Secretary Manager

Quirindi RSL Golf Club Presidents Report 2014-2015

It is with great pleasure that I present my 10th Annual Report on the operations of the Golf Club. It has been a period of significant changes, with the transition to a non-gender golfing community. I congratulate the members for their patience and acceptance of this change, the benefits of which are becoming more evident each week. We also transferred all our financials to the RSL Club and the benefits of up to date financial data is proving to be most helpful.

It has been extremely pleasing to see our competition numbers continue to increase, and all major days well attended. We set a world record by hosting 136 players in our Holden Scramble, the most players ever on a 9-hole course in this event!

This year a good number of our members travelled to other clubs, with varying degrees of success. Travelling, of course, encourages return visits from other clubs, thus improving the viability of each of the Clubs. Our Club Championships were again well supported, and congratulations go to Nick Hird and Kathy Richardson, our men's and ladies champions this year.

Adam Hitchen has again been very active with the juniors and his team from the Jack Newton Junior Golf lost the regional final on a count back. He hopes they will go one better next year. Adam also hosts school groups on the course, and keeps our Facebook page up to date, both informing and entertaining us all. A big thank you must also go to Brenden McNamara for his weekly reports, and to the Quirindi Advocate for printing them each week. The local business houses have again been most generous with their continued sponsorship of weekly trophies, together with many of our members.

I have the privilege of working with another fabulous committees, and a special mention must be made to our two captains Bernie Perkins and Ruth Osbourne, who keep our events ticking over, and encouraging new members.

I would also like to thank all our members, who whilst not only embracing major changes, have quietly done mowing, gardening, picked up sticks and generally kept the course in great condition.

Our veterans and ladies have again been magnificent in their support of the Club.

Our green keeper, Gary Jones, has again presented us with a very good facility under trying conditions, and I am confident that by the time the new Motel is completed, our course will be the envy of many.

Finally, I would like to thank Margaret McGrath, Tina and Tammy and the Board of the RSL Club, who continue to encourage and support our endeavours in providing this wonderful facility for the whole of the community to enjoy.

Ken Cronin
President

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

Financial Statements

For the Year Ended 30 June 2015

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

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For the Year Ended 30 June 2015

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Directors' Report

For the Year Ended 30 June 2015

The directors present their report on Quirindi R.S.L. Sub-Branch Club for the financial year ended 30 June 2015.

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	resigned 28/9/2014
Qualifications	Retired
Experience	Previous Club Board experience
Special responsibilities	Vice-President

James (Jim) Banister	
Qualifications	Company Director
Experience	Business Owner
Special responsibilities	Vice-President

Earl Kelaher	
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

Peter Vereyken	
Qualifications	Business Management
Experience	Former business owner

Luke Scanlon	
Qualifications	Real Estate Business Principal
Experience	Business owner

Kenneth Aitken	Appointed 28/9/2014
Qualifications	Retired
Experience	Previous Club Board Experience

Directors' Report

For the Year Ended 30 June 2015

Information on directors continued

Grant Gregory	Appointed 28/9/2014
Qualifications	Business Owner
Experience	Business Management
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 complete the 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.

Directors' Report

For the Year Ended 30 June 2015

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.

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 2015 the collective liability of members was \$ 25,240 (2014: \$ 25,260).

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.

Directors' Report

For the Year Ended 30 June 2015

Meetings of directors

During the financial year, 15 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
Douglas Hawkins	15	15
George Kent	3	3
James (Jim) Banister	15	15
Earl Kelaher	15	10
Paul Maher	15	11
Colin Stewart	15	14
Luke Scanlon	15	14
Peter Vereyken	15	14
Kenneth Aitken	13	11
Grant Gregory	13	11
Margaret McGrath	15	14

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 2015 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: 

Director: 

Dated this 25/8/ day of AUGUST 2015

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 2015, 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.



