



WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC
ABN 54 220 229 784

Financial Statements
For the year ended 31 December 2021

HOOPER ACCOUNTANTS

130 GRAFTON STREET

WARWICK QLD 4370

Phone: 07 46612144

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Committee's Report
For the year ended 31 December 2021

Your committee members submit the financial accounts of the WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC for the financial year ended 31 December 2021.

Committee Members

The names of committee members at the date of this report are:

Peter Kemp (President)

Yvonne Stocks (Acting Treasurer)

Lorraine Dent (Vice President)

Wendy Campbell (Secretary)

Harry Liaubon (Vice President)

Thea Francis

Trevor Devine

Roslyn Latham

Principal Activities

The principal activities of the association during the financial year were: The operation of an RSL Services Club.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The profit from ordinary activities after providing for income tax amounted to

Year ended	Year ended
31 December	31 December
2021	2020
\$	\$
59,136	169,905

WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC ABN 54 220 229 784

Committee's Report
For the year ended 31 December 2021

Signed in accordance with a resolution of the Members of the Committee on 1st March 2022

Harry Liaubon

Lorraine Dent

The accompanying notes form part of these financial statements.

Statement of Financial Performance
For the year ended 31 December 2021

	Note	2021 \$	2020 \$
Revenues from ordinary activities	<u>2</u>	3,467,847	2,825,289
Changes in inventories of:			
- Stock		14,244	10,553
Raw materials and consumables used		(714,588)	(459,454)
Borrowing costs expense	<u>3</u>	(51,978)	(74,432)
Depreciation and amortisation expenses	<u>3</u>	(215,905)	(242,356)
Other expenses from ordinary activities		(2,440,485)	(1,889,695)
Profit from ordinary activities before income tax	<u>2</u> <u>3</u>	59,136	169,905
Income tax revenue relating to ordinary activities			
Net profit attributable to members of the association		59,136	169,905

Statement of Financial Position as at 31 December 2021

	Note	2021 \$	2020 \$
Assets			
Current Assets			
Cash assets	<u>4</u>	284,668	486,134
Receivables	<u>5</u>	46,802	83,451
Inventories	<u>6</u>	63,613	49,369
Other	<u>8</u>	100,797	74,818
Total Current Assets		<u>495,880</u>	<u>693,771</u>
Non-Current Assets			
Other financial assets	<u>7</u>		750
Property, plant and equipment	<u>9</u>	6,363,991	6,315,596
Total Non-Current Assets		<u>6,363,991</u>	<u>6,316,346</u>
Total Assets		<u>6,859,871</u>	<u>7,010,117</u>
Liabilities			
Current Liabilities			
Payables	<u>10</u>	308,149	474,270
Financial liabilities	<u>11</u>	99,897	
Current tax liabilities		228,048	3,665
Provisions	<u>12</u>	157,795	113,549
Total Current Liabilities		<u>793,890</u>	<u>591,484</u>
Non-Current Liabilities			
Financial liabilities	<u>11</u>	982,713	1,394,500
Total Non-Current Liabilities		<u>982,713</u>	<u>1,394,500</u>
Total Liabilities		<u>1,776,602</u>	<u>1,985,984</u>
Net Assets		<u>5,083,269</u>	<u>5,024,133</u>
Equity			
Reserves		890,707	890,707

The accompanying notes form part of these financial statements.

Statement of Financial Position as at 31 December 2021

	Note	2021 \$	2020 \$
Retained profits		<u>4,192,562</u>	<u>4,133,426</u>
Total Members' Funds		<u><u>5,083,269</u></u>	<u><u>5,024,133</u></u>

