

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

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GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2024

Your directors present their report on the company for the financial year ended 30 June 2024.

DIRECTORS

The names of each person who has been a director during the year and to the date of this report are:

E. J. Mardon	M. D. Geltch
M. L. Kimball	M. Jaffrey
G. D. Collins	J. S. Bennett
M. G. Favell	D. Marcus
A. J. Scott	

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

INFORMATION ON DIRECTORS

In accordance with Section 300(10) of the *Corporations Act 2001* particulars of the qualifications, experience and special responsibilities of the company's directors are as follows:

DIRECTOR	QUALIFICATIONS AND EXPERIENCE	SPECIAL
E. J. Mardon	Business Manager Director 25 years	Chairman
G. D. Collins	Business Proprietor Director 16 years	Vice-Chairman
M. L. Kimball	Retired Regional General Manager Director 14 years	Treasurer
M. D. Geltch	Manager Director 16 years	
M. G. Favell	Community Transport Director 14 years	
M. Jaffrey	Company Accountant Director 10 years	
A. J. Scott	Trades Assistant Director 9 years	
J. S. Bennett	Company Finance Director Director 4 years	
D. Marcus	Business Proprietor Director 3 years	

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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2024

MEETINGS OF DIRECTORS	ELIGIBLE	PRESENT	APOLOGY
E. J. Mardon	14	14	0
G. D. Collins	14	14	0
M. G. Favell	14	11	3
M. D. Geltch	14	14	0
M. L. Kimball	14	12	2
M. Jaffrey	14	12	2
A. J. Scott	14	13	1
J. S. Bennett	14	11	3
D.Marcus	14	12	2

PRINCIPAL ACTIVITIES

The principal continuing activities of the Club are the encouragement of sport and the provision of recreational facilities for its members.

OPERATING RESULTS

The net profit of the company for the financial year after providing for income tax amounted to \$181,270.

REVIEW OF OPERATIONS

A review of the operations of the company during the financial year and the results of those operations are as follows:

INCOME	2024	2023
Bar, bistro and catering trading sales	4,891,672	3,811,398
Gross profit	2,837,434	2,191,830
Poker machine income	7,959,169	7,948,713
Profit on sale of property, plant and equipment	0	105,921
Commissions	98,854	89,944
Members subscriptions	41,274	27,689
Other income	1,432,975	1,294,916
Total Income	<u>12,369,707</u>	<u>11,659,014</u>
Less: expenses	12,188,437	8,835,311
Net profit before income tax	<u>181,270</u>	<u>2,823,703</u>
Income tax expense	-	-
Net profit after income tax	<u><u>181,270</u></u>	<u><u>2,823,703</u></u>

FINANCIAL POSITION

The retained profits of the company have increased by \$181,270 from \$33,911,848 at 30 June 2023 to \$34,093,118 at 30 June 2024. This movement is represented by a \$181,270 net profit for the year to 30 June 2024. The revaluation reserves were \$5,179,492 at 30 June 2023 and \$7,011,782 at 30 June 2024, bringing the company's Net Assets to \$41,104,900 at 30 June 2024.

SIGNIFICANT CHANGE IN STATE OF AFFAIRS

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

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DIRECTORS' REPORT
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SHORT AND LONG TERM OBJECTIVES

The Board has established short and long term objectives as outlined in the Club's strategic plan. These objectives are both financial and non financial, and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the registered club industry. These objectives are as follows;

To ensure the Club continues to investigate and implement successful alternate revenue streams that complement the Club's core business while maintaining the Club's principal activities.

To ensure the Club continues to provide quality entertainment and social activities for members while maintaining state of the art facilities and amenities to service the needs of our members.

To ensure sustainable thinking, principles and practices are embedded into our core operations.

To ensure the club continues to embody the sacrifice of all our Servicemen and women.

STRATEGIES

To achieve its stated objectives, the company has adopted the following strategies:

Continued support to our staff through industry related seminars and conferences. Directors receive industry updates to keep in line with the legislation and governance procedures through our membership of Clubs NSW and the Clubs Directors Institute. The following strategies have been adopted:

To continue to enhance the Club's Food and Beverage offer.