Margaret van Aanholt, Director

PKF Lawler Warburtons Audit & Assurance Pty Limited

Dated this 5th day of August, 2015

Tamworth NSW

PKF Lawler Warburtons
Audit & Assurance Pty Ltd
ABN 39 082 276 506
Registered Auditor No:306435

Tamworth
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under Professional Standards Legislation.

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2015

		2015	2014
	Note	\$	\$
Revenue	3	3,063,524	2,849,209
Other income	3	23,857	18,956
Cost of goods sold		(586,245)	(558,060)
Employee benefits expense		(953,407)	(886,830)
Depreciation and amortisation expense		(189,702)	(191,359)
Other expenses		(1,027,701)	(946,733)
Profit before income tax		330,326	285,183
Income tax expense	5	-	-
Profit for the year		330,326	285,183
Other comprehensive income, net of income tax		-	-
Total comprehensive income for the year		330,326	285,183

Statement of Financial Position

As At 30 June 2015

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	316,511	259,509
Trade and other receivables	7	42,149	36,265
Inventories	8	75,216	65,295
Other financial assets	9	940,622	1,103,123
Prepayments	10	26,838	25,530
TOTAL CURRENT ASSETS		1,401,336	1,489,722
NON-CURRENT ASSETS			
Trade and other receivables	7	5,000	5,000
Property, plant and equipment	11	3,420,144	2,799,522
Intangible assets	13	33,500	33,500
TOTAL NON-CURRENT ASSETS		3,458,644	2,838,022
TOTAL ASSETS		4,859,980	4,327,744
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	14	418,013	217,577
Short-term provisions	15	33,144	30,655
Employee benefits	16	24,888	28,889
TOTAL CURRENT LIABILITIES		476,045	277,121
NON-CURRENT LIABILITIES			
Trade and other payables	14	11,186	11,696
Employee benefits	16	14,982	11,486
TOTAL NON-CURRENT LIABILITIES		26,168	23,182
TOTAL LIABILITIES		502,213	300,303
NET ASSETS		4,357,767	4,027,441
EQUITY			
Retained earnings		4,357,767	4,027,441
TOTAL EQUITY		4,357,767	4,027,441

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2015

2015

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2014		4,027,441	4,027,441
Profit attributable to members of the entity		330,326	330,326
Balance at 30 June 2015		4,357,767	4,357,767

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

Statement of Cash Flows

For the Year Ended 30 June 2015

		2015	2014
	Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		3,308,580	3,091,579
Payments to suppliers and employees		(2,675,120)	(2,683,674)
Rent received		9,130	9,130
Interest and dividends received		41,370	36,316
Net cash provided by/(used in) operating activities	21	683,960	453,351
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant & equipment		24,500	18,000
Payment to acquire property, plant & equipment		(813,959)	(211,931)
Purchase of available-for-sale investments		162,501	(255,178)
Net cash used by investing activities		(626,958)	(449,109)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net increase/(decrease) in cash and cash equivalents held		57,002	4,242
Cash and cash equivalents at beginning of year		259,509	259,509
Cash and cash equivalents at end of financial year	6	316,511	263,751

Notes to the Financial Statements

For the Year Ended 30 June 2015

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

Reporting basis and conventions

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.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

(b) Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

(c) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

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

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

Sale of goods

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

Donations

Donations and bequests are recognised as revenue when received.

Notes to the Financial Statements

For the Year Ended 30 June 2015

1 Summary of Significant Accounting Policies continued

Interest revenue

Interest is recognised using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

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.

Contributions

In previous years, the Golf Club committees raised funds through various activities and would make a financial contribution to the RSL Sub-Branch Club. During the year, these committee accounts were wound up and all funds were passed to the RSL Sub-Branch Club as contributions. All future activities will be transacted through the RSL Sub-Branch Club's accounts.

(d) 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.

(e) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

(f) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Notes to the Financial Statements

For the Year Ended 30 June 2015

1 Summary of Significant Accounting Policies continued

(g) Trade and other receivables

Other receivables are recognised at amortised cost, less any provision for impairment.

