

**CAMPSIE RSL SUB-BRANCH
CLUB LIMITED
AND CONTROLLED ENTITIES**

ABN 42 001 044 373

ANNUAL FINANCIAL REPORT

31 DECEMBER 2022

AUDITORS

D. A STRATI & ASSOCIATES PTY LTD
Level 5, 376 Bay Street
Brighton Le Sands NSW 2216

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**ANNUAL FINANCIAL REPORT
31 DECEMBER 2022**

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**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

DIRECTORS' REPORT

The directors present their report, together with the financial statements of Campsie RSL Sub-Branch Club Limited (the company) and its controlled entities (the consolidated entities) for the year ended 31 December 2022.

DIRECTORS

The directors of the company in office at any time during or since the end of the year are as follows:

Mr Neville Moloney	President Retired Board member for 11 years
Mr Robert Webb	Vice President Retired Board member for 6 years
Mr Gordon Brian	Director Retired Board member for 36 years
Mr Ivan Tilmouth	Director Retired Board member for 3 years
Mr Jeffery Roser	Director Insurance Broker Board member for 3 years
Mr Graeme O'Beirne	Director Facilities Manager Appointed 28 February 2022

Directors have been in office since the start of the year unless otherwise stated.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

DIRECTORS' REPORT (continued)

DIRECTORS' MEETINGS

The number of directors' meetings and the number of meetings attended by each of the directors of the company during the financial year were: -

Director	Number of meetings eligible to attend *	Number of meetings attended
Mr Neville Moloney	10	10
Mr Graeme O'Beirne	9	9
Mr Gordon Brian	10	6
Mr Jeffery Roser	10	10
Mr Robert Webb	10	10
Mr Ivan Tilmouth	10	10

* Number of meetings held during the time the director held office during the year.

PRINCIPAL ACTIVITIES

The principal activity of the company was to provide members and their guests with amenities and facilities usually associated with that of a licensed club.

OPERATING RESULT FOR THE YEAR

The net profit after tax for the year amounted to \$14,098,882 compared with a profit of \$888,646 for the prior year. This result was achieved after recognising \$2,839,349 (2021: \$2,784,841) as an expense for depreciation and amortisation.

SIGNIFICANT CHANGES

There have been no significant changes in the company's financial activity or state of affairs during the financial year.

IMPACT OF COVID-19

The directors have determined that COVID-19 is a non-adjusting event. Accordingly, the financial statements do not include any adjustments with regards to the impact of COVID-19.

EVENTS SUBSEQUENT TO REPORTING PERIOD

There were no significant events occurring after the balance date which will affect either the company's operations or results of those operations or the company's state of affairs.

CAMPSIE RSL SUB-BRANCH CLUB LIMITED AND CONTROLLED ENTITIES

DIRECTORS' REPORT (continued)

MEMBERSHIP

The company is a company limited by guarantee and without share capital. The number of members as at 31 December 2022 was 33,766 (2021: 24,698).

MEMBERS LIMITED LIABILITY

In accordance with Constitution of the company, each member undertakes to contribute an amount not exceeding two dollars (\$2.00) in the event of the winding up of the company, while he or she is a member of the Club or within one year thereafter.

SHORT AND LONG-TERM OBJECTIVES

The company's short-term objectives are to:

- provide the best possible licensed club facilities to members and guests.
- maintain the current levels of membership and encourage new members.
- remain financially viable to achieve the company's objectives.

The company's long-term objectives are to:

- provide a high quality licensed club for members and guests to use, together with a standard of facilities and services that provide a rewarding and measurable experience.
- establish an environment where members and guests can participate in social activities that foster enjoyment, friendship and mutual respect amongst members.

STRATEGIES

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

- Maintain stringent controls over the company finances to ensure the Club remains viable. Continue to manage costs in order to maintain efficient and effective operations without compromising the quality of the services provided to members and guests.

- The Board strives to attract and retain quality management and staff with the knowledge and skills required to operate a successful social club. The Board believes attracting and retaining quality staff will assist in providing a high level of services to members and the success of the Club.

- The Board is committed to consistent standards of governance and best practice; being aware of statutory and legislative changes and to ensuring compliance at all times with these laws and regulations.

KEY PERFORMANCE INDICATORS

The company measures its own performance through the use of both quantitative and qualitative benchmarks. Some of the key performance indicators are:

- financial performance when compared to Board approved budgets.
- the successful implementation of business operating plans.
- completing capital expenditure works within budget and agreed timeframes.
- training and development of the key management and staff.
- timely response to all compliance matters required under relevant statutory and legislative requirements

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

DIRECTORS' REPORT (continued)

DIRECTORS' BENEFITS

No director has received or become entitled to receive, during or since the end of the financial year, a benefit because of a contract made by the company with a director, firm of which a director is a member or an entity in which the director has a substantial financial interest.

