



# **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

## **Financial Statements**

For the Year Ended 31 December 2021

# **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

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**For the Year Ended 31 December 2021**

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## **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

### **Directors' Report**

**31 December 2021**

The directors present their report on Palm Beach RSL Sub-Branch Club Limited for the financial year ended 31 December 2021.

#### **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:

Bryan Webster

Qualifications	Retired Regional Manager
Experience	17 years on the Board
Special responsibilities	President

John Oliver

Qualifications	Retired Sole Trader / Certified Engineer Draftsman
Experience	28 years on the Board
Special responsibilities	Vice President - House Committee

Neil Smith

Qualifications	Retired Director of 4 Public Companies
Experience	12 years on the Board
Special responsibilities	Treasurer - Finance Committee

James Woodward

Qualifications	Sole Trader / Photographer
Experience	11 years on the Board
Special responsibilities	Sports Committee

Christopher Hendrikson

Qualifications	Retired Production Planner / Purchasing Officer
Experience	14 years on the Board
Special responsibilities	Finance / Sports Committees

Gregory Womersley

	(Resigned - 15/02/2021)
Qualifications	Retired Technician
Experience	10 years on the Board
Special responsibilities	Sports Committee

Russell Marsh

Qualifications	Bus Operator / Operations Supervisor
Experience	10 years on the Board
Special responsibilities	House Committee

Robert Head

	(Resigned - 19/04/2021)
Qualifications	Retired Company Director
Experience	7 years on the Board
Special responsibilities	House Committee

## **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

# **Directors' Report**

**31 December 2021**

### **1. General information**

#### **Information on directors**

Glen Babicci	
Qualifications	Warehouse Manager
Experience	5 years on the Board
Special responsibilities	Sports / House Committees
Michael Gillmeister	(Appointed - 15/02/2021)
Qualifications	Company Director / Refrigeratin Mechanic Electrician
Experience	First year on the Board
Special responsibilities	House Committee
Andrew Blundell	(Appointed - 09/05/2021)
Qualifications	Chubb Security Sales Manager
Experience	First year on the Board
Special responsibilities	House Committee

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 activities of Palm Beach RSL Sub-Branch Club Limited during the financial year are those 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:

- Keep and maintain best facilities for members and grow profitability.
- Build our membership base.
- Remain financial and to build our cashflow to achieve the above.

#### **Long term objectives**

The Company's long term objectives are to:

- Maintain and improve facilities for its members.
- Grow our membership and to offer the best club house for our members.

# **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

## **Directors' Report**

**31 December 2021**

### **1. General information**

#### **Strategies for achieving the objectives**

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

- The Company strives to attract and obtain quality staff.
- The Board encourages staff to maintain high standards to the members and provides staff with ongoing training in pursuit of this objective.
- The Board is committed to meeting high standards of governance and to providing clear professional accountability to members.
- The Board maintains a thorough and careful control over the Company's finances to ensure the Company remains viable, and to allow continual refurbishment and maintenance of the facilities for members.

#### **Members' guarantee**

Palm Beach RSL Sub-Branch 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 the winding up, is limited to \$ 2 per member, subject to the provisions of the company's constitution.

At 31 December 2021 the collective liability of members was \$ 2,594 (2020: \$ 4,184).

### **2. Other items**

#### **Matters or circumstances arising after the end of the year**

The Covid-19 pandemic which commenced in 2020, has significantly impacted the global economy and is likely to impact the Company's results in 2022. The extent of the reduction is not yet known, but the Directors believe that the Company is positioned to survive the anticipated downturn by taking advantage of Government benefits as and when they become available, and by curtailing expenditure.

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

#### **Future developments and results**

The Directors do not anticipate any developments in the operations of the Company which will affect the results in subsequent years.

