

# **COOLAMON SPORT AND RECREATION CLUB LIMITED**

**ABN: 44 001 061 829**

## **FINANCIAL REPORT**

**FOR THE YEAR ENDED 30 SEPTEMBER 2018**

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

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FOR THE YEAR ENDED 30 SEPTEMBER 2018

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# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## CLUB PROPERTY DECLARATION

FOR THE YEAR ENDED 30 SEPTEMBER 2018

Pursuant to Section 41J(2) of the *Registered Clubs Act 1976* the Directors declare that, for the financial year ended 30 September 2018, the classification of freehold land is as follows:

Property Address	Current Usage	Classification
71-73 Lewis Street, COOLAMON NSW 2701	Clubhouse & facilities	Core

Section 41J(2) of the *Registered Clubs Act 1976* requires the annual report to specify the core property and non-core property of the Club as at the end of the financial year to which the report relates.

- (a) the defined premises of the Club; or
- (b) any facility provided by the Club for use of its members and their guests; or
- (c) any other property declared by a resolution passed by a majority of the members present at a general meeting of Ordinary members of the Club to be core property of the Club.

Non-core property is any other property other than that referred to above as core property and any property which is declared by the members at a general meeting of ordinary members of the Club not to be core property.

The significance of the distinction between core property and non-core property is that the Club cannot dispose of any core property unless:

- (a) the property has been valued by a registered valuer within the meaning of the *Valuers Act 2003*; and
- (b) the disposal has been approved at a general meeting of the ordinary members of the Club at which the majority of the votes cast support the approval; and
- (c) any sale is by way of public auction or open tender conducted by an independent real estate agent or auctioneer.

These disposal provisions and what constitutes a disposal for the purposes of section 41J are to some extent modified by regulations made under the *Registered Clubs Act 1976* and by Section 41J itself. For example, the requirements above do not apply to core property that is being leased or licensed for a period not exceeding 10 years on terms that have been the subject of a valuation by a registered valuer.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2018

The Directors present their report on Coolamon Sport and Recreation Club Limited for the financial year ended 30 September 2018.

### Directors

The names of the Directors in office at any time during, or since the end of, the year are:

Names	Position	Appointed/Resigned
Trevor Jose	President	Appointed: 17 January 2016
Gavin Stephenson	Director	Appointed: 17 January 2016
Warren McLoughlin	Director	Appointed: 17 January 2016
Leonie Dennis	Director	Appointed: 25 February 2018
Eric Williams	Director	Appointed: 26 March 2018
Andrew Pattison	Director	Appointed: 25 February 2018
Judith Colwill	Director	Appointed: 25 February 2018
Bruce Hutcheon	Director	Resigned: 26 March 2018

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

### Review of operations

The profit of the Company after providing for income tax amounted to \$ 77,750 (2017: \$119,162).

### Principal activity

The principal activity of Coolamon Sport and Recreation Club Limited during the financial year was to operate and promote the licensed Club for the benefit of its members.

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:

- Support the local community;
- Maintain goodwill and fellowship; and
- Promote sport and recreational activities.

### Long term objectives

The Company's long term objectives are to:

- Establish and maintain strong relationships with the local community;
- Be sustainable and strive for continuous improvement so as to offer the best possible outcomes for the Club's members and guests; and
- Replace the synthetic greens when required.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### Strategies for achieving the objectives

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

- Improve the Club's facilities and strive for additional efficiencies; and
- Provide a wide range of entertainment for the local community.

### Performance measures

To measure the Company's performance, the Club compares their performance against qualitative and quantitative benchmarks to assess financial sustainability of the Company and to ensure the Club's short-term and long-term objectives are being achieved.

### Members' guarantee

Coolamon Sport and Recreation Club Limited 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 member and any person or association who ceased to be a member in the year prior to winding up, is limited to \$2, subject to the provisions of the Company's constitution.

At 30 September 2018, the collective liability of members was \$ 1,600.

### Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

### Environmental issues

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia other than the *Smoke-Free Environment Act 2000*, *Smoke-Free Environment Amendment Regulation 2009*, and the *Smoke-Free Environment Regulation 2007* ban that regulates smoking in enclosed public places as well as specified public places.

### Indemnification

The Company has paid premiums to insure each of its Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Company, other than the conduct involving a willful breach of duty in relation to the Company.

