



ABN 20 001 034 117

Annual Report

&

Financial Statements

For the year ended
30 June 2020

To be presented at the
Annual General Meeting
in the RSL Club Auditorium, Batlow
Sunday, 1st November 2020
at 10.30am

BATLOW RSL CLUB LIMITED

Notice of Annual General Meeting

The Annual General Meeting of the Club will be held on Sunday, 1 November 2020 in the RSL Club Auditorium at 10.30am.

Only financial members on the day of the meeting may attend the meeting and vote.

In accordance with the Registered Clubs Act, an employee of the Club cannot vote at any meeting of the Club or for the election of the Board or be a Director of the Club.

Note – Entrance to the meeting will be by production of current Membership Card or receipt indicating payment of membership fees.

Business:

1. Apologies
2. To confirm the minutes of the last Annual General Meeting held on Sunday, 20th October 2019.
3. To receive and consider the reports of the Board of Directors.
4. To receive and adopt the Financial Report for the year ended 30 June 2020.
5. To approve the payment of honorariums (if any).
6. To discuss any other business properly brought forward of which due notice has been given.
7. Other General Business.

There will be no nominations for Office Bearers this year (elections for directors are held biennially).

A special request is made to members who have any enquiries in relation to the financial report, to provide information in writing no later than 5pm Sunday 11th October 2020, so that the necessary research can be undertaken to accurately answer all questions.

The Club's Annual Report is available to download from our website at www.batlowrsl.com.au. If you prefer a printed copy, we can post it on request. Please contact our administration department to arrange this.

By direction of the Board

Kylie Boxsell, General Manager

President's Report

This years result is exceptional given the challenging time that our community has had due to the Dunn's Road Bushfire emergency in January 2020. It can only be described as devastating and will continue to be difficult moving forward while we are still in the recovery phase. Only a couple of months later in March, the Federal and State Government instructed the hospitality industry to cease operations due to the COVID-19 pandemic. This meant that our Clubs were closed for a total of 79 days during the 2019/2020 financial year, however, I am pleased to advise our members that we have recorded a profit of \$103,167 for the year in review. It is important to also note that this is the tenth year in a row that the Club has made a profit.

In September 2019, we completed our Stage 1 renovation at the RSL Club. It is looking fresh and inviting. Thank you to our Members for your patience, understanding and support during the demolition time. We have also upgraded both venues air-conditioning in the gaming room and auditoriums and purchased a new used Toyota HiAce courtesy bus. We look forward to commencing our Stage 2 renovation in the near future.

This year the Club donated funds to the following community groups and organisations; Batlow Golf Club, Batlow Interact Club, Batlow Agricultural Show Society, Batlow Apple Blossom Festival, Batlow Pioneer's Night, Craig Wilson Fundraiser, Batlow RFS, Batlow Anglican Church, Batlow Bowling Club Committee and the Batlow Women's Bowling Club members. It is a privilege to be able to assist these groups financially.

Thank you to our Manager, Kylie Boxsell, for her commitment and professionalism that she continues to bring to our Club. Congratulations Kylie. It was a difficult year; however, your tireless work has ensured that the Club remains profitable.

I extend my sincere gratitude to all our staff for their hard work and commitment throughout this difficult trading period. The service and commitment you provide to the Club and our patrons is outstanding.

To our amazing volunteers who continue to support both venues – Thank you! You all do a wonderful job and we simply could not operate successfully without you.

Thank you to my fellow directors for their commitment, effort and diligence required to undertake their roles on the Board. It is a pleasure working with a supportive and enthusiastic group who are passionate about our Club.

In conclusion, I would like to express my sincere gratitude to our loyal members. The Club looks forward to your continued patronage in the future.

Robyn Burns
President

Batlow Men's Bowls Committee Report

Last financial year was divided into two seasons with contrasting outcomes for the Club. In the first six months of the year the highlight was our Grade 5 Pennant side making it to the State 2019 Pennant finals at Halekulani and The Greens on the Central Coast. Batlow went down to Gymea 55 -50 in the final. Playing six games over three days certainly tested the resilience of our team. However, we are proud of the fact that the team came home with the runners up flag. This is believed to have been the first flag won at the State Finals in the history of our Club.