INDEMNIFICATION OF AUDITORS

To the extent permitted by law, the company has agreed to indemnify its auditors, D.A Strati & Associates, as part of the terms of its audit engagement agreement against claims by third parties arising from the audit (for an unspecified amount). No payment has been made to indemnify D.A Strati & Associates during or since the financial year.

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

During the financial year the company has paid insurance premiums of \$5,701 in respect of directors' and officers' liability, legal expenses and insurance contracts for current and former directors and officers.


The insurance premiums relate to:

- costs and expenses incurred by the relevant officers in defending proceedings, whether civil or criminal and whatever their outcome; and
- other liabilities that may arise from their position, with the exception of conduct involving a wilful breach of duty or improper use of information or position to gain a personal advantage.

AUDITORS' INDEPENDENCE DECLARATION

The directors have received the Independence Declaration from the Auditors as required under Section 307C of the Corporations Act 2001. The declaration is attached to this report.

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



Neville Moloney – Director



Gordon Brian – Director

Dated: 18 April 2023

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C – CORPORATION ACT 2001**

As the lead audit partner for the audit of the financial report of Campsie RSL Sub-Branch Club Limited (the Company) and its Controlled Entities (the consolidated entities) for the financial year ended 31 December 2022, I declare that, to the best of my knowledge and belief, that there has 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.

**D.A STRATI & ASSOCIATES
Certified Practising Accountants**

A handwritten signature in black ink, appearing to read 'D. Strati', enclosed within a large, loopy oval shape.

**Domenic Strati
Brighton Le Sands**

18 April 2023

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE YEAR ENDED 31 DECEMBER 2022**

		Consolidated Group	
	Note	2022	2021
		\$	\$
Revenue			
Revenue from sale of goods		1,461,256	943,433
Revenue from rendering services		46,555,721	30,524,962
Revenue from grants		3,654,387	1,635,000
Other income		344,268	173,923
Total revenue and other Income	2	<u>52,015,632</u>	<u>33,277,317</u>
Expenses			
Cost of sales		(710,401)	(411,584)
Gaming expenses		(1,720,362)	(781,834)
Gaming taxes		(11,813,652)	(7,290,603)
Depreciation and amortisation		(2,839,349)	(2,784,841)
Employee benefits expense		(10,679,760)	(9,471,103)
Marketing and entertainment		(409,740)	(355,422)
Members benefits and promotions		(2,011,554)	(1,706,599)
Research and development		(1,682,854)	(2,523,979)
Other expenses		(4,266,165)	(6,980,282)
Total expenses		<u>(36,133,836)</u>	<u>(32,306,248)</u>
Profit before income tax		<u>15,881,796</u>	<u>971,069</u>
Income tax benefit (expense)	3	(157,791)	(82,424)
Profit for the year		<u>15,724,005</u>	<u>888,646</u>
Other comprehensive income			
Revaluation loss on financial assets	4	(1,625,123)	-
Other comprehensive income for the year		<u>(1,625,123)</u>	<u>-</u>
Profit for the year attributable to members		<u>14,098,882</u>	<u>888,646</u>

The accompanying notes form part of these financial statements

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022**

		Consolidated Group	
	Note	2022	2021
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	5	48,494,267	37,551,030
Trade and other receivables	6	261,772	141,586
Inventories	7	119,288	88,940
Other current assets	8	799,582	638,457
Total Current Assets		<u>49,674,909</u>	<u>38,420,012</u>
NON-CURRENT ASSETS			
Intangible assets	9	27,416,667	27,416,667
Property, plant and equipment	10	49,850,296	48,741,247
Financial assets	11	669,125	925,123
Deferred tax assets	12	333,309	491,100
Other non-current assets	8	2,320,248	1,298,438
Total Non-Current Assets		<u>80,589,645</u>	<u>78,872,575</u>
TOTAL ASSETS		<u>130,264,554</u>	<u>117,292,587</u>
CURRENT LIABILITIES			
Trade and other payables	13	3,097,691	4,814,928
Short-term provisions	14	1,537,375	1,474,731
Total Current Liabilities		<u>4,635,066</u>	<u>6,289,659</u>
NON-CURRENT LIABILITIES			
Trade and other payables	13	586,289	-
Long-term provisions	14	581,951	640,561
Total Non-Current Liabilities		<u>1,168,240</u>	<u>640,561</u>
TOTAL LIABILITIES		<u>5,803,306</u>	<u>6,930,220</u>
NET ASSETS		<u>124,461,248</u>	<u>110,362,367</u>
MEMBERS' EQUITY			
Retained earnings		88,481,477	74,382,596
Revaluation reserve		35,979,771	35,979,771
TOTAL MEMBERS' EQUITY		<u>124,461,248</u>	<u>110,362,367</u>

