

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**30 JUNE 2016**

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

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**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**DIRECTORS' REPORT**

Your directors present their report on the company for the financial year ended 30 June 2016.

**General Information**

**Directors**

The names of the directors in office at any time during, or since the end of the year are:

Mr Stephen Vidot retired 30 August 2016  
Mr Darrel Williams retired 4 April 2016  
Mr Wayne Munro  
Mr John Rayner  
Mr Tom Colquhoun  
Mr David Sheerin  
Mr Andrew Blackwell  
Mr Rowan Kelly  
Mr Fenton Coull  
Mr Terence Bryden appointed 30 August 2016

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

**Review of Operations**

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

The profit of the company for the financial year after providing for income tax amounted to \$76,126.

Gross profit margin from bar trading remained the same as the 2015 financial year with a result of 55%.

Gross profit from bar trading was \$759,518 which was an increase of \$59,759 on the 2015 result of \$699,759.

Overall turnover from the Bar for 2016 was \$1,693,889 which was an increase of \$140,625 (9.05%) on the 2015 result of \$1,553,264.

Net turnover from poker machines amounted to \$2,171,234 which was an increase of \$21,405 (1%) on the 2015 result of \$2,149,829.

**Significant Changes in the State of Affairs**

No significant changes in the company's state of affairs occurred during the financial year.

**Objectives & Strategies**

Objectives of the club

The club's short term and long term objectives are:

- to provide the best possible facilities to members and their guests; and
- to facilitate and promote the game of rugby league.

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**DIRECTORS' REPORT**

To achieve these objectives the club has adopted the following strategies;

- to renovate the club to improve the facilities.
- the club is currently undertaking a strategic review which will lead to a new business plan being implemented

**Principal Activities**

The principal activities of the company during the financial year were running of the Club for the benefit of the members and the community and the promoting of the game of Rugby League.

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

**Membership**

The company is incorporated under the Corporations Act 2011 and is a company limited by guarantee without a share capital. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2.20 each towards meeting any outstanding obligations of the entity. At 30 June 2016, the number of members was 13,865 (2015: 15,151) and the total amount that members of the company are liable to contribute if the company is wound up is \$30,503 (2015: \$33,332).

**Events Subsequent to the End of the Reporting Period**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

**Likely Developments and Expected Results of Operations**

In the opinion of the directors there were no significant developments or expected results of operations that have occurred or are expected to occur subsequent to year end.

**Environmental Regulation**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD  
A.B.N 75 000 964 849**

**DIRECTORS' REPORT**

**Information on Directors**

**Wayne Munro**

Occupation - Retired  
Date Appointed - 29/10/2006  
Special Responsibilities - President

**Fenton Coull**

Occupation - Retired  
Date Appointed - 08/11/2014  
Special Responsibilities - Vice President

**David Sheerin**

Occupation - Workcover Inspector  
Date Appointed - 08/11/2014  
Special Responsibilities - Treasurer

**Stephen Vidot**

Occupation - Services Operations Officer  
Date Appointed - 14/08/2000  
Date Ceased - 30/08/2016

**Darrel Williams**

Occupation - Supervisor  
Date Appointed - 25/06/1996  
Date Ceased - 04/04/2016

**Tom Colquhoun**

Occupation - Businessman  
Date Appointed - 26/11/2013

**John Rayner**

Occupation - Businessman  
Date Appointed - 25/03/2014

**Rowan Kelly**

Occupation - Teacher  
Date Appointed - 08/11/2014

**Andrew Blackwell**

Occupation - Teacher  
Date Appointed - 10/03/2016

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
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**DIRECTORS' REPORT**

**Terence Bryden**

Occupation - Retired  
Date Appointed - 30/08/2016

**Meetings of Directors**

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

	Directors' Meetings	
	Eligible to attend	Number attended
Wayne Munro	12	12
Fenton Coull	12	10
David Sheerin	12	10
Stephen Vidot	12	11
Darrel Williams	9	6
Tom Colquhoun	12	12
John Rayner	12	12
Rowan Kelly	12	10
Andrew Blackwell	4	4

**Company Secretary**

The company secretary is Mr Nathan Whiteside. Mr Whiteside was appointed to the position of company secretary in April 2015.

**Insurance of Officers**

During the year, the company paid a premium for Directors and Officers liability insurance policy. The insurance policy provides cover for the directors named in this report, the company secretary, officers and former directors and officers of the company. The contract prohibits the disclosure of the nature of the liabilities and the amount of the premium.