Statement of Cash Flows
For the year ended 31 December 2021

	2021	2020
	\$	\$
<hr/>		
Cash Flow From Operating Activities		
Receipts from customers	3,504,492	2,752,142
Payments to Suppliers and employees	(3,303,339)	(2,632,221)
Interest received	5	17
Interest and other costs of finance	(51,978)	(74,432)
Net cash provided by (used in) operating activities (note 2)	149,179	45,506
Cash Flow From Investing Activities		
Payment for:		
Payments for property, plant and equipment	(264,301)	37,381
Proceeds from disposal of:		
Shares in other companies	750	
Proceeds from sale of property		441
Net cash provided by (used in) investing activities	(263,551)	36,940
Cash Flow From Financing Activities		
Proceeds of borrowings	177,403	227,960
Repayment of borrowings	(272,637)	(26,886)
Net cash provided by (used in) financing activities	(95,234)	201,074
Net increase (decrease) in cash held	(209,606)	209,641
Cash at the beginning of the year	486,134	276,493
Cash at the end of the year (note 1)	276,528	486,134

Statement of Cash Flows
For the year ended 31 December 2021

2021

2020

Note 1. Reconciliation Of Cash

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

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

Cash at Bank - Machine Account	24,490	197,376
Cash at Bank - Keno Account	19,115	10,540
Cash at Bank - General Account	63,644	73,908
Cash at Bank - Club TAB	13,826	2,999
Gaming Link Provision	3,514	75
Card It - Provision Account	(8,140)	9,966
Bank - Business Online Saver	64,048	43,819
Cash on hand	91,030	142,450
Deposit - Club TAB	5,000	5,000
	276,528	486,134
	276,528	486,134

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

Operating profit (loss) after tax	59,136	169,905
Depreciation	215,905	242,356
(Profit) / Loss on sale of property, plant and equipment		(441)
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	36,649	(72,689)
(Increase) decrease in stock	(14,244)	(10,553)
(Increase) decrease in prepayments	(25,979)	23,977
Increase (decrease) in trade creditors and accruals	(407,787)	(10,551)
Increase (decrease) in other creditors	16,870	28,455
Increase (decrease) in employee entitlements	20,093	2,171
Increase (decrease) in sundry provisions	248,537	(327,124)

The accompanying notes form part of these financial statements.

WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC ABN 54 220 229 784

Statement of Cash Flows
For the year ended 31 December 2021

	2021	2020
Net cash provided by operating activities	<u>149,179</u>	<u>45,506</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements
For the year ended 31 December 2021

Note 1: Statement of Significant Accounting Policies

(A) Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act. In the opinion of the committee the association is not a reporting entity because it is not reasonable to expect the existence of users who rely on the association's general purpose financial statements for information useful to them for making and evaluating decisions about the allocation resources.

This financial report has been prepared in accordance with the Associations Incorporations Act, the basis of accounting specified by all Australian Accounting Standards & Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB: 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures.

The association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The association has not assessed whether these special purpose financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(B) Accounting Policies

Income tax

The change for current income tax expenses is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance sheet.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding business combination, where there is no effect on accounting or taxable profit or loss.

Notes to the Financial Statements
For the year ended 31 December 2021

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of Benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income tax legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Inventories

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

Property, Plant and Equipment

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

a) Property

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

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

b) Plant and equipment

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

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

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

c) Depreciation

Notes to the Financial Statements
For the year ended 31 December 2021

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated over their useful lives to WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC commencing from the time the asset is held ready for use.

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

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

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

Impairment of Assets

At each reporting date, the committee members review the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the assets fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the assets carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs.

Employee Benefits

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year have been measured at the amount expected to be paid when the liability is settled, plus related on-costs. Employee entitlements payable later than one year have been measured at the present value of the estimated future cash out flows to be made for those entitlements.

Provisions

Provision are recognised when WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC has a legal or constructive obligation, as a result of past events, for which it is probable that the outflow of economic benefit will result and that the outflow can be measured reliably.

Cash and Cash Equivalents

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

Revenue

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

Notes to the Financial Statements
For the year ended 31 December 2021

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

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

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

Borrowing Costs

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

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

Goods and Service Tax (GST)

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

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

Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

a) Critical accounting estimates and judgments

The committee members evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and internally.

Key estimates - Impairment

The committee members assesses impairment at each reporting date by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

No impairment has been recognised in respect of goodwill for the year ended 30 June 2006. Should the projected turnover figures be outside 90% of budgeted figures incorporated in value in use calculations, an impairment loss would be recognised up to the maximum carrying value of goodwill at 30 June 2006 amounting to [INSERT DETAIL].