The Sedgwick Shield competition started in October and we had two additional teams join the competition for this season making it 14 teams of 6 players. It was great to see Adelong field a team in the competition and Tumbarumba fielding two teams.

The following 2019 Club Championships were also finalised, and the winners were:

Singles: Jordan Dennis
Pairs: Zach Cottam and Jordan Dennis
Triples: Steve Houting, Steve Horsley and Jordan Dennis

A successful Gerry Ryan Memorial Tournament was also conducted in December with 22 teams participating in the event

Circumstances beyond our control played havoc with the first six months of 2020. Firstly, on the 4th of January 2020 the Batlow District was hit by a major bushfire which had a big impact on houses, orchards, farms and infrastructure in the local area. Fortunately, the Bowling Club House and Greens were not affected. Our annual Bowls Tournament and Sedgwick Competition were cancelled for a number of weeks as community members regrouped after losing assets to the fire.

Pennant Bowls commenced in mid-February 2020 and Batlow had two teams participating the SHDBA competition. This included a grade 4 and a grade 7 team. A first for Batlow was that we had four women who were registered with Bowls NSW which allowed them to play in the men's pennant teams.

All pennant bowls, tournaments, social bowls and Sedgwick Shield games were abandoned in March, April, May and June when COVID-19 restrictions were implemented. This was a sad end for the bowling season. Thanks to all players, committee members and volunteers for their support during this difficult time.

S Horsley
Men's Bowls Committee Secretary

BATLOW RSL CLUB LIMITED
ACN 001 034 117
DIRECTORS' REPORT

The Directors present their report together with the accounts of Batlow RSL Club Limited for the year ended 30 June 2020 and the auditors' report thereon.

DIRECTORS

The Directors of the club in office at the date of this report are:-

Robyn Annette Burns
Director 13 years

Christopher Bruce Skein
Director 13 years (Resigned October 2019)

Stephen Horsley
Director 6 years (Resigned October 2019)

Warren Dorman
Director 8 years

Stephen Bunter
Director 3 years

Mark Jones
Director 3 years

Raymond Shoemark
Director 1 year (Appointed October 2019)

At the date of this report the number of members of the company were:-

889 Members

DIRECTORS' MEETINGS

The number of Directors meetings and number of meetings attended by each of the Directors of the company during the financial year are:

Director	Number Attended	Number eligible to attend	Director	Number Attended	Number eligible to attend
Miss R Burns	12	12	Mr C Skein	3	3
Mr S Horsley	3	3	Mr W Dorman	11	12
Mr S Bunter	11	12	Mr M Jones	10	12
Mr R Shoemark	8	9			

PRINCIPAL ACTIVITIES

The principal activities of the company in the course of the financial year remained unchanged and were to conduct a licensed club.

BATLOW RSL CLUB LIMITED
ACN 001 034 117
DIRECTORS' REPORT

RESULT

The net profit of the company for the year ended 30 June 2020 was \$103,167. This compares to a net profit for the year ended 30 June 2019 of \$122,784. This years trading result has been significantly effected by firstly the bushfires and subsequently COVID-19 pandemic, including the impact of the temporarily closure and the ongoing restrictions on trading. The Club has received Government assistance of \$92,384 via Jobkeeper, Cashflow Boost and state government grants. In addition one-off donations totalling \$16,566 have been received which has contributed to this years profit.

REVIEW OF OPERATIONS

The company will continue to pursue its policy of providing facilities for the recreation of its members and providing the company is successful in containing costs the Directors are confident that profits will be maintained.

STATE OF AFFAIRS

During the year the club was required to close for 2 weeks due to the bushfires and 11 weeks due to the COVID-19 Pandemic. The Club re-opened on 1 June 2020 under new operational restrictions including maximum capacity numbers and adhering to social distancing rules. At this point, it is not possible to accurately estimate the duration and severity of this pandemic, which could have a material adverse impact on ongoing trade, results of operations, financial position and cash flows.

In the opinion of the Directors there were no other significant changes in the state of affairs of the company that occurred during the financial year under review not otherwise disclosed in this report or the accounts.