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**DIRECTORS' REPORT**

**Auditors' Independence Declaration**

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 6.

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

Director:   
Mr Wayne Munro

Director:   
Mr David Sheerin


Dated this 14<sup>th</sup> day of October 2016

**AUDITORS' INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
CENTRAL CHARLESTOWN LEAGUES CLUB LTD**

We declare, that to the best of our knowledge and belief, during the year ended 30 June 2016 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.

**Name of Firm:** Bentley's Assurance Newcastle

**Name of Auditor:**   
James Barlas

**Address:** Level 1, 241 Denison Street, Broadmeadow NSW 2292

**Dated this** 14<sup>th</sup> day of October 2016



**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	Note	2016 \$	2015 \$
Revenue		6,366,415	6,183,086
Other income		<u>32,739</u>	<u>-</u>
	2	6,399,154	6,183,086
Bar and Bistro Purchases		(1,558,225)	(1,471,578)
Changes in inventories of finished goods and work in progress	7	(10,909)	(8,255)
Depreciation and amortisation expenses	4	(370,274)	(310,878)
Finance costs	4	(109,202)	(134,474)
Other expenses		<u>(4,274,418)</u>	<u>(4,923,431)</u>
<b>(Loss) Profit for the year</b>		76,126	(665,530)
Propagation to Rugby League		(5,345)	(72,920)
<b>Total comprehensive income for the year</b>		<u><u>70,781</u></u>	<u><u>(738,450)</u></u>
Total comprehensive income attributable to members of the entity		70,781	(738,450)

The accompanying notes form part of these financial statements.

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2016**

	Note	2016 \$	2015 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	350,459	408,022
Trade and other receivables	6	26,946	46,584
Inventories	7	40,432	51,341
Other current assets	8	16,859	25,878
Tax Assets	8	19,530	23,169
<b>TOTAL CURRENT ASSETS</b>		<u>454,226</u>	<u>554,994</u>
<b>NON-CURRENT ASSETS</b>			
Financial assets	9	6,281	8,374
Property, plant and equipment	10	8,490,154	8,530,052
<b>TOTAL NON-CURRENT ASSETS</b>		<u>8,496,435</u>	<u>8,538,426</u>
<b>TOTAL ASSETS</b>		<u>8,950,661</u>	<u>9,093,420</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	224,193	100,106
Financial liabilities	12	152,144	153,663
Provisions	13	318,534	287,528
Other current liabilities	14	89,899	101,221
<b>TOTAL CURRENT LIABILITIES</b>		<u>784,770</u>	<u>642,518</u>
<b>NON-CURRENT LIABILITIES</b>			
Financial liabilities	12	1,446,148	1,810,983
Provisions	13	34,531	25,488
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>1,480,679</u>	<u>1,836,471</u>
<b>TOTAL LIABILITIES</b>		<u>2,265,449</u>	<u>2,478,989</u>
<b>NET ASSETS</b>		<u>6,685,212</u>	<u>6,614,431</u>
<b>EQUITY</b>			
Reserves		3,049,345	3,049,345
Retained earnings		3,635,867	3,565,086
<b>TOTAL EQUITY</b>		<u>6,685,212</u>	<u>6,614,431</u>

The accompanying notes form part of these financial statements.

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
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**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2016**

Note	Retained earnings \$	Asset Revaluation Reserve \$	Capital Reserve \$	General Reserve \$	Total \$
<b>Balance at 1 July 2014</b>	4,303,536				4,303,536
Opening balance for the year		2,097,434	30,007	10,724	2,138,165
Land Revaluation		911,180	-	-	911,180
Profit attributable to members	(665,530)				(665,530)
Propagation of Rugby League	(72,920)				(72,920)
<b>Balance at 30 June 2015</b>	<u>3,565,086</u>	<u>3,008,614</u>	<u>30,007</u>	<u>10,724</u>	<u>6,614,431</u>
Profit attributable to members	76,126				76,126
Propagation of Rugby League	(5,345)				(5,345)
<b>Balance at 30 June 2016</b>	<u>3,635,867</u>	<u>3,008,614</u>	<u>30,007</u>	<u>10,724</u>	<u>6,685,212</u>

The accompanying notes form part of these financial statements.

