

Goulburn Club

Financial Statements
For the year ended 30 June 2017

Laterals GLP Chartered Accountants
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Goulburn Club

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Goulburn Club Directors' Report

Your directors present this report on the company for the financial year ended 30 June 2017.

Directors

The names of the directors in office at any time during the 2016-2017 year were:

Name of Director	Position & Special Responsibilities	Dates	Appointed to Board
Ron Mc Laughlin	President	01/07/16 to 30/06/17	09/10/14
Ian Aldridge	Director Vice President	01/07/16 to 20/10/16 20/10/16 to 30/06/17	22/10/15
Anna Beth McCormack	Secretary	01/07/16 to 30/06/17	15/11/04
Elly Spark	Treasurer	01/07/16 to 30/06/17	02/02/12
Stephen Kitchener	Director	01/07/16 to 30/06/17	08/06/06
Rhys Howitt	Vice President Director	01/07/16 to 20/10/16 20/10/16 to 30/06/17	22/10/15
Chris Gaul	Director	01/07/16 to 20/10/16	22/10/15
Mary Booth	Director	20/10/16 to 30/06/17	20/10/16

Directors' Meetings

The number of Directors' meetings attended by each director of the company during the financial year, is set forth below

Name of Director	Meeting Attended	Number Eligible to Attend
Ron McLaughlin	12	12
Ian Aldridge	11	12
Anna Beth McCormack	9	12
Elly Spark	12	12
Rhys Howitt	12	12
Stephen Kitchener	9	12
Chris Gaul	4	4
Mary Booth	8	8

Operating Result

The operating surplus of the company for the financial year amounted to: \$5,900 (2016: \$34,872).

Principal Activities

The principal activities of the company during the course of the year were owning and operating of a licensed social club. No significant change in the nature of these activities occurred during the year.

Significant Changes in the State of Affairs

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

The accompanying notes form part of these financial statements.

Goulburn Club Directors' Report

After Balance Date Events

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 subsequent financial years.

Future Developments

The company expects to maintain the present status and level of operations and hence there are no likely developments in the operations in future financial years.

Environmental Issues

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

Directors' Benefits

No director has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest.

Indemnifying Officer or Auditor

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

Proceedings on Behalf of Company

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

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 has been included.

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

Ron McLaughlin (President)

Elly Spark (Treasurer)

Dated:

Goulburn Club
Auditor's Independence Declaration

UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
To THE DIRECTORS OF: Goulburn Club

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017 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

Laterals GLP Chartered Accountants
Montague Street, Goulburn

Dated:

Goulburn Club
Statement of Comprehensive Income
For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Revenue		102,309	103,803
Other revenue		65,823	104,323
Cost of sales		(45,538)	(41,015)
Gross profit		122,595	167,112
Marketing		(2,653)	(1,981)
Administration expenses		(109,426)	(123,050)
Finance Costs		(4,616)	(7,209)
Profit before income tax		5,900	34,872
Income tax (credit) expense			
Profit for the year		5,900	34,872
Other comprehensive income:			
Items that will not be reclassified to profit or loss:			
Items that will be reclassified subsequently to profit or loss when specific conditions are met:			
Asset revaluation reserve			340,931
Total other comprehensive income for the year, net of tax			340,931
Total comprehensive income for the year		5,900	375,803

The accompanying notes form part of these financial statements.

Goulburn Club
Statement of Changes in Equity for the year ended 30/06/2017

Notes	Retained Earnings	Asset Revaluation Reserve	Total
Balance at 01/07/2015	57,452	306,333	363,785
Comprehensive income			
Profit attributable to the members	34,872		34,872
Other comprehensive income for the year		340,931	340,931
Total comprehensive income for the year attributable to members of the entity	34,872	340,931	375,803
Balance at 30/06/2016	92,323	647,264	739,587
Comprehensive income			
Profit attributable to the members	5,900		5,900
Other comprehensive income for the year			
Total comprehensive income for the year attributable to members of the entity	5,900		5,900
Balance at 30/06/2017	98,223	647,264	745,487

The accompanying notes form part of these financial statements.