The accompanying notes form part of these financial statements

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Consolidated Group		
	Retained Earnings	Revaluation Reserve	Members Equity
	\$	\$	\$
Balance at 1 January 2021	78,858,159	28,444,615	107,302,774
Profit for the year	888,646	-	888,646
Asset revaluation	-	2,170,948	2,170,948
Transfer to revaluation reserve	(5,364,208)	5,364,208	-
Balance at 31 December 2021	<u>74,382,596</u>	<u>35,979,771</u>	<u>110,362,367</u>
Profit for the year	14,098,882	-	14,098,882
Balance at 31 December 2022	<u><u>88,481,477</u></u>	<u><u>35,979,771</u></u>	<u><u>124,461,248</u></u>

The accompanying notes form part of these financial statements

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022**

		Consolidated Group	
	Note	2022	2021
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		53,047,576	34,728,541
Payments to suppliers and employees		(41,481,317)	(25,855,050)
Revenue from grants		3,654,387	1,635,000
Bank interest received		136,176	70,916
Net cash provided by operating activities	15 (a)	<u>15,256,822</u>	<u>10,579,407</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant & equipment		(4,313,584)	(6,098,062)
Net cash (used in) provided by investing activities		<u>(4,313,584)</u>	<u>(6,098,062)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash used in financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents		10,943,238	4,481,345
Cash and cash equivalents at the beginning of year		37,551,030	33,069,686
Cash and cash equivalents at the end of year	15 (b)	<u><u>48,494,267</u></u>	<u><u>37,551,030</u></u>

The accompanying notes form part of these financial statements

CAMPSIE RSL SUB-BRANCH CLUB LIMITED AND CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Campsie RSL Sub-Branch Club Limited is a company limited by guarantee, incorporated, and domiciled in Australia and is a not-for-profit entity. This financial report is for Campsie RSL Sub-Branch Club Limited and its Controlled Entities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are general purpose financial statements that have been:

- Prepared in accordance with the requirements the Corporations Act 2001, Australian Accounting Standards – Reduced Disclosure Requirements and other authoritative pronouncements of the Australian Accounting Standards Board, as appropriate for not-for-profit entities;
- Prepared on an accruals basis and are based on historical cost and do not consider the changing values of money, except for financial assets and financial liabilities which are measured at fair value;
- Presented in Australian dollars (\$) and have been rounded to the nearest dollar.

Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Campsie RSL Sub-Branch Club Limited and its Controlled Entities. Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Company controls an investee if, and only if, the Company has:

- Power over the investee (i.e., existing rights that give it the current liability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement with the investee;
- The ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Company has less than a majority of the voting or similar rights of an investee, the Company considers all relevant facts and circumstances in assessing whether it has the power over an investee, including:

- The contractual arrangement(s) with the other vote holders of the investee;
- Rights arising from other contractual arrangements;
- The Company's voting rights and potential voting rights.

The Company re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Assets, liabilities, income, and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Company gains control until the date the Company ceases to control the subsidiary.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Company's accounting policies. All intra-group assets and liabilities, equity, income, expenses, and cash flows relating to transactions between members of the Company are eliminated in full on consolidation.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Consolidation (continued)

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Company loses control over a subsidiary, it derecognises the related assets (including goodwill), liabilities, non-controlling interest, and other components of equity, while any resultant gain or loss is recognised in profit or loss. Any investment retained is recognised at fair value.

Business Combinations

Business combinations are accounted for using the acquisition method.

The company as the acquirer in a combination of mutual entities, recognises the fair value of the identifiable assets and liabilities as a direct addition to equity. Acquisition-related costs are expensed as incurred and included in administrative expenses.