To continue to maintain modern and safe facilities for all members, visitors, and staff.

To continue to proactively target the reduction of water and energy consumption.

To continue to provide and maintain Sporting facilities to promote an active and healthy community lifestyle for the Griffith and District Community.

To continue to assist the Yambil Community Hub in supporting the Griffith & District Community.

KEY PERFORMANCE MEASURES

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

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 each towards meeting any outstanding obligations of the entity. At 30 June 2024, the total amount that the members of the company are liable to contribute if the company is wound up is \$22,588 (2023: \$18,180).

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DIRECTORS' REPORT
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AUDITORS INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is attached to this financial report.

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

Director



E. J. MARDON

Director



M. L. KIMBALL

Dated this 28 day of August 2024


GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

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

TO THE DIRECTORS OF
GRIFFITH EX-SERVICEMEN'S CLUB LIMITED

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024 there have been:

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



John P Keenan CA
Registered Auditor 156228

KELLY PARTNERS (GRIFFITH) PTY LTD

Dated at Griffith this 8 day of August 2024

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2024

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the Griffith Ex-Servicemen's Club Limited declare that:

1. The financial statements and notes, as set out in pages 11 to 23, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards as stated in Note 1; and
 - (b) give a true and fair view of the company's financial position as at 30 June 2024 and of its performance for the year ended on that date.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director 
E. J. MARDON

Director 
M. L. KIMBALL

Dated at Griffith this  day of August 2024

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GRIFFITH EX-SERVICEMEN'S CLUB LIMITED

Opinion

We have audited the financial report of Griffith Ex-Servicemen's Club Ltd (the Company), which comprises the statement of financial position as at 30 June 2024, 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 material accounting policy information, and the directors' declaration.

In our opinion, the accompanying financial report of Griffith Ex-Servicemen's Club Ltd is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1, 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 for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Griffith Ex-Servicemen's Club Ltd, 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 - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GRIFFITH EX-SERVICEMEN'S CLUB LIMITED

Other Information

The directors are responsible for the other information. The other information comprises the directors' report for the year ended 30 June 2024, 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 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 and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Report

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

As part of an audit in accordance with the 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.


GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GRIFFITH EX-SERVICEMEN'S CLUB LIMITED

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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


Kelly Partners Griffith Partnership


John P. Keenan CA
Registered Auditor 156228
Griffith

Dated this *18* day of August 2024

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Revenue	2	14,423,945	13,172,661
Employee expenses		(5,925,706)	(4,806,244)
Depreciation and amortisation expense		(1,314,712)	(1,372,815)
Finance costs		(94,344)	(11,205)
Changes in inventories of finished goods and inventories purchased		(2,054,239)	(1,619,568)
Community support		(267,757)	(301,566)
Member entertainment and promotion		(500,402)	(335,327)
Utilities		(622,820)	(557,850)
Loss on disposal		(1,650,455)	-
Repairs and maintenance		(401,143)	(291,601)
Other expenses		<u>(1,411,098)</u>	<u>(1,052,782)</u>
Profit/(loss) before income tax expense		<u>181,270</u>	<u>2,823,703</u>
Income tax expense		<u>-</u>	<u>-</u>
Profit for the year		<u><u>181,270</u></u>	<u><u>2,823,703</u></u>
Items that will not be reclassified subsequently to profit or loss:			
Fair value gains (losses) on financial assets at fair value through other comprehensive income		-	868
Revaluation of non-current assets		1,832,290	250,601
Other comprehensive income for the year		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u><u>1,832,290</u></u>	<u><u>251,469</u></u>
Profit attributable to members of the entity		<u><u>181,270</u></u>	<u><u>2,823,703</u></u>
Total comprehensive income attributable to members of the entity		<u><u>2,013,559</u></u>	<u><u>3,075,171</u></u>

The accompanying notes form part of these financial statements.