### Events 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.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### Meetings of Directors

During the financial year, 12 meetings of Directors were held. Attendances by each Director during the year were as follows:

	Number eligible to attend	Number attended
Trevor Jose	12	12
Gavin Stephenson	12	10
Warren McLoughlin	12	11
Leonie Dennis	8	8
Eric Williams	7	7
Andrew Pattison	8	6
Judith Colwill	8	6
Bruce Hutcheon	5	5

### Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 September 2018 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:  .....  
Trevor Jose

Director:  .....  
Leonie Dennis

Dated 29 January 2019

**COOLAMON SPORT AND RECREATION CLUB LIMITED**

**ABN: 44 001 061 829**

**AUDITOR'S INDEPENDENCE DECLARATION**

**FOR THE YEAR ENDED 30 SEPTEMBER 2018**

We declare that, to the best of our knowledge and belief, during the year ended 30 September 2018, there have been:

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

**National Audits Group Pty Ltd**  
**Authorised Audit Company**



**Steven J Watson**  
**Managing Director**

**Dated 29 January 2019**

**Wagga Wagga**

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	Note	2018 \$	2017 \$
Revenue	4	648,840	638,596
Cleaning		(3,444)	(3,155)
Depreciation		(40,187)	(39,314)
Employee benefits		(153,044)	(140,174)
Entertainment and function expenses		(16,607)	(16,825)
Insurance		(25,994)	(23,419)
Interest expense		(12,758)	(21,085)
Other expenses		(30,361)	(36,398)
Gaming machine and keno expenses		(26,278)	(15,260)
Professional services		(21,150)	(10,210)
Purchases		(163,206)	(162,627)
Repairs and maintenance		(17,283)	(5,117)
Subsidiary club expenses		(14,860)	(13,416)
Utilities		(45,918)	(32,434)
<b>Profit before income tax</b>		77,750	119,162
Income tax expense	2(a)	-	-
<b>Profit for the year</b>		77,750	119,162
Other comprehensive income		-	-
<b>Total comprehensive profit for the year</b>		77,750	119,162

The accompanying notes form part of these financial statements.



# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	68,214	59,677
Trade and other receivables		250	800
Inventories	6	18,639	16,240
Prepayments		-	370
<b>TOTAL CURRENT ASSETS</b>		<b>87,103</b>	<b>77,087</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7	828,946	864,704
<b>TOTAL NON-CURRENT ASSETS</b>		<b>828,946</b>	<b>864,704</b>
<b>TOTAL ASSETS</b>		<b>916,049</b>	<b>941,791</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	24,883	110,519
Borrowings	9	156,392	175,441
Employee benefits	10	4,805	3,612
<b>TOTAL CURRENT LIABILITIES</b>		<b>186,080</b>	<b>289,572</b>
<b>TOTAL LIABILITIES</b>		<b>186,080</b>	<b>289,572</b>
<b>NET ASSETS</b>		<b>729,969</b>	<b>652,219</b>
<b>EQUITY</b>			
Retained earnings		729,969	652,219
<b>TOTAL EQUITY</b>		<b>729,969</b>	<b>652,219</b>

The accompanying notes form part of these financial statements.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	2018	2017
	\$	\$
Retained earnings at the beginning of the year	652,219	533,057
Profit for the year	77,750	119,162
Retained earnings at the end of the year	729,969	652,219

The accompanying notes form part of these financial statements.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	Note	2018 \$	2017 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers		638,560	637,426
Payments to suppliers and employees		(604,987)	(559,156)
Interest paid		(1,558)	(2,221)
<b>Net cash provided by operating activities</b>		<u>32,015</u>	<u>76,049</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of property, plant and equipment		(4,429)	(13,521)
<b>Net cash used in investing activities</b>		<u>(4,429)</u>	<u>(13,521)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Repayment of borrowings		(19,049)	(18,237)
<b>Net cash used in financing activities</b>		<u>(19,049)</u>	<u>(18,237)</u>
<b>Net increase in cash and cash equivalents held</b>		8,537	44,291
Cash and cash equivalents at beginning of year		<u>59,677</u>	<u>15,386</u>
<b>Cash and cash equivalents at end of financial year</b>	5	<u><u>68,214</u></u>	<u><u>59,677</u></u>

The accompanying notes form part of these financial statements.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

The financial report covers Coolamon Sport and Recreation Club Limited as an individual entity. Coolamon Sport and Recreation Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Coolamon Sport and Recreation Club Limited is Australian dollars (\$AUD) and all amounts have been rounded to the nearest dollar.

The financial report was authorised for issue by the Directors on 29 January 2019.

### 1 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, *Corporations Act 2001* and *Corporations Regulations 2001*.