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	6,949,916	6,816,112
Payments to suppliers and employees	(5,964,015)	(6,075,895)
Interest received	4,001	6,313
Interest paid	(107,108)	(132,380)
GST Paid during the year	(267,306)	(130,062)
<b>Net cash provided by operating activities</b>	<b>615,488</b>	<b>484,088</b>
	15	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	14,580	-
Payments for property, plant and equipment	(315,932)	(1,417,606)
<b>Net cash used in investing activities</b>	<b>(301,352)</b>	<b>(1,417,606)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	(364,834)	(126,098)
Propagation to Members	(5,345)	(72,920)
<b>Net cash used in financing activities</b>	<b>(370,179)</b>	<b>(199,018)</b>
Net decrease in cash held	(56,043)	(1,132,536)
Cash at beginning of financial year	406,436	1,538,972
<b>Cash at end of financial year</b>	<b>350,393</b>	<b>406,436</b>
	5	

The accompanying notes form part of these financial statements.

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

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**1 Statement of Significant Accounting Policies**

The financial statements cover Central Charlestown Leagues Club Ltd as an individual entity. Central Charlestown Leagues Club Ltd is a company limited by guarantee.

**Basis of Preparation**

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards as issued by the IASB. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue on by the directors of the company.

**Accounting Policies**

**Inventories**

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

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

**Income Tax**

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

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

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**Property, Plant and Equipment**

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

**Property**

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

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

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are recognised against fair value reserves directly in equity; all other decreases are recognised in profit or loss.

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

**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.

In the event the carrying value of plant and equipment is greater than the estimated recoverable amount, the carrying value is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

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 charged to the statement of comprehensive income during the financial period in which they are incurred.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

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**Depreciation**

The depreciation method and useful life used for items of property, plant and equipment (excluding freehold land) reflects the pattern in which their future economic benefits are expected to be consumed by the company. Depreciation commences 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 method and useful life of assets is reviewed annually to ensure they are still appropriate.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2 - 5% P
Plant and Equipment	5 - 40% DV
Poker Machines	20 - 40% DV
Kitchen Equipment	20 - 40% DV

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

An 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 or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

**Financial Instruments**

**Initial Recognition and Measurement**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting adopted).

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

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**Impairment of Assets**

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss unless the asset is carried at a revalued amount in accordance with another Standard (e.g. in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that Standard.

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

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

**Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees at the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

**Provisions**

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

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



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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

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**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.

**Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and cessation of all involvement in those goods.

Investment property revenue is recognised on a straight-line basis over the period of the lease term so as to reflect a constant periodic rate of return on the net investment.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets, which for floating rate financial assets is the rate inherent in the instrument.

Revenue from investment properties is recognised on an accruals basis or straight-line basis in accordance with lease agreements.

**Trade and Other Payables**

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

**Borrowing Costs**

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

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**Property Report**

The Land on which the Clubhouse is situated is freehold land owned by the Club. The Directors have determined that property of the Company shall be classified as follows:-

**Core Property** - Land and building upon which the Club and carpark are situated, being 71 Bula Street, Charlestown NSW 2290.

**Non-core Property** - Investment properties held:

- 2 Wales Street, Charlestown NSW 2290
- 4 Wales Street, Charlestown NSW 2290
- 6 Wales Street, Charlestown NSW 2290

**Comparative Figures**

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

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>2 Revenue and Other Income</b>		
<b>Revenue</b>		
Sales revenue:		
Sale of goods	5,951,404	5,695,447
Other revenue:		
Interest received	4,002	6,314
Other revenue	411,009	481,325
	<u>415,011</u>	<u>487,639</u>
Total revenue	<u>6,366,415</u>	<u>6,183,086</u>
<b>Other income</b>		
Profit on Sale of Non-current Assets	32,739	-
Total other income	<u>32,739</u>	<u>-</u>
<b>Interest revenue from:</b>		
Other Persons	4,002	6,314
Total interest revenue on financial assets not at fair value through profit or loss	<u>4,002</u>	<u>6,314</u>
<b>Other revenue from:</b>		
Lion Nathan Bar Sponsorship	-	77,687
Raffles & Bingo	145,321	119,637
Recoveries	2,896	44,323
Members' Subscriptions	60,888	31,276
Sundry Income	43,357	47,822
Commission	109,357	113,870
Rent Received	49,190	46,710
Total other revenue	<u>411,009</u>	<u>481,325</u>
<b>3 Auditors' Remuneration</b>		
<b>Auditor's Remuneration</b>		
Auditing Services	15,000	15,500
Other Services	20,990	19,200
	<u>35,990</u>	<u>34,700</u>