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
CURRENT ASSETS			
Cash and cash equivalents	3	1,549,464	5,667,611
Trade and other receivables	4	77,540	190,892
Inventories on hand	5	120,925	132,985
Investments	6	185,649	22,217
TOTAL CURRENT ASSETS		1,933,578	6,013,705
NON-CURRENT ASSETS			
Property, plant and equipment	7	40,755,434	31,275,708
Investments	8	2,440,000	2,440,000
Intangibles	9	2,506,667	2,506,667
TOTAL NON-CURRENT ASSETS		45,702,101	36,222,374
TOTAL ASSETS		47,635,678	42,236,079
CURRENT LIABILITIES			
Trade and other payables	10	1,562,952	2,001,595
Other liabilities	11	11,618	9,856
Equipment loans	12	259,755	242,182
Interest bearing liabilities	12	708,475	-
Employee entitlements	13	654,234	598,170
TOTAL CURRENT LIABILITIES		3,197,034	2,851,803
NON-CURRENT LIABILITIES			
Other liabilities	11	45,824	29,799
Equipment loans	12	270,067	190,299
Interest bearing liabilities	12	2,935,109	-
Employee entitlements	13	82,744	72,838
TOTAL NON-CURRENT LIABILITIES		3,333,744	292,935
TOTAL LIABILITIES		6,530,779	3,144,739
NET ASSETS		41,104,900	39,091,340
EQUITY			
Asset revaluation reserve		7,011,782	5,179,492
Retained profits		34,093,118	33,911,848
TOTAL EQUITY		41,104,900	39,091,340

The accompanying notes form part of these financial statements.

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	Note	Retained Earnings \$	Reserves \$	Total \$
Balance at 1 July 2022		31,087,277	4,928,891	36,016,168
Profit attributable to entity		2,824,571	-	2,824,571
Revaluation of land and buildings		-	250,601	250,601
Balance at 30 June 2023		33,911,848	5,179,492	39,091,340
Balance at 1 July 2023		33,911,848	5,179,492	39,091,340
Profit attributable to entity		181,270	-	181,270
Revaluation of land and buildings			1,832,290	1,832,290
Balance at 30 June 2024		34,093,118	7,011,782	41,104,900

The accompanying notes form part of these financial statements.

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Cash flows from operating activities			
Receipts from customers		92,698,646	86,521,842
Interest received		22,594	72,459
Dividends received		199	-
Payments to suppliers and employees		(89,710,130)	(81,513,325)
Interest and other costs of finance paid		(94,344)	(11,205)
Net cash provided by operating activities		<u>2,916,965</u>	<u>5,069,772</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		80,550	135,740
Payments for property, plant and equipment		(10,693,156)	(6,836,717)
Payments for other investments		(163,432)	(12,092)
Net cash provided by investing activities		<u>(10,776,038)</u>	<u>(6,713,069)</u>
Cash flows from financing activities			
Borrowings drawn		4,048,454	366,568
Repayment of borrowings		(307,529)	(375,889)
Net cash used in financing activities		<u>3,740,925</u>	<u>(9,321)</u>
Net increase in cash held		(4,118,148)	(1,652,618)
Cash at beginning of financial year		<u>5,667,611</u>	<u>7,320,230</u>
Cash at end of financial year	3	<u>1,549,464</u>	<u>5,667,611</u>

The accompanying notes form part of these financial statements.

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

The financial statements cover Griffith Ex-Servicemen's Club Limited (the Company) as an individual entity, incorporated and domiciled in Australia. Griffith Ex-Servicemen's Club Limited is a company limited by guarantee.

Note 1: Material Accounting Policy Information

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) Revenue

Revenue from the sale of goods is recognised upon delivery of goods to customers.
Donations and bequests are recognised when revenue is received.
Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.
For capital grants, the company recognises income in profit or loss when or as the company satisfies its obligations under the terms of the grant.
All revenue is stated net of the amount of goods and services tax (GST).