Notes to the Financial Statements
For the year ended 31 December 2021

	2021	2020
Note 2: Revenue and Other Income		
Sales revenue:		
Trading revenue	1,559,084	1,032,680
	1,559,084	1,032,680
	1,559,084	1,032,680
Other revenue:		
Interest revenue	5	17
Gaming Machines - Gross Profit	2,692,636	1,857,424
Less OLGR Tax	(571,574)	(359,111)
Less Gaming Monitoring	(64,605)	(70,830)
Less Gaming Access	(146,117)	(124,900)
Less GST on Gaming	(255,796)	(164,997)
Less Promotions	(32,733)	(16,235)
Keno - Gross Profit	84,950	34,724
Sales - Bingo	19,129	6,359
Commissions - General	22,657	9,182
Commissions - TAB	23,888	15,354
Subscriptions - Members	24,732	25,278
Hire income	16,547	
Shows & Trivia	20,610	
Insurance recoveries		24,041
Raffles Nett	54,672	20,893
Sundry Income	15,700	11,252
Cash Flow Bonus		100,000
Jobkeeper Subsidy		409,500
Rebates & Subsidies	4,062	14,216
	1,908,763	1,792,168
	1,908,763	1,792,168
Other income:		
Profit on sale of property, plant, equip		441
		441
		441

Notes to the Financial Statements
For the year ended 31 December 2021

2021

2020

Note 3: Profit from Ordinary Activities

Profit (loss) from ordinary activities before
income tax has been determined after:

Crediting as Income:

Net gain on disposal of property, plant &
equipment

441

Charging as Expense:

Borrowing costs

51,978

74,432

Cost of non-primary production goods traded

700,344

449,966

Depreciation of non-current assets:

- Plant and equipment

215,905

242,356

Total depreciation expenses

215,905

242,356

Note 4: Cash assets

Bank accounts:

Cash at Bank - Machine Account

24,490

197,376

Cash at Bank - Keno Account

19,115

10,540

Cash at Bank - General Account

63,644

73,908

Cash at Bank - Club TAB

13,826

2,999

Gaming Link Provision

3,514

75

Card It - Provision Account

9,966

Bank - Business Online Saver

64,048

43,819

Other cash items:

Cash on hand

91,030

142,450

Deposit - Club TAB

5,000

5,000

284,668

486,134

Notes to the Financial Statements
For the year ended 31 December 2021

	2021	2020
Note 5: Receivables		
Current		
Trade debtors	46,802	83,451
	46,802	83,451
	46,802	83,451
 Note 6: Inventories		
Current		
Stock at cost	63,613	49,369
	63,613	49,369
	63,613	49,369
 Note 7: Other Financial Assets		
Available for sale financial assets include:		
Non-Current		
Shares in other companies - at cost		
- Not listed on a prescribed stock exchange		750
		750
		750
Available for sale financial assets		750
		750
 Note 8: Other Assets		
Current		
Prepayments	100,797	74,818
	100,797	74,818
	100,797	74,818

The accompanying notes form part of these financial statements.

Notes to the Financial Statements
For the year ended 31 December 2021

	2021	2020
Note 9: Property, Plant and Equipment		
Freehold land:		
- At independent valuation	1,450,000	1,450,000
	1,450,000	1,450,000
Buildings:		
- At cost	2,389,399	2,389,399
- At independent valuation	800,000	800,000
- Less: Accumulated depreciation	(487,929)	(417,216)
	2,701,470	2,772,183
Plant and equipment:		
- At cost	1,150,147	1,038,933
- Less: Accumulated depreciation		
	1,150,147	1,038,933
Kitchen Equipment & Poker Machines:		
- At cost	996,919	989,025
- Less: Accumulated depreciation		
	996,919	989,025
Gaming Machine Entitlements		
- At cost	65,455	65,455
	65,455	65,455
	6,363,991	6,315,596