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
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	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>4 Profit for the year</b>		
Profit before income tax from continuing operations includes the following specific expenses:		
<b>Expenses</b>		
Costs of trading	3,881,180	3,714,088
Finance Costs	109,202	134,474
Depreciation of property, plant and equipment	370,274	310,878
<b>Revenue and Other Income</b>		
Profit on Sale of Non-current Assets	32,739	-
<b>5 Cash and Cash Equivalents</b>		
General Float	46,543	47,571
Deposits	19,540	-
Cash at Bank	27,973	63,541
Greater LSL 717286669	115,003	91,665
Football Club Bank Account	15,657	6,019
Grant Maintenance A/C	1	31,850
Greater Working Account	76,954	89,871
Greater TAB Account	15,298	17,363
Greater Keno Account	19,622	23,219
Greater Rent	13,310	35,642
Debit Card	558	1,281
	<b>350,459</b>	<b>408,022</b>
<b>Reconciliation of cash</b>		
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 and cash equivalents	350,459	408,022
Bank Overdraft	(66)	(1,586)
	<b>350,393</b>	<b>406,436</b>

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>6 Trade and Other Receivables</b>		
<b>Current</b>		
Other Debtors	<u>26,946</u>	<u>46,584</u>
<p>The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.</p>		
<b>7 Inventories</b>		
<b>Current</b>		
At cost:		
Inventories	<u>40,432</u>	<u>51,341</u>
<b>8 Other Current Assets</b>		
<b>Current</b>		
Prepayments	16,859	25,878
Provision for Income Tax	<u>19,530</u>	<u>23,169</u>
	<u>36,389</u>	<u>49,047</u>

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
<b>9 Financial Assets</b>		
<b>Non-Current</b>		
Borrowing Costs	<u>6,281</u>	<u>8,374</u>
<b>10 Property, Plant and Equipment</b>		
<b>LAND AND BUILDINGS</b>		
<b>Freehold land at:</b>		
Independent valuation	<u>3,383,814</u>	<u>3,383,814</u>
	<u>3,383,814</u>	<u>3,383,814</u>
<b>Buildings at:</b>		
Directors' valuation	5,876,876	5,860,513
Less accumulated depreciation	<u>(1,788,616)</u>	<u>(1,634,332)</u>
	<u>4,088,260</u>	<u>4,226,181</u>
<b>Total Land and Buildings</b>	<u>7,472,074</u>	<u>7,609,995</u>
<b>PLANT AND EQUIPMENT</b>		
<b>Plant and Equipment:</b>		
At cost	1,628,548	1,601,572
Accumulated depreciation	<u>(962,755)</u>	<u>(983,098)</u>
	<u>665,793</u>	<u>618,474</u>
<b>Poker Machines</b>		
At cost	641,833	536,673
Accumulated depreciation	<u>(290,965)</u>	<u>(237,325)</u>
	<u>350,868</u>	<u>299,348</u>
<b>Kitchen Equipment</b>		
At cost	15,091	46,678
Accumulated depreciation	<u>(13,672)</u>	<u>(44,443)</u>
	<u>1,419</u>	<u>2,235</u>
<b>Total Plant and Equipment</b>	<u>1,018,080</u>	<u>920,057</u>
<b>Total Property, Plant and Equipment</b>	<u>8,490,154</u>	<u>8,530,052</u>

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

**2016**  
\$

**2015**  
\$

**Movements in Carrying Amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Land & Buildings	Plant & Equipment	Kitchen Equipment	Poker Machines	Capital Works In Progress		Total
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2014	5,711,446	476,163	2,090	231,036	1,051,570	-	7,472,305
Additions	2,006,585	419,440	-	111,715	-	-	2,537,740
Disposals	(511)	(8,627)	-	(965)	(1,051,570)	-	(1,061,673)
Revaluation increments/(decrements)	883,379	(150,599)	526	-	-	-	733,306
Impairment losses	(842,150)	-	-	-	-	-	(842,150)
Depreciation expense	(148,753)	(117,903)	(381)	(42,438)	-	-	(309,475)
Balance at 30 June 2015	7,609,996	618,474	2,235	299,348	-	-	8,530,053
Additions	25,531	192,471	-	97,930	-	-	315,932
Disposals	-	-	(508)	14,951	-	-	14,443
Depreciation expense	(163,453)	(145,152)	(308)	(81,361)	-	-	(370,274)
Carrying amount at 30 June 2016	7,472,074	665,793	1,419	350,868	-	-	8,490,154