(b) Inventories

Inventories are measured at the lower of cost and current replacement cost.
Inventories acquired at no cost or for nominal consideration are measured at the current replacement cost as at the date of acquisition.

(c) Property, Plant and Equipment

Freehold Property

Freehold land and buildings are shown at their fair value based on periodic valuations by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

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

Freehold land and buildings that have been contributed at no cost or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

Plant and Equipment

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

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these 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 been discounted to their present values

In the event the carrying amount of plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(e) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are recognised at the fair value at the date it is acquired.

Depreciation

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

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

Land and Buildings	2.50%
Plant and Machinery	7.5% - 60.0%
Plant and Equipment Under Lease	30%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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As asset's 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 disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

(d) Intangible Assets

The entity holds poker machine licences either acquired through a past business combination or granted for no consideration by the NSW government.

(e) Impairment of Assets

At the end of each reporting period, the company reviews the carrying value 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 asset's fair value less costs to sell it and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable value is recognised in profit or loss.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of an asset, the company estimates the recoverable amount of the cash-generating unit to which the class of assets belongs.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation reserve in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation reserve for that same class of asset.

(f) Employee Benefits

Short-term employee benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of accounts payable and other payables in the statement of financial position.

Contributions are made by the company to an employee superannuation fund and are charged as an expense when incurred.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Other long-term employee provisions

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service.

The company's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

(g) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(h) Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

(i) Goods and Services Tax

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 (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from or payable to the ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

(j) Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(k) Provisions

Provisions are recognised when the entity 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.

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

(l) Comparative Figures

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

When an entity applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

(m) Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(n) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgments incorporated into the financial statements 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 within the company.

Key estimates - impairment of intangible assets

In accordance with AASB 136 *Impairment of Assets*, the company is required to estimate the recoverable amount of intangibles at each reporting period where there is an indicator of impairment.

Impairment testing is an area involving management judgement, requiring assessment as to whether the carrying value of assets can be supported by the net present value of future cash flows derived from such assets using cash flow projections.

(o) Adoption of new and revised accounting standards

The company has adopted all standards which became effective for the first time at 30 June 2024. The adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the company.

(p) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The company has decided not to early adopt these standards.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
2 REVENUE		
Revenue from contracts with customers		
Sales revenue	4,891,672	3,811,398
Gaming revenue	8,042,080	8,054,102
	12,933,752	11,865,500
Other income		
Subscriptions and nominations	41,274	27,689
Interest received	22,594	72,459
Dividends Received	199	-
Other revenue	1,426,126	1,207,013
	14,423,945	13,172,661
3 CASH AND CASH EQUIVALENTS		
Cash on hand	1,549,464	5,667,611
	1,549,464	5,667,611
Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash on hand	523,000	487,000
Current account	460,899	317,848
Maxi direct account	1,373	4,352,135
Staff leave account	235,277	231,974
Bagtown cheque account	328,915	278,653
	1,549,464	5,667,611
4 TRADE AND OTHER RECEIVABLES		
Trade debtors	75,756	190,252
Other debtors	1,784	640
	77,540	190,892
5 INVENTORIES		
At cost		
Inventory	120,925	132,985
	120,925	132,985