Note 10: Payables

Unsecured:		
- Trade creditors	183,194	366,185
- Other creditors	124,955	108,085
	308,149	474,270
	308,149	474,270

Notes to the Financial Statements
For the year ended 31 December 2021

	2021	2020
Note 11: Borrowings		
Current		
Unsecured:		
- Card It Accounts	8,140	
- Equipment liabilities	24,998	
- Less: Unexpired Interest	(8,666)	
	24,471	
Secured*:		
- Bank loans - CBA	75,426	
	75,426	
	99,897	
	99,897	
Non-Current		
Unsecured:		
- Bank loans - CBA	780,861	1,122,114
- Debentures	40,781	47,590
- ATO Structured Debt	36,714	224,796
	858,356	1,394,500
Secured*:		
- Equipment liabilities	140,518	
- Less: Unexpired Interest	(16,161)	
	124,357	
	982,713	1,394,500
	982,713	1,394,500

Notes to the Financial Statements
For the year ended 31 December 2021

	2021	2020
* Total Current and Non-Current Secured Liabilities		
Bank loans - CBA	75,426	
Equipment liabilities	140,518	
Less: Unexpired Interest	(16,161)	
	199,783	
	199,783	

Note 12: Provisions

Current

Employee entitlements*	86,385	66,292
Gaming provisions	71,410	47,257
	157,795	113,549
	157,795	113,549
 * Aggregate employee entitlements liability	 86,385	 66,292

Provision for Employee Entitlements

A provision has been recognised for employee entitlements relating to annual and long service leave for employees. In calculating the present value and future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits has been included in Note: Statement of significant account policies.

Statement by Members of the Committee
For the year ended 31 December 2021

In the opinion of the Committee the Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flows and Notes to the Financial Statements:

1. Presents fairly the financial position of WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC as at 31 December 2021 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Harry Liaubon
Vice President

Yvonne Stocks
Acting Treasurer

29 March, 2022

Independent Audit Report to the Members

Report on the Audit of the Financial Statements

Qualified Opinion

A portion of the association's income is derived from sources such as raffle proceeds etc and are mostly received in cash. Consequently, it is not practical for the association to establish normal commercial controls over these types of income prior to the recording in the accounting records. Our examination of income was therefore limited to the amounts as recorded; there is no way of ensuring that all income has been recorded.

Opinion subject to the Qualification

Subject to the qualification we have audited the financial report of WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC (the association), which comprises the statement of financial position as at 31 December 2021, 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, and notes to the financial statements, including a summary of significant accounting policies, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report of WARWICK RSL SERVICES & CITIZENS MEMORIAL CLUB INC is in accordance with the Associations Incorporation Act 1991 including:

- (a) giving a true and fair view of the association's financial position as at 31 December 2021 and of its performance for the year then ended; and
- (b) that the financial records kept by the association are such as to enable financial statements to be prepared in accordance with Australian Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the association 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 ethical responsibilities in accordance with the Code.

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

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

Independent Audit Report to the Members

The committee of the association is responsible for the other information. The other information comprises the information included in the association's annual report for the year ended 31 December 2021, 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.

Responsibilities of the Committee for the Financial Report

The committee of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Australian Capital Territory under the Associations Incorporation Act 1981 and for such internal control as the committee determines 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 committee is responsible for assessing the association'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 committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.

Independent Audit Report to the Members

- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

Independent Audit Report to the Members

Signed on 29 March, 2022:

JIM RAWLINGS, CPA

HOOPER ACCOUNTANTS

130 Grafton Street Warwick Queensland

Trading Account
For the year ended 31 December 2021

	2021	2020
	\$	\$
<hr/>		
Trading Income		
Sales - Bar & Bottle Shop	689,206	499,804
Sales - Catering	869,878	532,876
Total Trading Income	1,559,084	1,032,680
Cost of Sales		
Add:		
Opening Stock	36,296	20,782
Opening Stock	13,073	18,034
Purchases	309,628	237,564
Purchases	398,226	221,890
Purchases - Merchandise	6,734	
	763,957	498,270
Less:		
Closing Stock	44,640	36,296
Closing Stock	12,125	13,073
Stock - Merchandise	6,849	
	63,613	49,369
Add:		
Bar Expenses		1,065
		1,065
Cost of Sales	700,344	449,966
Gross Profit from Trading	858,740	582,714