The financial statements have been prepared on an accruals basis and are based on historical costs.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

### 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Income Tax

As a sporting club, the Company has claimed a self assessed exemption from income tax in accordance with Section 50.45 of the *Income Tax Assessment Act 1997*. Accordingly, no provision for income tax has been recognised in the financial statements.

#### (b) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the Company are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

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.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

#### (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 derived through bar sales is recognised on transfer of goods to the patron as this is deemed to be the point in time when all the risks and rewards associated with the goods are transferred and there is no longer any ownership or effective control over the inventory.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (c) Revenue and other income

##### Community pledges

Community pledges are recognised as revenue when received.

##### Gaming machine takings

Gaming machine takings are recognised as revenue when received and shown in the statement of profit or loss and other comprehensive income as a net amount.

##### Interest revenue

Interest is recognised using the effective interest method.

##### Subscriptions

Membership subscriptions represent the amounts received from the Company's members in accordance with the Rules of the Company and are recognised as revenue when received.

##### Rental income

Restaurant lease 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.

##### Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

#### (d) 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 payables 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 in the statement of cash flows are included on an inclusive 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.

#### (e) Inventories

Inventories for bar stock are measured at the lower of cost and net realisable value. Cost of inventory is determined using the individual item basis which is inclusive of freight and delivery charges and is 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 off in the statement of profit or loss and other comprehensive income when deemed to be damaged or obsolete.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (f) Property, plant and equipment

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Leasehold improvements relate to golf course, tennis court and bowling green capitalised items.

#### Depreciation

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

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

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

Leasehold Buildings	2.5%
Plant and Equipment	10% - 66.67%
Furniture, Fixtures and Fittings	7% - 25%
Leasehold improvements	2.5% - 10%

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.

#### (g) Intangibles

##### Gaming machine licenses

Under the *Gaming Machine Act 2001*, a tradeable asset titled gaming machine entitlement was created. Gaming Machine entitlements are able to be sold to other registered clubs within the state of New South Wales (NSW) provided certain statutory requirements are met. The Act came into effect on 2 April 2001.

Fourteen (14) gaming machine entitlements were purchased prior to 2001 and have not been recognised as assets of the Company at year end.

#### (h) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and cash at bank which is readily convertible to known amounts of cash and subject to an insignificant risk of change in value.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (i) Employee benefits

A liability is made for the Company's 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 one year 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.

#### (j) 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.

#### (k) Going concern and deficiency of current assets

Despite having current liabilities exceed current assets by \$98,977 as at 30 September 2018 (2017: \$212,485) and historical operating losses, the Directors are of the opinion the Company will continue on a going concern basis due to the following circumstances:

- Operating profit for the year ended 30 September 2018 amounted to \$77,750 (2017: \$119,162);
- Cash inflow from operating activities during the year ended 30 September 2018 amounted to \$32,015 (2017: \$76,049);
- The Company repaid \$19,049 in borrowings during the year ended 30 September 2018 (2017: \$18,237); and
- In November 2016, the Company established a Fighting Fund Trust Account which is used to obtain non-refundable community pledges. Since establishment, the Trust Account has distributed \$117,736 of the community pledges into the Company's bank account which has been used to pay off the Company's outstanding superannuation liabilities, Australian Taxation Office debt and Department of Industries debt.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (I) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Company has decided not to early adopt these Standards. The following table summarises those future requirements, and their impact on the Company where the standard is relevant:

Standard Name	Effective date	Requirements	Impact
AASB 15 - Revenue from Contracts with Customers	1 October 2019	Membership subscriptions received in advance are to be recognised over the period in which the membership relates to.	Minimal impact due to their immaterial nature.
AASB 16 - Leases	1 October 2019	The Company will be required to recognise any current or future operating leases as 'right-of-use assets' and 'lease liabilities' in its statement of financial position.	Minimal impact as the Company's operating leases are deemed to be exempt due to the low value of the underlying assets.
AASB 9 - Financial Instruments	1 October 2018	The Company will now be required to recognise (at a minimum) 12-month expected credit losses in profit or loss. Lifetime expected losses will be recognised on assets for which there is a significant increase in credit risk after initial recognition.	Minimal impact due to their immaterial nature.
AASB 1058 - Income of Not-for-Profit Entities	1 October 2019	Under AASB 1058 the Company must recognise transactions where consideration to acquire an asset is significantly less than fair value in accordance with AASB 116. The Company may also elect to apply an accounting policy requiring the recognition of volunteer services as revenue and its expenditure through profit and loss. In addition, this standard may require changes in the recognition and measurement of peppercorn leases and how they are treated.	Minimal impact as the consideration to acquire an asset has historically been applied under the requirements prescribed under AASB 116 and the Directors have determined not to elect an accounting policy to recognise the monetary impact of volunteer services. It is also expected that the changes in the accounting treatment of peppercorn leases will have a minimal impact as the AASB has issued an exposure draft proposing to provide temporary relief for new leases and permanent relief from existing leases.



# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 3 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The Director's 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.

#### ***Key estimates - impairment of property, plant and equipment***

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

#### ***Key estimates - provisions***

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

#### ***Key estimates - inventory***

Each item on inventory is reviewed on an annual basis to determine whether it is being carried at higher than its net realisable value. During the year, management have written down inventory based on best estimate of the net realisable value, although until the time that inventory is sold this is an estimate.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	2018 \$	2017 \$
<b>4 REVENUE AND OTHER INCOME</b>		
Rental income	13,077	12,678
Sundry income	6,983	19,496
Bar sales	356,505	391,726
Catering income	13,427	6,961
Function income	20,530	18,019
Fundraising and raffles	7,309	8,623
Green fees	26,881	18,466
Membership subscriptions	23,825	23,538
Gaming machine takings - net	75,015	79,171
Commissions	11,188	12,531
Sponsorship	10,400	2,151
Community pledges	72,500	45,236
Remittance of ATO general interest charges	11,200	-
	<u>648,840</u>	<u>638,596</u>
<b>5 CASH AND CASH EQUIVALENTS</b>		
CURRENT		
Cash on hand	10,821	10,321
Cash at bank	57,393	49,356
	<u>68,214</u>	<u>59,677</u>
<b>6 INVENTORIES</b>		
CURRENT		
Inventories - at cost	<u>18,639</u>	<u>16,240</u>

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	2018 \$	2017 \$
<b>7 PROPERTY, PLANT AND EQUIPMENT</b>		
NON-CURRENT		
Leasehold buildings		
At cost	624,094	624,094
Accumulated depreciation	(165,456)	(149,854)
	<u>458,638</u>	<u>474,240</u>
Plant and equipment		
At cost	98,186	94,755
Accumulated depreciation	(65,381)	(58,764)
	<u>32,805</u>	<u>35,991</u>
Furniture, fixtures and fittings		
At cost	28,049	27,050
Accumulated depreciation	(21,960)	(20,200)
	<u>6,089</u>	<u>6,850</u>
Leasehold improvements		
At cost	487,674	487,674
Accumulated amortisation	(156,260)	(140,051)
	<u>331,414</u>	<u>347,623</u>
Total property, plant and equipment	<u>828,946</u>	<u>864,704</u>

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 7 PROPERTY, PLANT AND EQUIPMENT

#### (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:

	Leasehold Buildings	Plant and Equipment	Furniture, Fixtures and Fittings	Leasehold Improvements	Total
	\$	\$	\$	\$	\$
<b>Year ended 30 September 2018</b>					
Balance at the beginning of year	474,240	35,991	6,850	347,623	864,704
Additions	-	3,430	999	-	4,429
Depreciation expense	(15,602)	(6,616)	(1,760)	(16,209)	(40,187)
Balance at the end of the year	458,638	32,805	6,089	331,414	828,946

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	2018 \$	2017 \$
<b>8 TRADE AND OTHER PAYABLES</b>		
CURRENT		
Trade payables	15,014	26,399
ATO payable	4,242	75,650
Superannuation payable	5,627	5,774
Other payables	-	2,696
	<u>24,883</u>	<u>110,519</u>

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

## 9 BORROWINGS

CURRENT		
Lease liabilities	2,536	5,985
NAB - bank loan	153,856	169,456
	<u>156,392</u>	<u>175,441</u>

### Bank loan

At 30 September 2018, the bank loan with the National Australian Bank (NAB) had a facility limit of \$169,800 which was secured by a registered mortgage over the Company's building located at Lewis Street Coolamon NSW (Title reference: 319/1034246).

## 10 EMPLOYEE BENEFITS

CURRENT		
Annual leave	4,805	3,612

## 11 LEASING COMMITMENTS

### Finance leases

Minimum lease payments:		
- not later than one year	2,536	3,449
- between one year and five years	-	2,536
	<u>2,536</u>	<u>5,985</u>

An agreement was made between the Company and John Deere Financial for a John Deere tractor. The agreement is for a 2 year period which commenced 22 August 2017 and expires on 22 August 2019. Repayments are payable monthly in advance with an interest rate of 0.50% p.a.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 11 LEASING COMMITMENTS

#### *Operating leases*

A perpetual special lease is in place for land leased from the Department of Primary Industry (DPI). Lease payments are increased on an annual basis to reflect market rentals.