Accounting Policies

a) Going Concern

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

In arriving at this position, the directors have had regard to the fact that the company has, or in the directors' opinion will have, access to sufficient cash to meet its debts as and when they fall due and fund its ongoing operations for a period of not that less than 12 months from the date of approval of the financial statements.

b) Revenue and Other Income

Revenue is recognised at the fair value of consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances and duties and taxes paid. The following specific recognition criteria must also be met before revenue is recognised:

Sale of Goods

Revenue from functions, catering, beverages, and merchandise is recognised when the significant risks and rewards of ownership have passed to the buyer and can be reliably measured. Risks and rewards are considered passed to the buyer when goods have been delivered to the customer.

Rendering of Services

Revenue from rendering services comprises revenue earned from the provision of gaming facilities together with other services to members and other patrons of the Group. Revenue is recognised with the service is provided.

Interest Revenue

Interest revenue is recognised as interest accrues considering the interest rates and effective yield on the financial asset.

CAMPSIE RSL SUB-BRANCH CLUB LIMITED AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Commissions, Member Fees and Subscriptions

Commissions, member fees and subscriptions are recognised as revenue over the period to which they relate.

Rental Income

Rental Income is accounted for on a straight-line basis over the term of the lease.

Sale of Property, Plant and Equipment

The gain or loss on disposal of property, plant and equipment is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal (including incidental costs) and is recognised as other income at the date control of the asset passes to the buyer.

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

c) Trade and Other Receivables

Trade and other receivables include amounts due from members as well as amounts receivable from customers for goods and services. 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.

Trade and other receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment.

d) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are determined on a first in first out basis.

e) Property Plant and Equipment

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

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.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in Statement of Changes in Equity and accumulated in the Asset Revaluation Reserve. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in the Statement of Changes of Equity and will decrease the Asset Revaluation Reserve.

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.

CAMPSIE RSL SUB-BRANCH CLUB LIMITED AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Core property

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

Core property is any real property owned or occupied by the Club that comprises:

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

but does not include any property referred to in paragraphs (i)-(iii) that is declared, by a resolution passed by a majority of the members present at a general meeting of the ordinary members of the club, not to be core property of the club.

There are restrictions on the Club's ability to dispose of core property. For example, core property can only be sold if the disposal has been approved at a general meeting of the ordinary members of the Club at which the majority of the votes cast support the approval.

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

Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit and loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(e) for details of impairment).

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss in the financial period which they are incurred.

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

Residential property

Residential property, principally comprising freehold residential land and buildings, is held for long-term rental yields, and is not occupied by the company. Residential property is carried at fair value.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation

Property, plant, and equipment are depreciated over their useful lives commencing from the time the asset is held ready for use. Buildings are depreciated using the straight-line method whereas plant and equipment is depreciated using the diminishing value method. Land is not depreciated.

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

<u>Class of Fixed Assets</u>	<u>Rates</u>
Buildings and Related Improvements	2% - 20%
Plant, Equipment and Furniture	3% - 40%
Poker Machines and Related Equipment	30% - 40%

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

Gains and losses on disposals 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 surplus relating to that asset are transferred to retained surplus.

f) Intangibles

Poker Machine Entitlements

Poker machine entitlements are deemed to have an indefinite useful life and are not amortised. Instead, they are tested annually for impairment.

Other Intangibles

Other Intangibles are deemed to have a finite useful life and are amortised over their useful lives commencing from the time the asset is held and ready for use.

g) Impairment of Assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the assets' carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an assets' fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash generating units).

h) 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. Bank overdrafts are shown within short-term borrowings in current liabilities on the Statement of Financial Position.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

i) 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, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use.

All other borrowing costs are recognised in the income statement over the period of the borrowings to which they relate.

j) Employee Benefits

Provision is made for the company's liability for employee leave entitlements arising from services rendered by employees at balance date. Employee leave entitlements that are expected to be settled within 1 year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee leave entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the company to employee superannuation funds and are charged as expenses when incurred.

k) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result, and that outflow can be reliably measured.

l) Leases

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

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

Capitalised Leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

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

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

m) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Recognition and Measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. 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.

Held-to-maturity investments

These investments have fixed maturities, and it is the company's intention to hold these investments to maturity. Any held-to-maturity investments held by the company 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.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the company 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 income statement.

n) Goods and Services Tax (GST)

Revenue, 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.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as a current asset or liability in the Statement of Financial Position.

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.

CAMPSIE RSL SUB-BRANCH CLUB LIMITED AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

o) Income Tax

The Company is assessable for income tax on the surplus of trading with persons other than members and on investment income. Receipts from members themselves, however, are not subject to income tax being in accordance with the principle of mutuality.

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate, adjusted for permanent differences, changes in deferred tax assets and liabilities attributed to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

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 a business combination, where there is no effect on accounting or taxable profit or loss.