EVENTS SUBSEQUENT TO BALANCE DATE

There has not arisen in the interval between the end of the financial year and the date of this report, any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the company, to affect significantly the operations of the company, the results of those operations, or the state of affairs of the company in subsequent financial years.

DIRECTORS INTERESTS AND BENEFITS

Other than those listed in Note 14, no Director has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of remuneration received or due and receivable by Directors shown in the accounts) because of a contract made by the company or a related corporation with a Director or with a firm of which a Director is a member, or with a company in which the Director has a substantial interest.

SHORT AND LONG TERM OBJECTIVES

The short and long term objectives of the Club is to continue to maintain the facility for the benefit of its members.

BATLOW RSL CLUB LIMITED
ACN 001 034 117
DIRECTORS' REPORT

KEY PERFORMANCE INDICATORS

The Club monitors key performance indicators against industry standards and internal expectations. The indicators are both financial and non-financial with the results presented for Director's discussion.

INDEMNIFYING OFFICER

Indemnities

The Articles of Association of the club provide an indemnity to the directors and other officers of the company against any liabilities incurred by that person in defending any legal proceedings relating to that person's position with the company in specified circumstances.

Insurance Premiums

During or since the financial period the Company has paid premiums in respect of a directors and officers liability insurance contract insuring against certain liabilities (subject to exclusions) all directors named in this report, the company secretary and all persons concerned in, or taking part in the management of the company.

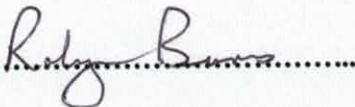
AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

Dated at Batlow this 25th day of August 2020

Signed in accordance with a resolution of the Directors:

Director.....

Director.....

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF
THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF BATLOW RSL
CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020 there have been:

(a) No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

(b) No contraventions of any applicable code of professional conduct in relation to the audit.

John L Bush & Campbell.

**JOHN L BUSH & CAMPBELL
Chartered Accountants**

David Rosetta

**David Rosetta
Partner**

**Wagga Wagga
25 August 2020**

BATLOW RSL CLUB LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Sales revenue	2	335,770	434,908
Cost of sales		(159,230)	(202,828)
Gross profit		176,540	232,080
Other revenues	2	767,751	844,489
Employee expenses		(361,198)	(385,727)
Electricity and gas		(45,785)	(59,534)
Insurance		(32,576)	(36,109)
Rates and water charges		(10,963)	(11,586)
Members amenities and entertainment		(75,483)	(113,481)
Borrowing costs		(1,075)	(1,504)
Depreciation expense		(150,283)	(134,531)
Repairs and maintenance		(93,152)	(123,990)
Other expenses		(70,610)	(81,360)
Profit from ordinary activities before income tax		103,167	128,747
Other comprehensive income		-	-
Income tax expense related to ordinary activities	4	-	(5,964)
Total Comprehensive Income		103,167	122,783

The Statement of Comprehensive Income is to be read in conjunction with the notes to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
CURRENT ASSETS			
Cash and cash equivalents	5	734,582	721,860
Trade and other receivables	6	39,042	12,316
Inventories	1	22,081	24,020
Other current assets	7	23,450	19,890
TOTAL CURRENT ASSETS		<u>819,155</u>	<u>778,086</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,069,078	1,009,912
TOTAL NON-CURRENT ASSETS		<u>1,069,078</u>	<u>1,009,912</u>
TOTAL ASSETS		<u>1,888,233</u>	<u>1,787,998</u>
CURRENT LIABILITIES			
Trade and other payables	9	76,541	66,347
Borrowings	10	13,140	7,814
Provisions	12	20,719	63,799
TOTAL CURRENT LIABILITIES		<u>110,400</u>	<u>137,959</u>
NON-CURRENT LIABILITIES			
Borrowings	10	19,710	-
Provisions	12	25,204	20,287
TOTAL NON-CURRENT LIABILITIES		<u>44,914</u>	<u>20,287</u>
TOTAL LIABILITIES		<u>155,314</u>	<u>158,246</u>
NET ASSETS		<u>1,732,919</u>	<u>1,629,752</u>
EQUITY			
Retained earnings		1,732,919	1,629,752
TOTAL EQUITY		<u>1,732,919</u>	<u>1,629,752</u>