**Palm Beach RSL Sub-Branch Club Limited**

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**Directors' Report**

**31 December 2021**

**Meetings of directors**

During the financial year, 12 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

<b>Directors' Meetings</b>	
<b>Number eligible to attend</b>	<b>Number attended</b>
Bryan Webster	12
John Oliver	10
Neil Smith	12
James Woodward	12
Christopher Hendrikson	11
Gregory Womersley	1
Russell Marsh	8
Robert Head	3
Glen Babicci	9
Michael Gillmeister	7
Andrew Blundell	7

**Auditor's independence declaration**

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 December 2021 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:

President:  .....  
Bryan Webster

Vice President:  .....  
John Oliver

Dated 12 April 2022



**Morgan Veale & Co**  
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Chartered Accountants

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**Principal:** Kevin A Veale BA FCA

ABN 39 641 271 163

*Private and Confidential*

To the Directors of Palm Beach RSL Sub-Branch Club Ltd  
1087 Barrenjoey Road  
Palm Beach NSW 2108

Dear Directors,

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

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 31 December 2021 there have been:

1. No contraventions of the auditor independence requirements as set out in the Corporations Act, 2001 (Cth) in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

Yours faithfully,

Kevin Andrew Veale  
Principal

Date: 12 April 2022

**Palm Beach RSL Sub-Branch Club Limited**

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**Statement of Profit or Loss and Other Comprehensive Income**

**For the Year Ended 31 December 2021**

		<b>2021</b>	<b>2020</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
Bar sales		537,108	561,983
Poker machine takings		659,263	685,645
Bistro revenue		616,514	692,783
Commissions		19,694	27,535
Sundry income		46,725	43,677
Other income		262,867	622,850
Finance income		24	368
<b>Total revenue</b>	4	<u>2,142,195</u>	<u>2,634,841</u>
Employee benefits expense		(971,782)	(1,202,676)
Depreciation and amortisation expense		(134,925)	(155,782)
Other expenses	5	<u>(1,221,246)</u>	<u>(1,271,440)</u>
<b>(Loss)/Profit before income tax</b>		(185,758)	4,943
Income tax expense		-	-
<b>(Loss)/Profit for the year</b>		<u>(185,758)</u>	<u>4,943</u>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<u>(185,758)</u>	<u>4,943</u>

The accompanying notes form part of these financial statements.



# Palm Beach RSL Sub-Branch Club Limited

ABN 22 001 049 154

## Statement of Financial Position

As At 31 December 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	377,035	450,427
Inventories	7	62,074	60,570
Other financial assets	8	750	750
Other assets	9	67,922	32,057
<b>TOTAL CURRENT ASSETS</b>		<b>507,781</b>	<b>543,804</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	10	389,882	414,854
Intangible assets	11	110,745	110,745
Right of use asset - leases	16	47,520	99,360
<b>TOTAL NON-CURRENT ASSETS</b>		<b>548,147</b>	<b>624,959</b>
<b>TOTAL ASSETS</b>		<b>1,055,928</b>	<b>1,168,763</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	229,427	81,621
Short-term provisions	13	106,000	106,000
Employee benefits	15	153,435	179,188
Other financial liabilities	14	21,746	19,036
Lease liabilities	16	47,520	51,840
<b>TOTAL CURRENT LIABILITIES</b>		<b>558,128</b>	<b>437,685</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	16	-	47,520
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>-</b>	<b>47,520</b>
<b>TOTAL LIABILITIES</b>		<b>558,128</b>	<b>485,205</b>
<b>NET ASSETS</b>		<b>497,800</b>	<b>683,558</b>
<b>EQUITY</b>			
Retained earnings		497,800	683,558
<b>TOTAL EQUITY</b>		<b>497,800</b>	<b>683,558</b>

The accompanying notes form part of these financial statements.

**Palm Beach RSL Sub-Branch Club Limited**

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**Statement of Changes in Equity**

**For the Year Ended 31 December 2021**

	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2021</b>	683,558	683,558
Loss for the year	(185,758)	(185,758)
<b>Balance at 31 December 2021</b>	<u>497,800</u>	<u>497,800</u>
<b>Balance at 1 January 2020</b>	678,615	678,615
Profit for the year	4,943	4,943
<b>Balance at 31 December 2020</b>	<u>683,558</u>	<u>683,558</u>

The accompanying notes form part of these financial statements.