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
6 INVESTMENTS		
CURRENT		
Financial assets at fair value through other comprehensive income		
- Shares in listed corporations	185,649	22,217
	<u>185,649</u>	<u>22,217</u>
7 PROPERTY, PLANT AND EQUIPMENT		
Land and buildings		
Land and buildings at valuation	37,001,989	33,748,608
Accumulated depreciation	(996,390)	(12,059,101)
Total land and buildings	<u>36,005,599</u>	<u>21,689,507</u>
Plant and Equipment		
At cost	14,349,325	13,209,212
Accumulated depreciation	(10,280,555)	(10,505,459)
	<u>4,068,770</u>	<u>2,703,752</u>
Right of use assets	1,318,213	2,203,518
Accumulated depreciation	(637,148)	(1,730,546)
	<u>681,065</u>	<u>472,972</u>
Total plant and equipment	<u>4,749,835</u>	<u>3,176,724</u>
Total property, plant and equipment	<u>40,755,434</u>	<u>24,866,231</u>
Work in progress	-	6,409,477
Asset revaluations		
The freehold land and buildings at the Corner of Yambil Street and Jondaryan Avenue as well as the land and buildings at Blumer Avenue were independently valued at 30 June 2024.		
The land and buildings at Speirs Street were independently valued in 2019.		
These values have been reflected in the financial report.		
8 INVESTMENTS		
NON-CURRENT		
Investment property - 16-22 Yambil Street, Griffith NSW 2680 at Cost	1,190,000	1,190,000
Investment property - 39 Yambil Street, Griffith NSW 2680 at Cost	1,250,000	1,250,000
	<u>2,440,000</u>	<u>2,440,000</u>
9 INTANGIBLE ASSETS		
Poker Machine Licences at Valuation	2,506,667	2,506,667
	<u>2,506,667</u>	<u>2,506,667</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
10 TRADE AND OTHER PAYABLES		
CURRENT		
Accounts payable	871,606	1,868,151
Accruals	674,239	118,635
Sporting group imprest accounts	17,107	14,809
	1,562,952	2,001,595
11 OTHER LIABILITIES		
CURRENT		
Subscriptions in advance	11,618	9,856
	11,618	9,856
NON-CURRENT		
Subscriptions in advance	45,824	29,799
	45,824	29,799
12 BORROWINGS		
CURRENT		
Equipment loans	259,755	242,182
Interest bearing liabilities	708,475	-
	968,230	242,182
NON-CURRENT		
Equipment loans	270,067	190,299
Interest bearing liabilities	2,935,109	-
	3,205,176	190,299
13 EMPLOYEE ENTITLEMENTS		
Annual leave	317,604	283,297
Long service leave	419,375	387,711
	736,978	671,007
Analysis of Employee Entitlements		
Current	654,234	598,170
Non-current	82,744	72,838
	736,978	671,007
14 EVENTS AFTER THE REPORTING PERIOD		
The directors are not aware of any significant events since the end of the reporting period.		

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

15 COMPANY DETAILS

The registered office of the company is:
 Griffith Ex-Servicemen's Club Limited
 Jondaryan Avenue
 Griffith NSW 2680

16 BANK LOANS AND OVERDRAFT

The Westpac Banking Corporation holds the following as security for its commercial lending facilities:

A Mortgage over non residential real property located at Cnr Yambil Street & Jondaryan Avenue Griffith NSW 2680

A Mortgage over non residential real property located at 16-22 Yambil Street Griffith NSW 2680

A Mortgage over non residential real property located at 2-4 Blumer Avenue Griffith NSW 2680

A General Security Agreement over all assets and uncalled capital including Gaming and Liquor Licences

17 CONTINGENCIES

There are no contingent liabilities as at 30 June 2024 (2023: \$0).

18 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 outstanding obligations of the company.

At 30 June 2024, the number of members was 11,294 (2023: 9,090).

19 AUDITOR'S REMUNERATION

	2024	2023
Remuneration of the auditor of the Company for:		
auditing or reviewing the financial statements	18,700	16,467
taxation services	7,260	9,800
	25,960	26,267

20 CASH FLOW INFORMATION

Net current year surplus	181,270	2,823,703
Adjustment for:		
Depreciation and amortisation expense	1,314,712	1,372,815
(Gain)/loss on disposal of property, plant and equipment	1,650,455	(105,921)
Movement in working capital:		
Increase in trade and other receivables	113,353	(132,967)
Increase/(decrease) in trade and other payables	(438,643)	1,038,740
Increase/(decrease) in other current assets	0	3,571
Increase/(decrease) in other current liabilities	17,787	9,672
Increase/(decrease) in employee entitlements	65,971	58,611
Increase in inventories on hand	12,060	1,547
Net cash generated by operating activities	2,916,965	5,069,771