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
Retained earnings at the beginning of the year	1,629,752	1,506,969
Net profit / (loss) from ordinary activities	103,167	122,783
Retained earnings at the end of the year	<u>1,732,919</u>	<u>1,629,752</u>

The Statement of Changes in Equity is to be read in conjunction with the notes
to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		1,057,272	1,257,127
Cash payments in the course of operations		(879,661)	(1,028,457)
Interest received		7,912	4,315
Net cash provided / (used) by operating activities	15(ii)	185,523	232,985
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		(211,066)	(183,570)
Proceeds on sale of property, plant & equipment		13,229	7,320
Net cash provided / (used) in investing activities		(197,837)	(176,250)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash inflow/(repayment) of borrowings - net		25,036	(15,051)
Net cash provided / (used) by financing activities		25,036	(15,051)
Net increase in cash held		12,722	41,684
Cash at the beginning of the financial period		721,860	680,176
Cash at the end of the financial period	15(i)	734,582	721,860

The Statement of Cash Flows is to be read in conjunction with the notes to and forming part of the financial statements.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards – Reduced Disclosure Regime, and comply with other requirements of the law.

The financial report is for Batlow RSL Club Limited as an individual entity, incorporated and domiciled in Australia. Batlow RSL Club Limited is a company limited by guarantee.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs. It does not take into account changing money values or, except where stated, current valuations of non current assets. Cost is based on the fair values of the consideration given in exchange for assets.

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.

Accounting policies

(a) Inventories

Inventories have been valued at the lower of cost and net realisable value. Cost is based on the first-in first-out principle. At period end finished goods for resale of \$22,081 were held.

(b) Property, Plant and Equipment

Property, plant and equipment are bought to account at cost less, where applicable, any accumulated depreciation.

Depreciation is provided on fixed assets so as to write off the assets progressively over their estimated economic lives. Fixed assets are depreciated from the time of acquisition with the prime cost or diminishing value method being used. The depreciation rates used for each class of depreciable assets are:

Buildings & Leasehold improvements	2.5%
Plant, furniture and equipment	10-33%

(c) Employee Entitlements

(i) Short-term employee benefits

Liabilities for wages and salaries, annual leave that are expected to be settled within 12 months of reporting date are recognised in respect of employee service up to reporting date. They are measured using the wage and salary rates the entity expects, as at the reporting date, to pay on settlement, including related on-costs, such as workers' compensation insurance, superannuation.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

(ii) Long service leave

Liability for long service leave is recognised based employee service up to the reporting date. It is measured at the present value of expected future payments relating to that past service. Consideration is given to expected future remuneration rates, past experience of employee turnover and past service. Amounts expected to be settled more than twelve months after reporting date are discounted to present value using rates reflecting yields at reporting date on Australian government bonds which most closely match the terms of maturity of the related liabilities.

(d) Financial Instruments

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Impairment

At each reporting date, the entity assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

(e) Amendments to Australian Accounting Standards

The directors have considered the application of AASB108 "Accounting Policies, Changes in Accounting Estimates and Errors" and are of the opinion that the standard does not result in a material impact on the entity's financial report.

(f) Receivables

Accounts receivable include amounts due from members and other services. Accounts receivables are recognised at the amounts receivable as they are due for settlement. Accounts receivables do not carry any interest and are stated at their nominal value.

(g) Payables

Trade creditors represent liabilities for goods and services provided to the Company prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

(h) Revenue and other income

The Company applies AASB 15 for recognising revenue. Revenue is recorded as the amount of the transaction price that is allocated to the performance obligation, excluding any amounts of variable consideration, when the performance obligation has been satisfied. All revenue is stated net of the amount of goods and services tax (GST). The Company has the following specific policies for when the performance obligations have been met:

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

Poker machine revenue is recognised when received and is stated net of any gaming machine tax.

Revenue for membership subscriptions is recognised in the period to which the benefits of the membership is provided.

Income that does not meet the requirements of AASB 15 is recognised in accordance with AASB 1058. This income is recognised when the right to receive the asset is confirmed.

(i) Income Tax

The mutuality principle has been applied to the calculation of the company's income tax. The club has estimated that the assessable proportion of mutual income represented by results of trading attributable to non members of the group is to be 19%.