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
<b>11 Trade and Other Payables</b>		
<b>Current</b>		
Trade Creditors	141,375	38,547
Other Creditors & Accrued Liabilities	<u>82,818</u>	<u>61,559</u>
	<u><u>224,193</u></u>	<u><u>100,106</u></u>
<b>12 Borrowings</b>		
<b>Current</b>		
Constant Credit	66	1,585
Loans - Bank	<u>152,078</u>	<u>152,078</u>
Total current borrowings	<u><u>152,144</u></u>	<u><u>153,663</u></u>
<b>Non-Current</b>		
Loans - Bank	<u><u>1,446,148</u></u>	<u><u>1,810,983</u></u>
Total borrowings	<u><u>1,598,292</u></u>	<u><u>1,964,646</u></u>
<p>The Loans are secured by registered mortgage 71 Bula Street, Charlestown NSW 2290:</p> <ul style="list-style-type: none"> <li>- 2 Wales Street, Charlestown NSW 2290</li> <li>- 4 Waies Street, Charlestown NSW 2290</li> <li>- 6 Wales Street, Charlestown NSW 2290</li> </ul>		
<b>13 Provisions</b>		
Provision for Holiday Pay	173,611	154,808
Provision for Long Service Leave	144,923	132,720
Provision for Long Service Leave	<u>34,531</u>	<u>25,488</u>
Total provisions	<u><u>353,065</u></u>	<u><u>313,016</u></u>



**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
<b>Analysis of Total Provisions</b>		
Current	318,534	287,528
Non-current	34,531	25,488
	<u>353,065</u>	<u>313,016</u>
<b>14 Other Liabilities</b>		
<b>Current</b>		
Output Tax	153,957	199,021
Input Tax	(64,058)	(97,800)
	<u>89,899</u>	<u>101,221</u>
<b>15 Cash Flow Information</b>		
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>		
Profit (Loss) after income tax	76,126	(665,530)
<b>Non-cash flows in profit</b>		
Profit on sale of non-current assets	(32,739)	-
Loss on sale of non-current assets	-	9,259
Borrowing Costs	2,093	2,093
Depreciation	370,274	266,820
Impairment	-	842,150
Employee Provisions	-	(20,307)
<b>Changes in assets and liabilities, net of the effects of purchase and disposals of subsidiaries</b>		
(Increase) Decrease in inventories	10,909	9,891
(Increase) Decrease in trade and other receivables	19,641	(28,757)
(Increase) Decrease in prepayments	12,733	(2,128)
Increase (Decrease) in trade and other payables	124,085	8,501
Increase (Decrease) in GST paid	(11,322)	109,212
Increase (Decrease) in provisions	40,049	(32,606)
Increase (Decrease) in income tax payable	3,639	(14,509)
	<u>615,488</u>	<u>484,089</u>

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

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	2016	2015
	\$	\$

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**16 Financial Risk Management**

The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, loans to and from subsidiaries, bills and leases.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements are as follows:

	2016	2015
	\$	\$
<b>Financial Liabilities</b>		
Bank overdraft secured	66	1,586
Bank loan secured	<u>1,598,226</u>	<u>1,963,061</u>
<b>Total Financial Liabilities</b>	<u><u>1,598,292</u></u>	<u><u>1,964,647</u></u>

**Financial Risk Management Policies**

The directors' overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

Risk management policies are approved and reviewed by the Board of Directors on a regular basis. These included the credit risk policies and future cash flow requirements.

The main purpose of non-derivative financial instruments is to raise finance for company operations.

The company does not have any derivative instruments at 30 June 2016.

**17 Company Details**

The registered office of the company is:

Central Charlestown Leagues Club Ltd

71 Bula Street  
CHARLESTOWN NSW 2290


**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

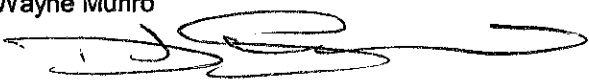
**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 24, are in accordance with the Corporations Act 2001 and:
  - (a) comply with Accounting Standards, which, as stated in accounting policy Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and
  - (b) give a true and fair view of the financial position as at 30 June 2016 and of the performance for the year ended on that date of the company.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director:   
Mr Wayne Munro

Director:   
Mr David Sheerin

Dated this 14<sup>th</sup> day of October 2016

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF CENTRAL CHARLESTOWN LEAGUES CLUB LTD  
A.B.N 75 000 964 849**

**Report on the Financial Report**

We have audited the accompanying financial report of Central Charlestown Leagues Club Ltd which comprises the statement of financial position as at 30 June 2016 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory information and the directors' declaration.