(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

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

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

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
Improvements	5% - 20% D.V.
Poker Machines	18% - 40% D.V.
Plant & equipment	10% - 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 asset is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

(j) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Notes to the Financial Statements

For the Year Ended 30 June 2015

1 Summary of Significant Accounting Policies continued

(k) Employee benefits

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

Employee benefits expected to be settled more than twelve months after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. 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.

(l) Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

(m) 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.

(n) New, revised or amending Accounting Standards and Interpretations adopted

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Notes to the Financial Statements

For the Year Ended 30 June 2015

1 Summary of Significant Accounting Policies continued

(n) New, revised or amending Accounting Standards and Interpretations adopted continued

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the company.

The following Accounting Standards and Interpretations are most relevant to the company:

- AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities
- AASB 2013-3 Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets
- AASB 2014-1 Amendments to Australian Accounting Standards (Parts A to C)

2 Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed 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 where 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.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the 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.

Notes to the Financial Statements

For the Year Ended 30 June 2015

3 Revenue and Other Income

	2015	2014
Note	\$	\$
Sales revenue		
- Bar sales	1,055,373	965,564
- Poker machine takings	1,704,379	1,634,090
	<u>2,759,752</u>	<u>2,599,654</u>
Finance income		
- interest revenue	41,049	36,003
- dividend income	321	313
	<u>41,370</u>	<u>36,316</u>
Other revenue		
- rental revenue for property investment	8,300	8,300
- Golf club fees and charges	76,523	51,233
- Golf club contributions	33,848	6,962
- member subscriptions	43,007	38,151
- commissions	62,033	56,970
- GST rebate	27,580	26,556
- sundry income	11,110	25,066
	<u>303,772</u>	<u>249,555</u>
Total Revenue	<u>3,063,524</u>	<u>2,849,209</u>
	2015	2014
	\$	\$
Other Income		
Insurance recovery	2,993	1,788
Net gain on disposal of property, plant and equipment	20,864	17,168
Total	<u>23,857</u>	<u>18,956</u>

Notes to the Financial Statements

For the Year Ended 30 June 2015

4 Result for the Year

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

	2015	2014
	\$	\$
Electricity and water	101,660	104,129
Depreciation and amortisation expense	189,702	191,359
Poker Machine Duty Tax	236,518	214,217
Members Discounts, Amenities & Promotions	184,877	175,290
Repairs and maintenance	143,112	125,338
Superannuation expense	74,547	78,575
Insurance	33,927	37,202
Land rates	20,884	16,030
Advertising	22,697	21,196
Accounting and audit expenses		
- Audit fees - PKF Lawler Warburtons	7,450	6,140
- Accounting fees - Quantum X	10,218	7,908
Rental expenses on operating leases:		
- Premises - Contractual amounts	14,637	14,850

5 Income Tax Expense

(a) Reconciliation of income tax to accounting profit:

	2015	2014
	\$	\$
Prima facie tax payable on profit from ordinary activities before income tax at 30% (2014: 30%)	99,098	85,555
Less:		
Tax effect of:		
- non-taxable member income arising from principle of mutuality	99,098	85,555
Income tax expense	-	-

6 Cash and cash equivalents

	2015	2014
	\$	\$
Cash on hand	61,155	57,202
Cash at bank	255,356	202,307
	316,511	259,509

Notes to the Financial Statements

For the Year Ended 30 June 2015

7 Trade and other receivables

	2015	2014
	\$	\$
CURRENT		
Trade and other receivables	42,149	36,265
Total current trade and other receivables	42,149	36,265

	2015	2014
	\$	\$
NON-CURRENT		
Deposits	5,000	5,000
Total non-current trade and other receivables	5,000	5,000

8 Inventories

	2015	2014
	\$	\$
CURRENT		
At cost:		
Stock on hand - bar	48,703	36,065
Non bar	26,513	29,230
	75,216	65,295