## Palm Beach RSL Sub-Branch Club Limited

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### Statement of Cash Flows

For the Year Ended 31 December 2021

	2021	2020
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	2,083,464	2,633,726
Payments to suppliers and employees	(2,067,694)	(2,558,647)
Interest received	24	368
Finance costs	(4,785)	-
Net cash provided by/(used in) operating activities	<u>11,009</u>	<u>75,447</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of plant, equipment and licenses	25,552	15,000
Purchase of property, plant and equipment	(109,953)	(70,205)
Net cash provided by/(used in) investing activities	<u>(84,401)</u>	<u>(55,205)</u>
Net increase in cash and cash equivalents held	(73,392)	20,242
Cash and cash equivalents at beginning of year	<u>450,427</u>	<u>430,185</u>
Cash and cash equivalents at end of financial year	<u>6</u> <u>377,035</u>	<u>450,427</u>

The accompanying notes form part of these financial statements.

## **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

### **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

The financial report covers Palm Beach RSL Sub-Branch Club Limited as an individual entity. Palm Beach RSL Sub-Branch Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Palm Beach RSL Sub-Branch Club Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 12 April 2022.

Comparatives are consistent with prior years, unless otherwise stated.

#### **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 and the *Corporations Act 2001*.

#### **2 Summary of Significant Accounting Policies**

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

The *Income Tax Assessment Act 1997 (Amended)* provides that under the concept of mutuality, Clubs are only liable for income tax on income derived from non-members and from outside entities. Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the current period's taxable income. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

##### **(b) 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.

##### **Other income**

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

##### **(c) 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.

Cash flows 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.

##### **(d) Inventories**

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

## **Palm Beach RSL Sub-Branch Club Limited**

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### **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

#### **2 Summary of Significant Accounting Policies**

##### **(e) 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.

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

##### **Land and buildings**

Land and buildings are measured using the cost model.

##### **Plant and equipment**

Plant and equipment are measured using the cost model.

##### **Depreciation**

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

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful lives.

##### **(f) Cash and cash equivalents**

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

##### **(g) Leases**

At inception of a contract, the Company assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Company has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Company has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

## **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

### **2 Summary of Significant Accounting Policies**

#### **(g) Leases**

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

#### **(h) 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.

Changes in the measurement of the liability are recognised in profit or loss.

#### **(i) 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.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

#### **(j) Adoption of new and revised accounting standards**

The Company has adopted all standards which became effective for the first time at 31 December 2021. The adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

## **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

# **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

## **2 Summary of Significant Accounting Policies**

### **(k) Going concern**

The financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and realisation of assets and settlement of liabilities in the ordinary course of business.

The Company made a trading loss of \$185,758 for the year ended 31 December 2021, with a positive equity position of \$497,800 at that date.

The Company's ability to meet its obligations as and when they fall due and continue as a going concern is dependent on a number of factors. These include the ability of the Company to perform in line with budgets and cash flow projections, in addition to achieving sustainable levels of trading and membership in the future.

During the year ended 31 December 2021 the Company's operations were restricted in accordance with COVID-19 government regulations, including periods of closure.

The Company will continue to comply with government regulations, including lockdown and other restrictions.

The timing and extent of these measures and the ongoing effects of the COVID-19 pandemic on the Company's operations are not presently known.

The Company is currently reviewing its operations to determine any possible cost efficiencies and alternative trading operations. The Board has determined that the going concern assumption is appropriate for the preparation of the financial statements.

## **3 Critical Accounting Estimates and Judgments**

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

These estimates and judgements are based on the best information available at the time of preparing the financial statements. However as additional information becomes 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.

## Palm Beach RSL Sub-Branch Club Limited

ABN 22 001 049 154

### Notes to the Financial Statements For the Year Ended 31 December 2021

#### 4 Revenue

##### Revenue from continuing operations

	2021	2020
	\$	\$
- Bar sales	537,108	561,983
- Bistro revenue	616,514	692,783
- Poker machine takings	659,263	685,645
<b>Total Revenue from Operations</b>	<b>1,812,885</b>	<b>1,940,411</b>

##### Other Income breakup

###### Commissions

- TAB Commission	-	267
- EFTPOS Commission	8,227	11,840
- Cigarette commission	265	494
- Keno commission	10,863	14,617
- Chocolate machine	338	318

###### Total commissions

19,693 27,536

###### Sundry income

- Sundry income	8,891	15,580
- Profit on disposal of fixed assets	25,552	15,000
- Meat raffle	12,055	12,264
- Bingo revenue	191	542
- Merchandise revenue	36	291