Goulburn Club
Balance Sheet as at 30 June 2017

	Note	2017 \$	2016 \$
Current Assets			
Cash Assets			
NAB Operating Account		12,671	11,527
NAB Savings Account		306	3,306
Membership Account		310	
WFD2 Account			1,845
Community Part Account			7,865
Cash on Hand		1,500	1,500
Cash on Hand - Float		400	400
		15,188	26,443
Receivables			
Trade Debtors		780	3,420
		780	3,420
Inventories			
Finished Goods - at Cost		12,083	10,739
		12,083	10,739
Current Tax Assets			
GST Payable Control Account		379	(336)
		379	(336)
Total Current Assets		28,430	40,266
Non-Current Assets			
Property, Plant and Equipment			
Buildings - CJRE Valuation		750,000	750,000
Plant & Equipment - at Cost		80,928	80,928
Less: Accumulated Depreciation		(58,332)	(53,293)
		772,596	777,635
Total Non-Current Assets		772,596	777,635

The accompanying notes form part of these financial statements.

Goulburn Club
Balance Sheet as at 30 June 2017

	Note	2017 \$	2016 \$
Total Assets		801,026	817,901
Current Liabilities			
Payables			
Unsecured:			
Trade Creditors		5,681	2,393
		<u>5,681</u>	<u>2,393</u>
Financial Liabilities			
Unsecured:			
Credit Card		2,805	1,293
Secured:			
Bank Loan - NAB		22,356	22,356
		<u>25,161</u>	<u>23,649</u>
Current Tax Liabilities			
Amounts Withheld from Salary & Wages		(100)	334
		<u>(100)</u>	<u>334</u>
Total Current Liabilities		30,742	26,377
Non-Current Liabilities			
Financial Liabilities			
Secured:			
Bank Loan - NAB		24,797	51,937
		<u>24,797</u>	<u>51,937</u>
Total Non-Current Liabilities		24,797	51,937
Total Liabilities		55,539	78,314
Net Assets		745,487	739,587

The accompanying notes form part of these financial statements.

Goulburn Club
Balance Sheet as at 30 June 2017

	Note	2017 \$	2016 \$
<hr/>			
Equity			
Reserves			
Assets Revaluation Reserve		647,264	647,264
Retained profits / (accumulated losses)		<u>98,223</u>	<u>92,323</u>
Total Equity		<u><u>745,487</u></u>	<u><u>739,587</u></u>

The accompanying notes form part of these financial statements.

Goulburn Club
Statement of Cash Flows
For the year ended 30 June 2017

	2017	2016
	\$	\$
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Cash Flow From Operating Activities		
Receipts from customers	170,773	208,337
Payments to Suppliers and employees	(151,784)	(161,456)
Interest received		169
Interest and other costs of finance	(4,616)	(7,209)
Net cash provided by (used in) operating activities (note 2)	14,373	39,842
 Cash Flow From Investing Activities		
Payment for:		
Payments for property, plant and equipment		(3,203)
Net cash provided by (used in) investing activities		(3,203)
 Cash Flow From Financing Activities		
Proceeds of borrowings	1,511	
Repayment of borrowings	(27,140)	(35,156)
Net cash provided by (used in) financing activities	(25,629)	(35,156)
Net increase (decrease) in cash held	(11,256)	1,483
Cash at the beginning of the year	26,443	24,960
Cash at the end of the year (note 1)	15,188	26,443

The accompanying notes form part of these financial statements.

Goulburn Club
Statement of Cash Flows
For the year ended 30 June 2017

2017

2016

Note 1. Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

NAB Operating Account	12,671	11,527
NAB Savings Account	306	3,306
Membership Account	310	
WFD2 Account		1,845
Community Part Account		7,865
Cash on Hand	1,500	1,500
Cash on Hand - Float	400	400
	15,188	26,443

Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit

Operating profit (loss) after tax	5,900	34,872
Depreciation	5,039	4,736
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	2,640	380
(Increase) decrease in finished goods	(1,344)	(351)
Increase (decrease) in trade creditors and accruals	3,288	444
Increase (decrease) in sundry provisions	(1,150)	(239)
Net cash provided by operating activities	14,373	39,842

Goulburn Club
Notes to the Financial Statements
For the year ended 30 June 2017

Note 1: Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers Goulburn Club as an individual entity. Goulburn Club is a company limited by guarantee, incorporated and domiciled in Australia.

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

(A) Basis of Preparation*First-time Adoption of Australian Equivalents to International Financial Reporting Standards*

Goulburn Club has prepared financial statements in accordance with the Australian equivalents to International Financial Reporting Standards (IFRS) from the 1 July 2005.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

(B) Accounting Policies**Inventories**

Inventories are measured at the lower of cost and net realisable value.

Property, Plant and Equipment

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

a) Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arms length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

b) Plant and equipment

Plant and equipment is measured on the cost basis less depreciation and impairment losses.