(j) Doubtful Debts Provision

The doubtful debt provision represents amounts that the recoverability of the receivable is doubtful. The provision is measured in accordance with AASB 9 using the expected credit loss method. This requires the company to apply a forward-looking credit loss approach.

The company applies the simplified approach to its trade receivables, and measures the loss allowance at an amount equal to the lifetime expected credit losses.

(k) New Accounting standards adopted during the year

AASB 15 Revenue from Contracts with Customers

AASB 15 took effect for the company on 1 July 2018, replacing AASB 118 which details the recognition of revenue. Under the new standard revenue is recognised when specific performance obligations are met. This standard did not have a material impact on the operations of the company.

AASB 16 Leases

AASB 16 took effect for the company on 1 January 2019, replacing AASB 117. The new standard removes the distinction between operating and finance leases, consequently the majority of leases will be recognised on the balance sheet. Under the new standard, an asset (the right to use the leased item) and a financial liability to for future rental payments are recognised. This standard did not have a material impact on the operations of the company.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 2 - REVENUE		
-Sale of goods	335,770	434,908
-Poker machine revenue	550,436	727,597
-Poker machine rebate	17,180	17,180
-Commissions	20,676	31,759
-Interest	7,912	4,315
-Members subscriptions	2,419	3,139
- Government Subsidies	93,655	-
- Grants received	10,116	-
-Other operating revenue	65,357	60,499
	<u>1,103,522</u>	<u>1,279,397</u>
NOTE 3 - OPERATING PROFIT		
Operating profit has been determined after:		
(i) One-off Revenue:		
- Government Assistance - Cashflow boost	46,884	-
- Government Assistance - Jobkeeper	35,500	-
- Government Assistance - State government	10,000	-
- Donations	16,566	100
(ii) Charging as expenses:		
- Depreciation of property, plant and equipment	150,283	134,531
NOTE 4 - INCOME TAX		
The components of tax expense comprise:		
Total income tax payable for this year	-	5,975
Overprovision in Prior year	-	(11)
Income tax expense	<u>-</u>	<u>5,964</u>
Reconciliation of tax expense		
<i>Sales Revenue</i>		
Mutual Income	938,789	1,209,682
Fully Taxable	37,056	55,472
Non Taxable (exempt income)	34,022	14,243
	<u>1,009,867</u>	<u>1,279,397</u>
<i>Taxable Income</i>		
Non member's income (19%)	179,920	231,837
Fully taxable income	37,056	55,472
	<u>216,976</u>	<u>287,309</u>
<i>Allowable Expenses</i>		
Non members expenses (19%)	169,191	203,173
Fully deductible expenses	57,678	62,407
	<u>226,869</u>	<u>265,580</u>
Taxable income	<u>(9,893)</u>	<u>21,729</u>
Tax at 27.5%	<u>(2,721)</u>	<u>5,975</u>

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 5 - CASH AND CASH EQUIVALENTS		
Cash on Hand	98,595	63,608
Cash at Bank	635,986	658,252
	<u>734,582</u>	<u>721,860</u>
NOTE 6 - TRADE AND OTHER RECEIVABLES		
Trade debtors	5,520	5,112
Sundry debtors	33,942	5,916
Less: Provision for Doubtful Debts	<u>(5,240)</u>	<u>(4,502)</u>
	34,222	6,526
ATM Receivable	4,820	5,790
	<u>39,042</u>	<u>12,316</u>
NOTE 7 - OTHER CURRENT ASSETS		
Prepayments	18,450	14,890
TAB deposit	5,000	5,000
	<u>23,450</u>	<u>19,890</u>
NOTE 8 - PROPERTY, PLANT AND EQUIPMENT		
Land (core property) - at cost	70,000	70,000
Buildings & Leasehold Improvements (core property) - at cost	1,076,143	1,076,143
Less - Accumulated depreciation	<u>(535,693)</u>	<u>(494,646)</u>
	540,450	581,497
Plant, Furniture and Equipment - at cost	1,716,378	1,524,675
Less - Accumulated depreciation	<u>(1,257,750)</u>	<u>(1,166,260)</u>
	458,628	358,415
	<u>1,069,078</u>	<u>1,009,912</u>
Buildings & Leasehold improvements		
Balance at the beginning of the year	581,497	549,873
Additions	0	78,779
Depreciation	<u>(41,047)</u>	<u>(47,155)</u>
Carrying amount at the end of the year	<u>540,450</u>	<u>581,497</u>
Plant, furniture and equipment		
Balance at the beginning of the year	358,415	341,001
Additions	191,703	104,791
Disposals	-	(26,950)
Disposal effect on depreciation	-	26,950
Depreciation	<u>(91,490)</u>	<u>(87,376)</u>
Carrying amount at the end of the year	<u>458,628</u>	<u>358,415</u>