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 the income taxation 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.

p) Critical Accounting Estimates and Judgements

The preparation of the financial statements require management to make estimates and judgements that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures and the disclosure of contingent liabilities.

Uncertainty about these estimates and judgements could result in outcomes that require a material adjustment to the carrying amount of assets and liabilities affected in future periods.

Estimates and Judgements

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, which have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. Management based its estimates and judgements on historical results and the best available current information. Estimates and judgements assume a reasonable expectation of future events and are based on current trends and economic data, from internal and external sources.

Estimation of useful life of assets

The Company determines the estimated useful life and related depreciation and amortisation charges for its property, plant and equipment and intangible assets. Poker machine entitlements are deemed to have an indefinite useful life. The useful life of assets could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful life is less than previously estimated life, or technically obsolete or non-strategic assets that have been abandoned or sold or will be written off or written down.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Critical Accounting Estimates and Judgements (continued)

Impairment of non-financial assets

An impairment exists when the carrying value of an asset exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset.

Assessment of impairment and remaining useful lives of property, plant, and equipment

The Directors have considered whether any indicators of impairment exist which would require the performance of an impairment review in respect of the property, plant and equipment owned by the Club. In addition, management has considered whether the useful lives of any such assets should be revised as a result of any anticipated development. Management has determined that as at the year-end date no such indicators exist.

q) New Revised Standards Effective for these Financial Statements

The Company has adopted all of the new and revised or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial position of the Group.

r) Comparative Figures

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

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 2: REVENUE AND OTHER INCOME	2022	2021
	\$	\$
Revenue from sale of goods		
Bar sales	1,447,382	932,070
Catering sales	13,875	4,938
Merchandise sales	-	6,425
	<u>1,461,256</u>	<u>943,433</u>
Revenue from rendering services		
Poker machine - net clearances	46,295,981	30,366,099
Keno and tab commissions	225,381	124,503
Government rebates	34,360	34,360
	<u>46,555,722</u>	<u>30,524,962</u>
Revenue from grants		
Government business grants	654,387	135,000
Research and development grant	3,000,000	1,500,000
	<u>3,654,387</u>	<u>1,635,000</u>
Other income		
Members subscriptions	45,871	53,360
Interest received	136,176	70,916
Other income	162,220	49,647
	<u>344,267</u>	<u>173,923</u>
Total revenue and other income	<u>52,015,632</u>	<u>33,277,317</u>

NOTE 3: INCOME TAX

a) The components of tax (benefit) expense comprise:		
Deferred tax	<u>157,791</u>	<u>82,424</u>
b) The prima facie tax payable on profit before income tax is reconciled to the income tax expense as follows:		
Prima facie tax payable on profit before income tax	4,764,539	291,321
Tax effect of profit attributed to members	(4,609,760)	(204,171)
Tax effect of timing differences - movement in provisions	3,012	(4,726)
	<u>157,791</u>	<u>82,424</u>

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 4: OTHER COMPREHENSIVE INCOME

	2022	2021
	\$	\$
Revaluation loss on		
- Shares in other corporations	425,123	-
- Unsecured investment loan	1,200,000	-
	<u>1,625,123</u>	<u>-</u>

NOTE 5: CASH AND CASH EQUIVALENTS

CURRENT

Cash on hand	3,000,000	2,600,000
Cash at bank	45,494,267	34,951,030
	<u>48,494,267</u>	<u>37,551,030</u>

NOTE 6: TRADE AND OTHER RECEIVABLES

CURRENT

Trade receivables	11,021	6,839
Security deposits	22,994	22,144
Other receivables	227,757	112,603
	<u>261,772</u>	<u>141,586</u>

NOTE 7: INVENTORIES

CURRENT

Finished goods - at cost	<u>119,288</u>	<u>88,940</u>
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NOTE 8: OTHER ASSETS

CURRENT

Prepayments	<u>799,582</u>	<u>638,457</u>
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NON-CURRENT

Security deposits	<u>2,320,248</u>	<u>1,298,438</u>
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NOTE 9: INTANGIBLE ASSETS

Poker machine licences - at cost	5,550,438	5,550,438
Add revaluation increment	21,866,229	21,866,229
Poker machine licences - at directors valuation	<u>27,416,667</u>	<u>27,416,667</u>

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 10: PROPERTY, PLANT AND EQUIPMENT