9 Other financial assets

	2015	2014
	\$	\$
CURRENT		
Term Deposits	940,622	1,103,123
Total financial assets	940,622	1,103,123

10 Other non-financial assets

	2015	2014
	\$	\$
CURRENT		
Prepayments	26,838	25,530
Total Prepayments	26,838	25,530

Notes to the Financial Statements

For the Year Ended 30 June 2015

11 Property, plant and equipment

LAND AND BUILDINGS

Freehold land & buildings

At cost

1,677,177 1,677,177

Accumulated depreciation

(655,282) (613,353)

Total leasehold land

1,021,895 1,063,824

Leasehold buildings

Under lease

140,917 140,917

Accumulated depreciation

(140,917) (140,917)

Total leasehold buildings

- -

Leasehold Improvements - RSL Club (Stage 1)

At cost

48,548 48,548

Accumulated depreciation

(7,284) (6,070)

41,264 42,478

Leasehold Improvements - RSL Club (Stage 2)

At cost

968,487 968,487

Accumulated depreciation

(120,599) (96,387)

847,888 872,100

Capital works in progress - Motel (Stage 3)

At cost

411,273 139,571

Hotel purchase -RSL Club (Stage 4)

At cost

342,969 -

Leasehold Improvements - Golf Club

Under lease

114,906 114,069

Accumulated depreciation

(49,689) (48,495)

65,217 65,574

Buildings - Golf Club

At deemed cost

67,065 67,065

Accumulated depreciation

(39,679) (38,002)

27,386 29,063

PLANT & EQUIPMENT

RSL Club

At cost

2,076,481 1,911,118

Accumulated depreciation

(1,446,924) (1,357,605)

629,557 553,513

Notes to the Financial Statements

For the Year Ended 30 June 2015

11 Property, plant and equipment continued

Golf Club		
At cost	108,091	108,091
Accumulated depreciation	(75,396)	(74,691)
	32,695	33,400
Total property, plant and equipment	3,420,144	2,799,522

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Capital Works in Progress	Land & buildings	Stage 1 Balcony	Stage 2 Upstairs upgrade	Stage 4 - hotel purchase
Parent	\$	\$	\$	\$	\$
Year ended 30 June 2015					
Balance at the beginning of year	139,571	1,063,824	42,478	872,100	-
Additions	271,702	-	-	-	342,969
Disposals - written down value	-	-	-	-	-
Depreciation	-	(41,929)	(1,214)	(24,212)	-
Balance at the end of the year	411,273	1,021,895	41,264	847,888	342,969
	Plant & Equipment - RSL Club (at cost)	Buildings -G olf Club	Leasehold improvements - Golf Club	Plant & Equipment - Golf Club (at cost)	Total
Parent	\$	\$	\$	\$	\$
Year ended 30 June 2015					
Balance at the beginning of year	553,513	29,063	65,574	33,400	2,799,523
Additions	198,451	-	837	-	813,959
Disposals - written down value	(3,636)	-	-	-	(3,636)
Depreciation	(118,771)	(1,677)	(1,194)	(705)	(189,702)
Balance at the end of the year	629,557	27,386	65,217	32,695	3,420,144

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.

Notes to the Financial Statements

For the Year Ended 30 June 2015

11 Property, plant and equipment continued

Quirindi Golf Club

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

12 Investment Property

	2015	2014
	\$	\$
House - Abbot Street Quirindi (at cost)	51,738	51,738
Depreciation	(51,738)	(51,738)
Balance at end of the period	-	-

13 Intangible Assets

Licenses		
Poker machine licences	33,500	33,500
Total Intangibles	33,500	33,500

14 Trade and other payables

	2015	2014
	\$	\$
CURRENT		
Trade payables	86,605	52,367
Green fees in advance	5,400	5,300
GST payable	14,076	7,884
Employee benefits	112,114	89,851
Sundry payables and accrued expenses	176,739	41,047
Membership received in advance	20,999	19,295
Golf club advertising	2,080	1,833
Total Current Trade and Other Payables	418,013	217,577