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 9 - TRADE AND OTHER PAYABLES		
Current		
Trade and other creditors	65,374	28,756
Accrued Expenses	14,446	19,947
GST & PAYG tax payable	2,069	14,984
Tax Payable/(refundable)	(5,349)	2,660
	<u>76,541</u>	<u>66,347</u>
 NOTE 10 - BORROWINGS		
Current		
Bank Loans	-	3,434
Finance lease	13,140	4,380
	<u>13,140</u>	<u>7,814</u>
 Non-current		
Finance lease	19,710	-
	<u>19,710</u>	<u>-</u>

The bank loan is secured by:

- A first registered mortgage over the property located at Pioneer Street, Batlow.
- A first registered company charge over the Company's assets and undertakings including any uncalled capital.

NOTE 11 - CAPITAL AND LEASING COMMITMENTS
Finance Leasing and Hire Purchase Commitments Payable

Not longer than 1 year	13,140	4,380
Longer than 1 year but not longer than 5 years	19,710	-
Total Lease Liability	<u>32,850</u>	<u>4,380</u>

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 12 - PROVISIONS		
Current		
Annual Leave	14,581	25,920
Long Service Leave	6,138	37,879
	<u>20,719</u>	<u>63,799</u>
Non-Current		
Long Service Leave	25,204	20,287
	<u>25,204</u>	<u>20,287</u>

NOTE 13 - REGISTERED OFFICE

The registered office of the company is:-
Batlow RSL Club Ltd
Mayday Road
Batlow NSW 2730

NOTE 14 - RELATED PARTIES

Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.

BATLOW RSL CLUB LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2020

NOTE 15 - NOTES TO THE STATEMENTS OF CASH FLOWS

(i) Reconciliation of cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at bank and short term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows.

	2020	2019
	\$	\$
Cash and cash equivalents	<u>734,582</u>	<u>721,860</u>
 (ii) Reconciliation of operating profit / (loss) to net cash provided by operating activities		
Profit for the year	103,167	122,783
 Add(Less) items classified as investing/financing activities		
- Depreciation	150,283	134,531
- (Profit)/Loss on sale of assets	(11,611)	(7,320)
	<u>241,839</u>	<u>249,994</u>
 Net cash provided / (used) by operating activities before change in assets and liabilities during the financial year		
(Increase)/decrease in receivables	(26,726)	(10,635)
(Increase)/decrease in other assets	(3,560)	3,663
(Increase)/decrease in inventories	1,939	(816)
Increase/(decrease) in payables	10,194	(14,608)
Increase/(decrease) in provisions	(38,163)	5,387
Net cash provided / (used) by operating activities	<u><u>185,523</u></u>	<u><u>232,985</u></u>

BATLOW RSL CLUB LIMITED

DIRECTORS DECLARATION

The Directors of Batlow RSL Club Limited declare that:-

1. The financial statements and notes to the financial statements are in accordance with the Corporations Act 2001 and:
 - a) comply with Accounting Standards – Reduced Disclosure Regime and the Corporations Regulations 2001; and
 - b) give a true and fair view of the financial position as at 30 June 2020 and the performance for the year ended on that date of the Batlow RSL Club Limited.
2. At the date of this statement, there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due.

Dated at Batlow this 25th day of August 2020
Signed in accordance with a resolution of the Directors:

Director.....

Director.....

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF:**

BATLOW RSL CLUB LIMITED

Opinion

We have audited the accompanying financial report of Batlow RSL Club Limited, which comprises the statement of financial position as at 30 June 2020, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration.