**Directors' Responsibility for the Financial Report**

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) 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 is free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

**Independence**

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of the company, would be in the same terms if provided to the directors as at the date of this auditor's report.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF CENTRAL CHARLESTOWN LEAGUES CLUB LTD  
A.B.N 75 000 964 849**

**Auditors' Opinion**

In our opinion the financial report of Central Charlestown Leagues 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 2016 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards and the Corporations Regulations 2001; and

**Name of Firm:** Bentleys Assurance Newcastle

**Name of Partner:**



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James Barlas

**Address:** Level 1, 241 Denison Street, Broadmeadow NSW 2292

**Dated this** *14<sup>th</sup>* day of *October* *2016*

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
<b>INCOME</b>		
Interest Received	4,002	6,314
Lion Nathan Bar Sponsorship	-	77,687
Raffles & Bingo	145,321	119,637
Recoveries	2,896	44,323
Members' Subscriptions	60,888	31,276
Sundry Income	43,357	47,822
Commission	109,357	113,870
Profit on Sale of Non-current Assets	32,739	-
Gross profit from Trading	2,070,224	1,981,359
Gross profit on rental operations	22,491	18,025
	<u>2,491,275</u>	<u>2,440,313</u>
	<u>2,491,275</u>	<u>2,440,313</u>
<b>EXPENSES</b>		
Advertising	23,371	17,577
Auditor's Remuneration	35,990	34,700
Bank Charges	13,565	12,557
Borrowing Costs	2,094	2,094
Bands, Artists and Entertainment	58,109	39,152
CDSE	11,500	8,350
Cleaning Contractor	85,690	85,412
Cleaning Supplies	19,575	18,671
Computer Expenses	17,967	14,144
Courtesy Bus Expenses	36,210	31,216
Car Expense	4,704	3,988
Conferences & Seminars	6,975	112
Depreciation	252,405	209,939
Directors' Expenses	1,261	1,519
Donations	4,271	787
Electricity & Gas	85,379	99,567
Filing Fees	386	-
Fringe Benefits Tax	5,410	5,029
Garbage Removal	22,242	21,381
Garden & Car Park Maintenance	3,208	5,565
Impairment	-	842,150
Insurance	63,642	63,266
Interest Paid	107,108	132,380

The accompanying notes form part of these financial statements.

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
Land Tax	4,925	3,542
Legal Costs	5,610	1,894
Loss on Disposal of Fixed Assets	-	9,259
Members Giveaway	310,023	304,915
Payroll Tax	36,998	37,444
Pest Control	1,560	1,646
Postage	14,929	10,435
Promotions	19,159	-
Printing & Stationery	44,086	26,986
Provision for Annual and Sick Leave	24,799	33,585
Provision for Long Service Leave	28,549	16,792
Raffles & Bingo	183,480	170,566
Rates & Taxes	28,839	32,585
Rental of Equipment	25,573	58,242
Replacements	6,711	7,897
Repairs & Maintenance Plant & Equipment	79,552	56,666
Salaries & Wages	295,659	265,473
Security - Cash Collection	16,684	17,444
Security - General	121,218	111,471
SKY & Fox Sports	73,702	75,968
Social & Refreshments	34,818	27,766
Subscriptions	28,872	27,252
Sundry Expenses	19,387	36,457
Superannuation Contributions	114,079	101,444
Telephone	17,260	13,484
Training Seminars	9,617	625
Travelling Expenses	573	292
Uniforms	7,425	6,157
	<u>2,415,149</u>	<u>3,105,843</u>
<b>Profit (Loss) before income tax</b>	<u>76,126</u>	<u>(665,530)</u>

The accompanying notes form part of these financial statements.

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**RENTAL STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
Rent Received	<u>49,190</u>	<u>46,710</u>
<b>Less: Expenses</b>		
Agent's Fees	5,482	4,008
Bank Charges	32	138
Depreciation	6,635	6,655
Rates	7,947	7,810
Repairs & Maintenance	<u>6,603</u>	<u>10,074</u>
	<u>26,699</u>	<u>28,685</u>
<b>Net profit from rental</b>	<u><u>22,491</u></u>	<u><u>18,025</u></u>

The accompanying notes form part of these financial statements.