	2015	2014
	\$	\$
NON-CURRENT		
Membership received in advance	11,186	11,696
Total non-current Trade and Other Payables	11,186	11,696

Notes to the Financial Statements

For the Year Ended 30 June 2015

15 Provisions

	2015	2014
	\$	\$
CURRENT		
Bonus reward liability	21,805	21,060
CDSE liability	10,133	9,595
Golf Hole In One Competition	1,206	-
	<u>33,144</u>	<u>30,655</u>

16 Employee Benefits

	2015	2014
	\$	\$
CURRENT		
Long service leave	24,888	28,889
	<u>24,888</u>	<u>28,889</u>
NON-CURRENT		
Long service leave	14,982	11,486
	<u>14,982</u>	<u>11,486</u>

17 Key Management Personnel Disclosures

One key management personnel exists but non compliance with AASB 124 has been chosen as not to breach the confidentiality of the Club.

18 Related Parties

Key management personnel:

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity are considered key management personnel.

For details of remuneration disclosures relating to key management personnel, refer to Note 17: Interests of Key Management Personnel (KMP).

Other transactions with KMP and their related entities are shown below.

The purchase of Projector from *IXL at Film* of which Director G.Gregory was Director at the time.

Notes to the Financial Statements

For the Year Ended 30 June 2015

19 Capital Commitments

Contracted Commitments

	2015	2014
	\$	\$
Purchase of land and buildings - estimated total commitment	-	345,000
Construction of Motel	1,791,487	-
	1,791,487	345,000

The directors have entered into a contract with PJ Truman Constructions Pty Ltd for the construction of a 20 room motel. The estimated completion is January 2016. At the time of this report, no other contracts for furnishing & fitout exist.

20 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2015 (30 June 2014:Nil).

21 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:

	2015	2014
	\$	\$
Profit for the year	330,326	285,183
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	189,702	191,359
- net (gain)/loss on sale of property, plant and equipment	(20,864)	(17,168)
- (increase)/decrease in receivables	(5,885)	(180)
- (increase)/decrease in prepayments	(1,308)	7,396
- (increase)/decrease in inventories	(9,922)	473
- increase/(decrease) in trade and other payables	202,415	(9,363)
- increase/(decrease) in employee benefits	(505)	(4,349)
Cashflow from operations	683,959	453,351

22 Events Occurring After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Notes to the Financial Statements

For the Year Ended 30 June 2015

23 Company Details

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

Quirindi R.S.L. Sub-Branch Club

86-88 Station Street

QUIRINDI NSW


Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 7 to 23, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards, Standards – Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2015 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 

Director 

Dated this 25/8 day of August 2015

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 of Quirindi R.S.L. Sub-Branch Club, which comprises the statement of financial position as at 30 June 2015, 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 in accordance with Australian Accounting Standards - Reduced Disclosure Requirements 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.

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.

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 2015 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 - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Emphasis of Matter

Without further qualification to the above opinion attention is drawn to Note 18 in the financial statements " Key Management Personnel Disclosures". One key management personnel exists but not compliance with AASB 124 has been chosen as not to breach the confidentiality of the Club.

Our opinion is not qualified in respect of this matter.

Margaret van Aanholt, Director

PKF Lawler Warburtons Audit & Assurance Pty Limited

Tamworth NSW

Quirindi R.S.L. Sub-Branch Club

ABN: 95 000 856 388

Disclaimer

30 June 2015

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 general purpose -reduced disclosures requirements 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.