In our opinion, the financial report of Batlow RSL Club Limited 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 2020 and of their performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Regime and the *Corporations Regulations 2001*.

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* section of our report. We are independent of the Company in accordance with 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 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.

Emphasis of Matter

Without modifying our opinion we draw attention to Directors report, which outlines the effect of the ongoing COVID-19 pandemic on the Club and its operations.

The future financial impact of this event is unable to be accurately estimated at this stage.

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 2020, 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.

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 for such internal controls 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.

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 has no realistic alternative but to do so.

Auditor's Responsibility

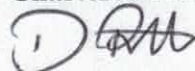
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

John L Bush & Campbell.

JOHN L BUSH & CAMPBELL

Chartered Accountants



David Rosetta

Partner

**Wagga Wagga
25 August 2020**

BATLOW RSL CLUB LIMITED

DISCLAIMER:

The additional financial data presented with this report being the Profit and Loss Account and Bar Trading Account are in accordance with the books and records of the Batlow RSL Club Limited which have been subjected to the audit procedures applied in our statutory audit of the Company for the year ended 30 June 2020. It will be appreciated that our statutory audit did not cover all details of additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given.

In accordance with our Firm's policy, we advise that neither the Firm nor any member or employee of the Firm undertakes responsibility arising in any way whatsoever to any person (other than the Company) in respect of such data, including any errors or omissions therein, arising through negligence or otherwise however caused.

JOHN L BUSH & CAMPBELL
Chartered Accountants



David Rosetta
Partner

Wagga Wagga
25 August 2020

BATLOW RSL CLUB LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
INCOME		
Commission - cashcard	7,902	7,998
Commission - jukebox	811	640
Commission - Keno	9,913	11,906
Commission - TAB	2,051	11,215
Cash flow Boost	46,884	-
Donations	16,566	100
Gross profit from bar trading	176,540	232,080
Green Fees	8,161	10,473
Interest received	7,912	4,315
Kitchen rent	-	2,858
Grants	10,116	-
Members' subscriptions	2,419	3,139
Poker machine proceeds (net)	550,436	727,597
Poker machine rebate	17,180	17,180
Sundry	6,500	3,955
Bingo/Alphy/Raffles	21,265	33,316
Room hire	1,254	2,477
Profit on sale of assets	11,611	7,320
Wage subsidy (Jobkeeper & PPL)	46,771	-
	<u>944,291</u>	<u>1,076,569</u>

BATLOW RSL CLUB LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30 JUNE 2020**

	2020	2019
	\$	\$
EXPENDITURE		
Advertising	1,655	2,703
Auditors' remuneration	11,000	10,750
Bank charges	1,075	1,504
Bowling Club Expenses	4,214	3,710
Cleaning supplies	11,751	11,703
Depreciation	150,283	134,531
Doubtful Debts	738	542
Donations and sponsorships	7,494	3,663
Electricity and Gas	45,785	59,534
Insurance	32,576	36,109
Interest	110	245
Licences and registrations	-	6,540
Members ammentities and entertainment	75,483	113,481
Printing, stationery and postage	5,896	6,206
Rates and water charges	10,963	11,586
Repairs and maintenance	93,152	123,990
Salaries and wages	334,211	354,894
Staff training, travel and uniform	9,901	6,795
Superannuation	26,988	30,833
Security	2,759	13,385
TAB & Keno expenses	227	488
Telephone/Internet	7,998	7,004
Sundry	6,867	7,626
	<u>841,124</u>	<u>947,822</u>
Operating profit	<u>103,167</u>	<u>128,747</u>
Tax expense	-	(5,964)
Operating profit after tax	<u>103,167</u>	<u>122,783</u>

BATLOW RSL CLUB LIMITED

BAR TRADING ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
Sales	335,770	434,908
Less: Cost of goods sold		
Opening stock	24,020	23,204
Purchases	157,291	203,644
	<u>181,311</u>	<u>226,848</u>
Less: Closing stock	22,081	24,020
	<u>159,230</u>	<u>202,828</u>
Gross profit	<u>176,540</u>	<u>232,080</u>
Percentage of gross profit to sales	52.58%	53.36%