Goulburn Club
Notes to the Financial Statements
For the year ended 30 June 2017

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

The cost of fixed assets constructed within Goulburn Club includes the cost of materials, direct labor, borrowing costs and an appropriate proportion of fixed and variable overheads.

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

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in shareholders' equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the assets original cost is transferred from the revaluation reserve to retained earnings.

c) Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to Goulburn Club commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Asset	Depreciation Rate %
Plant and equipment	10-20%

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An assets carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

Provisions

Provision are recognised when Goulburn Club has a legal or constructive obligation, as a result of past events, for which it is probable that the outflow of economic benefit will result and that the outflow can be measured reliably.

Cash and Cash Equivalents

Goulburn Club
Notes to the Financial Statements
For the year ended 30 June 2017

Cash and Cash Equivalents includes cash on hand, deposits held at call with banks or financial institutions, other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short term borrowings in current liabilities on the balance sheet.

Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking in to account the interest rates applicable to the financial assets.

Dividend revenue is recognised when the right to receive a dividend has been established. Dividends received from associates and joint venture entities are accounted for in accordance with the equity method of accounting.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use of sale.

All other borrowing costs are recognised in income in the period in which they are incurred

Goods and Service Tax (GST)

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

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

Goulburn Club
Trading Account
For the year ended 30 June 2017

	2017	2016
	\$	\$
<hr/>		
Trading Income		
Sales	102,309	103,803
Total Trading Income	<u>102,309</u>	<u>103,803</u>
 Cost of Sales		
Add:		
Opening Finished Goods	10,739	10,388
Purchases	45,960	40,205
	<u>56,699</u>	<u>50,593</u>
 Less:		
Closing Finished Goods	12,083	10,739
	<u>12,083</u>	<u>10,739</u>
 Cost of Sales	44,616	39,854
 Gross Profit from Trading	<u><u>57,693</u></u>	<u><u>63,949</u></u>

Goulburn Club
Detailed Income Statement
For the year ended 30 June 2017

	2017 \$	2016 \$
Income		
Trading profit	57,693	63,949
Interest Received		169
Member Donations	7,215	8,399
Member Subscriptions	8,000	11,380
Fundraising	1,925	3,070
Functions / Room Hire	1,462	1,599
Art Sales	436	205
WFD Grant Income		24,948
WFD2 Grant Income	4,800	19,251
CBP Grant Income		7,150
Stone House Grant Income	10,000	
Rent Received	31,984	28,152
Total income	123,516	168,272
Expenses		
Advertising & Promotion	2,653	1,981
Audit Fees	1,500	1,364
Bank Fees & Charges	835	1,800
Cleaning/Rubbish Removal	7,098	5,541
Depreciation	5,039	4,736
Donations	500	1,000
Electricity	7,228	7,511
Entertainment	7,659	6,369
Fees & Licences	644	587
Gas & Heating	2,283	1,944
Hire of Plant & Equipment	343	112
Insurance	9,994	8,558
Interest - Australia	4,616	7,209
Miscellaneous Expenses	2,078	2,325
Printing, Postage & Stationery	1,515	679
Rates & Land Taxes	9,610	11,063
Repairs & Maintenance	9,044	4,536
Repairs & Maintenance - Stone House	19,832	

The accompanying notes form part of these financial statements.

Goulburn Club
Detailed Income Statement
For the year ended 30 June 2017

	2017 \$	2016 \$
Repairs & Maintenance - Squash Court		17,185
Repairs & Maintenance - Toilet	1,640	
Repairs & Maintenance - Kitchen	7,743	
Repairs & Maintenance - Verandah Post	1,201	
Subscriptions	1,689	878
Superannuation	119	
Telephone & Internet	1,071	917
Travel & Accommodation		45
Wages	3,078	1,770
WFD Grant Expenses		26,233
WFD2 Grant Expenses	7,684	17,897
Management Agent Fees	921	1,161
Total expenses	<u>117,616</u>	<u>133,401</u>
Profit from Ordinary Activities before income tax	<u>5,900</u>	<u>34,872</u>

Goulburn Club Audit Report

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Goulburn Club (the company), which comprises the statement of financial position as at 30 June 2017, the statement of other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion:

- a) the accompanying financial report of Goulburn Club is in accordance with the Corporations Act 2001, including:
 - i. giving a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year then ended; and
 - ii. complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1

Basis for Opinion

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

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2017, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Goulburn Club Audit Report

Responsibilities of the Directors for the Financial Report

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

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

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial report. We are responsible for the

**Goulburn Club
Audit Report**

direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Signed on :

Laterals GLP Chartered Accountants

Montague Street, Goulburn