	2022	2021
	\$	\$
Club land and buildings		
Freehold land		
At independent valuation - 2021	22,800,000	22,800,000
Development costs	<u>67,379</u>	<u>66,389</u>
	<u>22,867,379</u>	<u>22,866,389</u>
Buildings		
At independent valuation - 2021	14,146,182	14,200,000
Less accumulated depreciation	<u>(622,710)</u>	<u>-</u>
	<u>13,523,472</u>	<u>14,200,000</u>
Property improvements - at cost	1,808,569	-
Less accumulated depreciation	<u>(37,367)</u>	<u>-</u>
	<u>1,771,202</u>	<u>-</u>
Investment Property		
At independent valuation - 2021	<u>1,850,000</u>	<u>1,850,000</u>
Leashold improvements - at cost	3,595,957	3,595,957
Less accumulated depreciation	<u>(543,099)</u>	<u>(373,475)</u>
	<u>3,052,858</u>	<u>3,222,482</u>
Plant and equipment - at cost	6,543,727	6,070,287
Less accumulated depreciation	<u>(3,460,834)</u>	<u>(2,779,898)</u>
	<u>3,082,893</u>	<u>3,290,389</u>
Furniture, fixtures and fittings - at cost	438,548	429,487
Less accumulated depreciation	<u>(210,244)</u>	<u>(130,175)</u>
	<u>228,304</u>	<u>299,312</u>
Poker machines and related equipment - at cost	10,573,846	9,376,962
Less accumulated depreciation	<u>(7,447,823)</u>	<u>(6,781,029)</u>
	<u>3,126,023</u>	<u>2,595,933</u>
Motor vehicles - at cost	460,027	563,496
Less accumulated depreciation	<u>(111,861)</u>	<u>(146,754)</u>
	<u>348,166</u>	<u>416,743</u>
Total property, plant and equipment	<u>49,850,296</u>	<u>48,741,247</u>

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 10: PROPERTY, PLANT AND EQUIPMENT (continued)

Movement in Carrying Amounts	2022	2021
Movement in the carrying amounts for each class of property, plant and equipment between the beginning and end of the current financial year are set out below:	\$	\$
<u>Club Land</u>		
Carrying amount at the beginning of year	22,866,389	22,908,950
Additions	990	33,460
Disposals	-	(156,021)
Revaluations	-	80,000
Carrying amount at end of year	<u>22,867,379</u>	<u>22,866,389</u>
<u>Club Buildings</u>		
Carrying amount at the beginning of year	14,200,000	9,258,691
Disposals	(53,818)	(1,440,948)
Depreciation Expense	(622,710)	(563,742)
Revaluations	-	6,945,999
Carrying amount at end of year	<u>13,523,472</u>	<u>14,200,000</u>
<u>Property Improvements</u>		
Carrying amount at the beginning of year	-	248,342
Additions	1,808,569	3,438,081
Disposal	-	(87,338)
Depreciation Expense	(37,367)	(33,034)
Revaluations	-	(3,566,051)
Carrying amount at end of year	<u>1,771,202</u>	<u>-</u>
<u>Investment Property</u>		
Carrying amount at the beginning of year	1,850,000	3,139,000
Revaluations	-	(1,289,000)
Carrying amount at end of year	<u>1,850,000</u>	<u>1,850,000</u>
<u>Leasehold Improvements</u>		
Carrying amount at the beginning of year	3,222,482	2,837,364
Additions	-	545,155
Depreciation Expense	(169,624)	(160,037)
Carrying amount at end of year	<u>3,052,858</u>	<u>3,222,482</u>

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 10: PROPERTY, PLANT AND EQUIPMENT (continued)

	2022	2021
	\$	\$
<u>Plant and Equipment</u>		
Carrying amount at the beginning of year	3,290,389	3,292,496
Additions	493,973	893,294
Disposals	(11,309)	(245,532)
Depreciation Expense	(690,160)	(649,869)
Carrying amount at end of year	<u>3,082,893</u>	<u>3,290,389</u>
<u>Furniture, Fixtures and Fittings</u>		
Carrying amount at the beginning of year	299,312	119,940
Additions	-	237,470
Disposals	-	(3,987)
Depreciation Expense	(71,008)	(54,111)
Carrying amount at end of year	<u>228,304</u>	<u>299,312</u>
<u>Poker Machines and Equipment</u>		
Carrying amount at the beginning of year	2,595,932	3,241,738
Additions	2,010,052	621,243
Disposals	(300,060)	(5,350)
Depreciation Expense	(1,179,902)	(1,261,699)
Carrying amount at end of year	<u>3,126,023</u>	<u>2,595,932</u>
<u>Motor Vehicles</u>		
Carrying amount at the beginning of year	416,743	149,733
Additions	-	329,358
Depreciation Expense	(68,577)	(62,349)
Carrying amount at end of year	<u>348,166</u>	<u>416,743</u>
<u>Totals</u>		
Carrying amount at beginning of year	48,741,247	45,196,254
Additions	4,313,584	6,098,062
Disposals	(365,186)	(1,939,176)
Depreciation Expense	(2,839,349)	(2,784,841)
Revaluations	-	2,170,948
Carrying amount at end of year	<u>49,850,296</u>	<u>48,741,247</u>