Income and Expenditure Statement
For the year ended 31 December 2021

	2021	2020
	\$	\$
<hr/>		
Income		
Trading profit	858,740	582,714
Gaming Machines - Gross Profit		
Gaming Machines - Gross Profit	2,692,636	1,857,424
Less OLGR Tax	(571,574)	(359,111)
Less Gaming Monitoring	(64,605)	(70,830)
Less Gaming Access	(146,117)	(124,900)
Less GST on Gaming	(255,796)	(164,997)
Less Promotions	(32,733)	(16,235)
	1,621,811	1,121,352
Keno - Gross Profit	84,950	34,724
Sales - Bingo	19,129	6,359
Commissions - General	22,657	9,182
Commissions - TAB	23,888	15,354
Subscriptions - Members	24,732	25,278
Hire income	16,547	
Shows & Trivia	20,610	
Insurance recoveries		24,041
Interest received	5	17
Raffles Nett	54,672	20,893
Sundry Income	15,700	11,252
Cash Flow Bonus		100,000
Jobkeeper Subsidy		409,500
Profit on sale of property, plant, equip		441
Rebates & Subsidies	4,062	14,216
Total income	2,767,503	2,375,323
Expenses		
Advertising, Postage & Stationary	41,653	5,826
Amusements & Entertainments	36,226	16,815
Auditors Remuneration	16,238	17,420
Bank Fees And Charges	14,451	10,668

The accompanying notes form part of these financial statements.

Income and Expenditure Statement
For the year ended 31 December 2021

	2021	2020
	\$	\$
Bookkeeping Fees	48,158	42,787
Computer Supplies	20,405	5,698
Card It Expenses	18,106	
Cleaning/rubbish removal	30,588	19,699
Consultants fees	36,202	25,323
Contract payments	71,120	
Delivery	11,466	8,763
Depreciation	215,905	242,356
Electricity	103,134	126,212
General expenses	5,152	9,495
Gas	16,361	11,155
Hire/rent of Plant & Equipment	29,932	20,574
Insurance	97,128	81,539
Interest - Australia	51,978	74,432
Lease - Sky Channel & Austar	24,221	28,275
Legal fees		2,500
Licences, Registration, Permits	28,334	20,053
Manager & Promo Meals	3,312	
Members Privileges	4,628	319
Payroll tax	(4,166)	1,055
Postage	446	491
Pest Control	510	916
Printing & stationery	19,415	8,573
Promotion Costs	133,832	38,092
Provision for Long Service Leave - Club	3,587	(20,901)
Provision for Sick Leave - Club	6,402	7,558
Provision for Annual Leave - Club	5,317	15,514
Rates & land taxes	35,322	30,450
Repairs & maintenance	130,322	63,147
Replacements (tools, etc)		1,231
Security	34,348	20,931
Sponsorship	7,373	2,091
Staff amenities	6,873	
Staff training	21,584	1,620

The accompanying notes form part of these financial statements.

Income and Expenditure Statement
For the year ended 31 December 2021

	2021	2020
	\$	\$
Subscriptions, Donations & Trophies	17,221	20,010
Sundry expenses	1,000	
Superannuation	110,186	73,590
Telephone	7,446	8,039
Travel Expenses	9,875	1,037
Uniforms	6,137	
Valuation Fee		880
Wages	1,230,641	1,161,185
Total expenses	2,708,368	2,205,418
Profit from ordinary activities before income tax	59,136	169,905
Income tax revenue relating to ordinary activities		
Net profit attributable to the association	59,136	169,905
Total changes in equity of the association	59,136	169,905
Opening retained profits	4,133,426	3,963,521
Net profit attributable to the association	59,136	169,905
Closing retained profits	4,192,562	4,133,426