###### Total sundry income

46,725 43,677

###### Other income

- Gaming tax rebate	17,774	16,159
- Subscriptions	16,573	15,884
- Rent received	71,020	67,056

###### Total other income

105,367 99,099

###### Finance income

- Bank interest	24	368
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###### Total finance income

24 368

###### Government grants

- Jobkeeper income	-	423,750
- Cashflow boost	-	100,000
- Covid-19 Jobsaver	142,500	-
- Covid-19 NSW Small Business Grant	15,000	-

###### Total government grants

157,500 523,750

###### Total other income

329,309 694,430



## Palm Beach RSL Sub-Branch Club Limited

ABN 22 001 049 154

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 5 Result for the Year

The result for the year includes the following specific expenses:

	2021	2020
	\$	\$
Employee benefits expense	971,782	1,202,676
Depreciation and amortisation expense	134,925	155,782
<b>Other expenses:</b>		
- Advertising	9,611	11,171
- Auditors remuneration	12,500	21,263
- Bank charges	14,046	17,544
- Cable TV	14,875	22,118
- Club Keno	1,018	-
- Cleaning	48,439	49,912
- Cost of sales	493,149	521,080
- Consulting and professional fees	9,069	5,793
- Bus Expenses	8,932	5,765
- Donations	500	625
- Electricity and water	59,021	59,575
- Functions	7,503	3,183
- Gas	14,187	21,403
- General Expenses	15,133	15,803
- Insurance	84,150	62,994
- Interest Expense	4,785	4,149
- IT Expenses	14,459	13,353
- Marketing Expenses	3,356	2,459
- Newsletter	1,557	3,472
- Poker Machine Expenses	57,521	59,708
- Meeting expenses	1,064	-
- Printing and stationery	9,656	6,864
- Promotion	31,105	41,786
- Raffles	19,998	19,288
- Rates and taxes	53,414	52,714
- Rent Expense	62,322	68,126
- Repairs and maintenance	131,326	142,236
- Security costs	996	2,699
- Stamp duty	6,328	5,704
- Staff Training	160	822
- Subscriptions	4,716	3,799
- Sundry expenses	(2,709)	(1,387)
- Telephone and fax	14,124	13,023
- Travel - domestic	3,975	4,121
- Wastage	10,553	7,402
- Uniforms	407	2,873
<b>Total other expenses</b>	<u>1,221,246</u>	<u>1,271,440</u>
<b>Total expenses</b>	<u><u>2,327,953</u></u>	<u><u>2,629,898</u></u>

## Palm Beach RSL Sub-Branch Club Limited

ABN 22 001 049 154

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 6 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash on hand	80,000	80,000
Bank balances	297,035	370,427
	<u>377,035</u>	<u>450,427</u>

#### 7 Inventories

Bar stock on hand at cost	35,540	38,557
Bistro stock on hand at cost	26,534	22,013
	<u>62,074</u>	<u>60,570</u>

#### 8 Other Financial Assets

Investment in ILG shares	750	750
	<u>750</u>	<u>750</u>

#### 9 Other Assets

Prepayments	67,922	32,057
	<u>67,922</u>	<u>32,057</u>

#### 10 Property, plant and equipment

Plant and equipment		
At cost	586,039	563,548
Accumulated depreciation	(482,728)	(447,896)
Total plant and equipment	<u>103,311</u>	<u>115,652</u>
Motor vehicles		
At cost	28,512	28,512
Accumulated depreciation	(28,246)	(24,893)
Total motor vehicles	<u>266</u>	<u>3,619</u>
Office equipment		
At cost	79,026	73,622
Accumulated depreciation	(61,572)	(56,492)
Total office equipment	<u>17,454</u>	<u>17,130</u>
Leasehold Improvements		
At cost	739,494	720,660
Accumulated amortisation	(685,459)	(672,247)
Total leasehold improvements	<u>54,035</u>	<u>48,413</u>

**Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

**Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

**10 Property, plant and equipment**

	2021	2020
	\$	\$
Poker machines		
At cost	1,192,477	1,194,710
Accumulated depreciation	(977,661)	(964,670)
Total poker machines	<u>214,816</u>	<u>230,040</u>
<b>Total property, plant and equipment</b>	<u><u>389,882</u></u>	<u><u>414,854</u></u>