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Margaret van Aanholt, Director

PKF Lawler Warburtons Audit & Assurance Pty Limited

Tamworth, NSW

QUIRINDI R.S.L. SUB-BRANCH CLUB

ABN 95 000 856 388

DETAILED PROFIT AND LOSS STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2015

2014	INCOME	2015
112684	Net Profit - Bar Trading	134006
1173703	Net Profit - Poker Machines Trading	1215976
(60618)	Net Profit - Catering Trading	(45145)
(36361)	Net TAB Income	(35362)
19428	Net Income - Keno Trading	24340
	Contributions Golf Club	8875
313	Dividends Received	321
	Insurance Recovery	2992
36003	Interest Received	41049
26556	GST Rebate	27580
68	Hire of Linen/Equipment/Room	1673
17168	Profit on Sale of Fixed Assets	20864
5000	Staff Training Subsidy	2500
19301	Subscriptions	18546
5454	Sundry Income	671
<u>1318699</u>	Total Income	<u>1418888</u>
Less OPERATING EXPENDITURE		
20603	Advertising & Public Relations	22263
67354	Amortisation of Building	6735
14048	Audit & Accountancy Fees	17669
5957	Bank Charges	5438
7635	Cleaning Materials	10636
45141	Cleaning Wages	47504
4151	Conference Expenses	3059
11197	Computer Software	20012
53117	Depreciation	49360
5720	Directors Expenses	9710
87516	Electricity	83209
25161	Insurance	23100
3484	Licences	3367
2039	Motor Vehicle Expenses	1879
(370)	Payroll Tax	5048
13352	Printing, Stationery & Postage	16096
18438	Provision for Annual Leave	29374
(3645)	Provision/ Long Service Leave	7302
17248	Provision for Sick Leave	16582
14506	Rates	12848
	Rates - Water	2286
5670	Rent	5797
49644	Repairs & Maintenance	40484
10807	Security System Monitoring	10807
13892	Staff Amenities	17417
3524	Staff Training	6950
8289	Subscriptions	9296
1802	Sundry Expenses	694
73128	Superannuation	98491
10573	Telephone	11925
490	Uniforms	2714
186912	Wages- Administration	174947
8217	Waste Removal	8385
17974	Workers Comp Premiums	14663
<u>803576</u>		<u>856669</u>
515123	Net Club Operating Profit	<u>562219</u>

2014	Less MEMBERS BENEFITS	2015
3050	Anzac Day	2440
24250	Badge Draws	24200
78143	Patrons Amenities	80409
1426	Donations	2508
4107	Bingo	4611
11127	Entertainment Expenses	10863
6695	Market Nights & Mornings	152
38025	Members Discount	75781
660	Sporting Expenses	2260
<u>197483</u>		<u>202921</u>
		358607
317640		
<u>(34977)</u>	Less: Golf Club Loss	<u>(30339)</u>
282664	NET OPERATING PROFIT	328959
	Add PROPERTY ACCOUNT	
7800	Rent Received	7800
<u>7800</u>		7800
	LESS:	
	Electricity	544
	Insurance	874
1647	Rates	4475
<u>3634</u>	Repairs & Maintenance	<u>136</u>
105	Water Rates	<u>403</u>
6928		6432
<u>872</u>	Net Property Income	<u>1367</u>
285183	Net Profit before Income Tax	329635
	Less: Income Tax	
<u>285183</u>	Net Profit after Income Tax	<u>330326</u>