**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>Bar Trading</b>		
Sales	<u>1,693,889</u>	<u>1,553,264</u>
<b>LESS: COST OF GOODS SOLD</b>		
Opening Stock - Bar	30,405	37,138
Purchases	750,955	693,026
Closing Stock - Bar	<u>(21,842)</u>	<u>(30,405)</u>
	<u>759,518</u>	<u>699,759</u>
<b>LESS: DIRECT EXPENSES</b>		
Salaries and Wages	420,181	363,797
Stock Control Fees	9,750	9,750
Bar Sundries	6,594	7,706
Freight and Cartage	<u>16,054</u>	<u>14,390</u>
	<u>452,579</u>	<u>395,643</u>
<b>GROSS PROFIT FROM TRADING</b>	<u><u>481,792</u></u>	<u><u>457,862</u></u>

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
<b>Poker Machine Trading</b>		
Clearances	2,171,234	2,149,829
Gaming Tax Rebate	15,618	15,618
	<u>2,186,852</u>	<u>2,165,447</u>
<b>LESS: DIRECT EXPENSES</b>		
Depreciation	58,884	42,174
Repairs & Maintenance	60,877	64,136
Tax & Licences	333,468	322,682
Promotions	56,247	70,431
MaxGaming Charges	54,716	73,713
Salaries & Wages	181,148	160,160
Rental Expenses	93,048	89,334
State Wide Link Fees	-	1,849
Hire Purchase Charges	-	1,180
	<u>838,388</u>	<u>825,659</u>
<b>GROSS PROFIT FROM TRADING</b>	<u>1,348,464</u>	<u>1,339,788</u>
<b>OTHER INCOME</b>		
Insurance	2,896	44,323
Commission - TAB	27,684	23,724
	<u>30,580</u>	<u>68,047</u>
	<u>1,379,044</u>	<u>1,407,835</u>
<b>NET PROFIT</b>	<u>1,379,044</u>	<u>1,407,835</u>

**CENTRAL CHARLESTOWN LEAGUES CLUB LTD**  
**A.B.N 75 000 964 849**

**DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>Bistro Trading</b>		
Sales	<u>2,070,663</u>	<u>1,976,736</u>
<b>LESS: COST OF GOODS SOLD</b>		
Opening Stock - Bistro	20,936	22,458
Purchases	807,270	778,552
Closing Stock - Bistro	<u>(18,590)</u>	<u>(20,936)</u>
	<u>809,616</u>	<u>780,074</u>
<b>LESS: DIRECT EXPENSES</b>		
Bistro Sundries	7,175	7,871
Wages	661,091	647,815
Depreciation	52,350	52,110
Electricity & Gas	55,420	70,202
Insurance	44,979	42,910
Payroll Tax	26,171	27,432
Repairs & Maintenance	42,419	42,340
Cleaning and Waste Disposal	56,477	55,109
Superannuation	<u>74,997</u>	<u>67,164</u>
	<u>1,021,079</u>	<u>1,012,953</u>
<b>GROSS PROFIT FROM TRADING</b>	<u><u>239,968</u></u>	<u><u>183,709</u></u>

**COMPILATION REPORT  
TO CENTRAL CHARLESTOWN LEAGUES CLUB LTD  
A.B.N 75 000 964 849**

We have compiled the accompanying general purpose financial statements of Central Charlestown Leagues Club Ltd which comprise the statement of financial position as at 30 June 2016, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2016, a summary of significant accounting policies and other explanatory notes.

These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements.

**The responsibility of directors**

The directors are solely responsible for the information contained in the general purpose financial statements and has determined that the financial reporting framework used is appropriate to meet their needs and for the purpose for which the financial statements were prepared.

**Our responsibility**

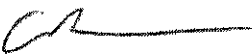
On the basis of information provided by the directors, we have compiled the accompanying general purpose financial statements in accordance with the financial reporting framework and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The general purpose financial statements were compiled exclusively for the benefit of the directors. We do not accept responsibility to any other person for the content of the general purpose financial statements.

**Name of Firm:** Bentleys Newcastle  
Certified Practising Accountants

**Name:**

  
\_\_\_\_\_  
Chris Dumas

**Address:** Level 1, 241 Denison Street, Broadmeadow NSW 2292

**Dated this** 18 day of OCTOBER 2016