**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:

	Plant and Equipment	Motor Vehicles	Office Equipment	Leasehold Improvements	Poker machines	Total
	\$	\$	\$	\$	\$	\$
Balance at the beginning of year	115,652	3,619	17,130	48,413	230,040	414,854
Additions	21,220	-	5,404	18,834	64,495	109,953
Disposals	-	-	-	-	(66,728)	(66,728)
Writeback depreciation	-	-	-	-	66,728	66,728
Depreciation expense	(33,561)	(3,353)	(5,080)	(13,212)	(79,719)	(134,925)
Balance at the end of the year	<u>103,311</u>	<u>266</u>	<u>17,454</u>	<u>54,035</u>	<u>214,816</u>	<u>389,882</u>

**11 Intangible Assets**

Poker machine licenses	<u>110,745</u>	<u>110,745</u>
	<u>110,745</u>	<u>110,745</u>

**12 Trade and Other Payables**

Trade payables	123,058	73,785
GST payable	50,332	9,166
Other payables	56,037	(1,330)
	<u>229,427</u>	<u>81,621</u>

**Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

**Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

**13 Provisions**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Provision for contingency maintenance	106,000	106,000
	<u>106,000</u>	<u>106,000</u>

**14 Other Financial Liabilities**

Deferred subscription income	21,746	19,036
	<u>21,746</u>	<u>19,036</u>

**15 Employee Benefits**

Provision for annual leave	58,042	75,172
Provision for long service leave	95,393	104,016
	<u>153,435</u>	<u>179,188</u>

**16 Leases**

**Right-of-use assets**

	<b>Leases</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Year ended 31 December 2021</b>		
Right-of-use asset	47,520	47,520
<b>Balance at end of year</b>	<u>47,520</u>	<u>47,520</u>

**Lease liabilities**

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	<b>&lt; 1 year</b>	<b>1 - 5 years</b>	<b>Total lease liabilities</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>2021</b>			
Lease liabilities	47,520	-	47,520
<b>2020</b>			
Lease liabilities	51,840	47,520	99,360

**17 Members' Guarantee**

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 2 towards meeting any outstandings and obligations of the Company. At 31 December 2021 the number of members was 1,297 (2020: 2,092).

## **Palm Beach RSL Sub-Branch Club Limited**

ABN 22 001 049 154

### **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

#### **18 Contingencies**

In the opinion of the Directors, the Company did not have any contingencies at 31 December 2021 (31 December 2020: None).

#### **19 Events after the end of the Reporting Period**

The financial report was authorised for issue on 12 April 2022 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.

#### **20 Statutory Information**

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

Palm Beach RSL Sub-Branch Club Limited  
1087 Barrenjoey Road  
Palm Beach NSW 2108

## Palm Beach RSL Sub-Branch Club Limited

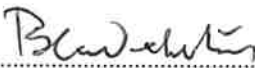
ABN 22 001 049 154

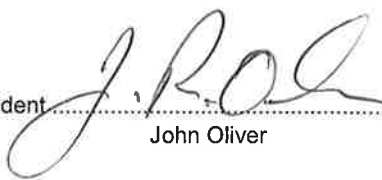
### Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 19, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*; and
  - b. give a true and fair view of the financial position as at 31 December 2021 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

President   
Bryan Webster

Vice President   
John Oliver

Dated 12 April 2022



**Morgan Veale & Co**  
Business Development Consultants  
Chartered Accountants

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Principal: Kevin A Veale BA FCA

ABN 39 641 271 163

## **Independent Audit Report to the Members of Palm Beach RSL Sub-Branch Club Limited**

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

#### **Opinion**

I have audited the financial report of Palm Beach RSL Sub-Branch Club Limited (the Company), which comprises the statement of financial position as at 31 December 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the 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 my opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2021 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

#### **Basis for Opinion**

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. I am 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 my audit of the financial report in Australia. I have also fulfilled our other ethical responsibilities in accordance with the Code.

I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### **Responsibilities of 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 - 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.

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.



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**Principal:** Kevin A Veale BA FCA

ABN 39 641 271 163

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

My 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 my 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.

Kevin Andrew Veale  
Principal

12 April 2022  
Mona Vale, Australia