QUIRINDI R.S.L. SUB-BRANCH CLUB

ABN 95 000 856 388

TRADING STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2015

2014	BAR TRADING	2015
549484	Bar Sales	590032
549484		590032
	Less: Cost of Goods Sold	
36868	Opening Stock	29040
295263	Purchases	327725
29039	Closing Stock	41136
303092		315628
246393	(47%)Gross Profit - Bar Trading(47 %)	281366
	Less: Bar Expenses	
4105	Disposables	4280
1543	Sundry Expenses	2079
115977	Wages	124233
12083	Provision for Annual Leave	16769
133708		147360
112685	Bar Profit	134006
	POKER MACHINES	
1634090	Poker Machine Takings	1704379
1634090		1704379
	Less: Direct Expenses	
27912	Non-cash Jackpots	27977
10627	Club Grants	10038
45503	Poker Machine Maintenance	47345
214217	Supplementary Tax – Duty	236518
85373	Wages	88209
6842	Provision for Annual Leave	8785
67362	Depreciation Poker Machines	69411
2551	Sundry Expenses	
460387		488403
1173703	Net Income - Poker Machines	1215976
	CATERING TRADING	
319109	Catering Receipts	334160
12250	Staff Training Subsidy	750
169548	Less: Cost of Goods Sold	162475
161810	Gross Profit from Catering	172435
	Less: Direct Expenses	
17440	Disposables	15373
190183	Wages & Apprentices	186664
13432	Provision for Annual Leave	15314
1373	Sundry Expenses	230
222428		217581
(60618)	Net Loss from Catering	(45145)
	KENO	
40167	Keno Commission	44866
	Less: Direct Expenses	
7686	Keno Stationery & Promotions	6695
13052	Wages	13831
20738		20526
19428	Net Profit from Keno	24340

QUIRINDI R.S.L. SUB-BRANCH CLUB

ABN 95 000 856 388

GOLF CLUB TRADING STATEMENT FOR THE YEAR ENDED 30TH JUNE 2015

2014			2015
30064	Sales Bar	46623	
3522	Sales Golf Balls	4239	
2177	Sales Pro Shop	6105	
	Sales Punch Balls	<u>2908</u>	
35763			59875
	Less: Cost of Goods Sold		
2707	Opening Stock	7026	
<u>20356</u>	Purchases	<u>35053</u>	
23063	Sub Total	42079	
7026	Closing Stock	<u>7567</u>	
			34512
<u>16037</u>	(44%) Gross Profit from Trading (42%)		<u>25363</u>
5845	Less: Bar Wages	11376	
11705	Sub Total Income		13987
	Add: Other Sundry Income		
	Big Hole Golf	54	
	Buggy and Room Hire	441	
16267	Competition Fees – Men	19620	
4600	Competition Fees – Ladies	4882	
5922	Competition Fees – Vets	5850	
305	Competition Fees – Mid Week	3614	
144	Competition Fees – Junior Comp	703	
4462	Contributions – G/C Committee	15531	
	Contributions – Junior Committee	7095	
500	Contributions - G/C Ladies	1052	
2000	Contributions - G/C Vets	1294	
	Donations Received	402	
15335	Green Fees	18601	
627	Green Fees Social	2147	
	Putt Putt Game Sales	1230	
611	Sale of Advertising	153	
3382	Sales Catering Golf	4678	
	Raffle Income	1452	
500	Rent Received	500	
159	Room Hire	545	
	Sponsorships	1699	
18850	Subscriptions	24461	
	Sundry Income	<u>198</u>	
86470			116202
	Less: Other Expenses		
593	Advertising	435	
3900	Affiliation Fee	3792	
1680	Amortisation of Building	1677	
350	Cleaning	400	
1846	Depreciation	1899	
3295	Electricity & Heating Oil	5285	
45	Freight & Cartage	42	
3305	Fuel & Oil – Course	3265	
12041	Insurance	9954	
2384	Leasing Charges	2418	
1215	Printing & Stationery	222	
3612	Provision for Annual Leave	4305	
3152	Rates	3560	
4769	Repairs & Maintenance Club House	2920	
13382	Repairs and Maintenance Course	37140	
	Repairs & Maintenance Big Hole	1020	
	Repairs & Maintenance Putt Putt	8670	

765	Security	1346
5436	Seed, Fertiliser & Chemicals	9826
3635	Sundry Expenses	2373
3930	Superannuation	4922
	Staff & Volunteer Training	1809
1285	Telephone	1438
1354	Trophies	1767
37910	Wages	37450
10044	Water Rates	9933
1520	Waste Removal	1145
<u>1698</u>	Workers Comp Premiums	<u>1514</u>
<u>121446</u>		<u>160527</u>
(34976)	Net Loss from Golf Club	<u>(30338)</u>