Pursuant to Section 41J of the Registered Clubs Act, the club land and buildings located at 25 Anglo Road, Campsie NSW are classified as core property of the club for the financial year ended 31 December 2022.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 11: FINANCIAL ASSETS

	2022	2021
	\$	\$
NON-CURRENT		
Shares in other corporations	525,123	425,123
Revaluation decrement	(425,123)	-
Loans to other corporations	1,769,125	500,000
Revaluation decrement	(1,200,000)	-
	<u>669,125</u>	<u>925,123</u>

NOTE 12: DEFERRED TAX ASSETS

NON-CURRENT		
Deferred tax assets	<u>333,309</u>	<u>491,100</u>

NOTE 13: TRADE AND OTHER PAYABLES

CURRENT		
Trade payables	1,443,003	2,103,110
Accrued expenses	153,208	306,553
CDSE scheme	(540,486)	422,823
Contract liabilities	305,890	-
Fringe benefits tax	8,718	319,111
Goods and services tax	324,343	328,980
Poker machine duty	1,322,941	1,248,309
Members subscriptions in advance	80,074	86,040
	<u>3,097,691</u>	<u>4,814,928</u>
NON-CURRENT		
Contract liabilities	<u>586,289</u>	<u>-</u>

NOTE 14: PROVISIONS

CURRENT		
Short-term		
Employee entitlements	1,374,238	1,326,409
Gaming provisions	163,136	148,323
	<u>1,537,375</u>	<u>1,474,731</u>
NON-CURRENT		
Long-term		
Employee entitlements	491,351	546,061
Mortality fund	90,600	94,500
	<u>581,951</u>	<u>640,561</u>

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 15: CASH FLOW INFORMATION

	2022	2021
	\$	\$
15 (a) Reconciliation of cash flow from operations with profit after income tax:		
Profit after income tax	14,098,882	888,646
Non-cash flows in profit:		
Depreciation and amortisation	2,839,349	2,784,841
Loss on disposal of assets	365,186	1,939,176
Changes in assets and liabilities:		
Decrease/(increase) in receivables	(120,186)	7,492,217
Decrease/(increase) in inventories	(30,348)	2,301
Decrease/(increase) in other assets	(1,182,935)	(1,694,774)
Decrease/(increase) financial assets	255,998	(518,890)
Decrease/(increase) tax assets	157,791	104,900
Increase/(decrease) in payables	(1,130,949)	(905,028)
Increase/(decrease) in provisions	4,034	486,018
Net cash provided by (used in) operating activities	<u>15,256,822</u>	<u>10,579,407</u>

15 (b) 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 statement of financial position as follows:

Cash	<u>48,494,267</u>	<u>37,551,030</u>
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NOTE 16: POKER MACHINE ENTITLEMENTS

The company acknowledges that poker machine entitlements have a value. The value of these entitlements is the market value determined by the trading of such entitlements. The current market value is estimated by the directors to be \$73,503 for each entitlement. The club currently has three hundred and seventy three (373) poker machine entitlements.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 17: RELATED PARTY TRANSACTIONS

The name of each person holding the position of director of the club during the financial year is listed in the directors report.

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

Key Management Personnel

Key management personnel, being those persons having authority and responsibility for planning, directing and controlling the activities of the entity, include the directors and senior management. Total compensation for key management personnel including directors and senior management for the financial year is set out below:

<u>Compensation by category</u>	2022	2021
	\$	\$
<i>Directors:</i>		
Directors honorariums and expenses	146,005	58,967
<i>Senior Management:</i>		
Short term employment benefits	3,193,330	3,437,735
Post employment benefits	157,174	131,453
Total Remuneration	<u>3,496,509</u>	<u>3,628,155</u>

Directors

All directors' positions are honorary. The directors' remuneration is in the nature of honorariums and expense reimbursements, and is capped at the amounts approved each year by the members at the annual general meeting. The remuneration of directors' are all short term benefits; the directors are not entitled to post retirement or other long term benefits.