The three special leases for Crown land are for the purpose of recreation pertaining to Lot 319 and 320 DP 1034248.

### 12 KEY MANAGEMENT PERSONNEL REMUNERATION

The total remuneration paid to key management personnel of the Company during the year was \$56,812 (2017: \$35,588).

For details of other transactions with key management personnel, refer to Note 14: Related Parties.

### 13 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 Directors (whether executive or otherwise) of that entity are considered key management personnel. Key management personnel of the Company during the year were as follows:

- Trevor Jose (President)
- Gavin Stephenson (Director)
- Warren McLoughlin (Director)
- Leonie Dennis (Director - Appointed 25 February 2018)
- Eric Williams (Director - Appointed 26 March 2018)
- Andrew Pattison (Director - Appointed 25 February 2018)
- Judith Colwill (Director - Appointed 25 February 2018)
- Bruce Hutcheon (Director - Resigned 26 March 2018)

For details of remuneration disclosures relating to key management personnel, refer to Note 12: Key Management Personnel Remuneration.

#### *Other related parties*

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

#### *Transactions with related parties*

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. The following transactions occurred with related parties during the year:

- Trevor Jose and Bruce Hutcheon are the trustees of the Fighting Fund Trust Account with all transactions being made in accordance with the Trust Deed; and
- Bruce Hutcheon remains to be a trustee of the Fighting Fund Trust Account post his resignation which was due to his position at the Coolamon Shire Council.

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 14 CONTINGENCIES

In the opinion of the Directors, the Company did not have any contingencies at 30 September 2018 (30 September 2017: None).

### 15 EVENTS AFTER THE END OF THE REPORTING PERIOD

The financial report was authorised for issue on 29 January 2019 by the Board of Directors.

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.

### 16 STATUTORY INFORMATION

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

Coolamon Sport and Recreation Club Limited

71-73 Lewis Street

COOLAMON NSW 2701

# COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

## DIRECTORS' DECLARATION

FOR THE YEAR ENDED 30 SEPTEMBER 2018

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 21, are in accordance with the *Corporations Act 2001* and *Corporations Regulations 2001* and:
  - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
  - b. give a true and fair view of the financial position as at 30 September 2018 and of the performance for the year then ended.
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 .....  
  
Trevor Jose

Director .....  
  
Leonie Dennis

Dated 29 January 2019



## COOLAMON SPORT AND RECREATION CLUB LIMITED

ABN: 44 001 061 829

### INDEPENDENT AUDITOR'S REVIEW REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2018

#### Report on the Financial Report

We have reviewed the accompanying financial report of Coolamon Sport and Recreation Club Limited, which comprises the statement of financial position as at 30 September 2018, 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 and the *Corporations Act 2001* and *Corporations Regulation 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Company's financial position as at 30 September 2018 and its performance for the year then ended; and
- (b) complying with the Australian Accounting Standards - Reduced Disclosure Requirements and *Corporations Regulations 2001*.

ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report. A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures.

A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### Independence

In conducting our review, we have complied with the independence requirements as prescribed under *Corporations Act 2001* (the Act). We confirm that the independence declaration required by the Act, which has been given to the Directors of Coolamon Sport and Recreation Club Limited, would be in the same terms if given to the Directors as at the time of this independent auditor's review report.

**COOLAMON SPORT AND RECREATION CLUB LIMITED**

**ABN: 44 001 061 829**

**INDEPENDENT AUDITOR'S REVIEW REPORT**

**FOR THE YEAR ENDED 30 SEPTEMBER 2018**

**Conclusion**

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of Coolamon Sport and Recreation Club Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Company's financial position as at 30 September 2018 and of its performance for the year ended on that date; and
- (b) complying with relevant Australian Accounting Standards - Reduced Disclosure Requirements and *Corporations Regulations 2001*.

**Material Uncertainty Related to Going Concern**

We draw attention to Note 2(k) to the financial statements which describes the existence of a material uncertainty that may cast doubt about the Company's ability to realise its debts and discharge its liabilities in the normal course of business, and subsequently continue as a going concern. However, notwithstanding the deficiency in the Company's current assets to current liabilities and historical operating losses, for the year, the financial report has been prepared on a going concern basis. Our opinion has not been modified in respect of the matter.

**National Audits Group Pty Ltd**  
**Authorised Audit Company**



**Steven J Watson**  
**Managing Director**

**Dated 29 January 2019**

**Wagga Wagga**