Senior Management

Senior Management are entitled to normal annual leave, sick leave, and long service leave (subject to qualification) and superannuation benefits. They are not entitled to any other long term benefits.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 18: COMMUNITY DEVELOPMENT AND SUPPORT EXPENDITURE

	2022	2021
	\$	\$
Community development and support expenditure	<u>965,726</u>	<u>1,106,511</u>

Community development and support expenditure is recognised at fair value of consideration paid or payable (net of gst) for the year.

NOTE 19: CONTINGENT LIABILITIES

Mortality Fund

A contingent liability exists in respect of members of the company who are entitled to benefits under the company's mortality fund. An amount of \$94,500 has been provided for in the financial report (refer Note 15) to meet this obligation. The number of members entitled at year end were 337 (2021: 355).

NOTE 20: IMPACT OF COVID-19

The Company has determined that COVID-19 is a non-adjusting event. Accordingly, the financial statements do not include any adjustments relating to the recoverability of asset carrying amounts or the amount of liabilities that might result should the entity be unable to continue as a going concern and meet its debts as and when they fall due.

The duration and impact of COVID-19, as well as the effectiveness of government responses remains unclear at this time. It is not possible to reliably estimate the duration and severity of the consequences of COVID-19, as well as the impact on the financial position and results of the Company for future periods.

NOTE 21: EVENTS SUBSEQUENT TO REPORTING DATE

There are no other matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company as at 31 December 2022.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Consolidated Group

NOTE 22: MEMBERS GUARANTEE

The company is limited by guarantee. If the company is wound up, the Articles of Association state that each member is required to contribute a maximum of \$2 each towards meeting the outstanding obligations of the company. At 31 December 2022 the number of members was 33,766 (2021: 24,698).

NOTE 23: INFORMATION ABOUT CONTROLLED ENTITIES

Name

Chester Hill RSL	To operate the club premises situated at 20 Chester Hill Road, Chester Hill NSW and to provide the best possible facilities for members and guests.
CCCHC Investments Pty Ltd	To facilitate the purchase of long term investments and growth of financial assets.
Innoclub Ltd	To facilitate training, education and welfare support of veterans and disadvantaged children.
Innovationclub Pty Ltd	To facilitate the manufacturing of sustainable products with improved functionality and environmental performance.
Copar Pty Ltd	To facilitate the manufacturing of compostable packaging solutions that are completely biodegradable and 100% renewable, that can be sustainably manufactured in Australia.

NOTE 24: COMPANY DETAILS

The registered office of the company is:
25 Anglo Road
CAMPSIE NSW 2194

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**


DIRECTORS' DECLARATION


The directors of Campsie RSL Sub-Branch Club Limited and its Controlled Entities declare that:

1. The financial statements, comprising the Statement of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Cash Flows, Statement of Changes in Equity and accompanying notes, are in accordance with the Corporations Act 2001 and:
 - (a) Comply with Australian Accounting Standards – Reduced Disclosure Requirements and Corporations Regulations 2001 and other professional reporting requirements; and
 - (b) Give a true and fair view of the company's financial position as at 31 December 2022 and of its performance, for the financial year ended on that date;

2. At the date of this declaration 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  _____ **Mr Neville Moloney**

Director  _____ **Mr Gordon Brian**

Dated: 18 April 2023

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND ITS CONTROLLED ENTITIES**

Auditor's Opinion

We have audited the accompanying financial report of Campsie RSL Sub-Branch Club Limited (the Company) and its Controlled Entities (the consolidated entities), which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the financial report of Campsie RSL Sub-Branch Club Limited and its Controlled Entities is in accordance with the Corporations Act 2001, including:

- (i). Giving a true and fair view of the Group's financial position as at 31 December 2022 and of its financial performance for the year ended on that date; and
- (ii). Complying with Australian Accounting Standards – Reduced Disclosure Requirements 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 this report. We are independent of the Consolidated Entity in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) relevant to our audit of the financial report. 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 the Group, would be 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.

Other Information

The directors are responsible for other information. The other information comprises the information included in the Company's annual report for the year ended 31 December 2022 excluding 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.

**CAMPSIE RSL SUB-BRANCH CLUB LIMITED
AND CONTROLLED ENTITIES**

INDEPENDENT AUDITOR'S REPORT (continued)

Other Information (Continued)

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 from 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' responsibilities 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 control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Company 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.

D.A STRATI & ASSOCIATES

Certified Practising Accountants



**Domenic Strati
Brighton Le Sands**

18 April 2023