



Great view, Great people, Great place!

66th ANNUAL REPORT

YEAR ENDED 30th JUNE, 2017

BOARD OF DIRECTORS 2015 - 2017

President:

Terrie Hyslop

Board:

Louis (Lou) Barnes
William (Ron) Dunbar
William (Bill) Henderson
John Hopkins
Jayne Poole
Donald Seward

Life Members:

Robert (Bob) Provost [Deceased]
C S Williams [Deceased]
H J Davison [Deceased]
Allan Evans [Deceased]
Noel Hamblion [Deceased]
Kevin Curran [Deceased]
William (Bill) Larkey
Thelma (Joyce) Cummings
William (Brian) Duncan

MEMBERSHIP

The Company is limited by guarantee and is without share capital. The number of members at the 30th June, 2017 with previous year's comparison is as follows:

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Life	3	3	3	2	3	3	2
Ordinary A	334	351	353	370	404	424	457
Ordinary B	<u>5,028</u>	<u>4,877</u>	<u>4,728</u>	<u>4,713</u>	<u>4,286</u>	<u>3,684</u>	<u>3,546</u>
	<u>5,365</u>	<u>5,231</u>	<u>5,084</u>	<u>5,085</u>	<u>4,693</u>	<u>4,111</u>	<u>4,005</u>



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VOTING YEAR

Voting for the position of one (1) President and six (6) Directors will only take place if the number of applicants exceeds the positions vacant. If this is the case, Voting Papers for the election of President & Board of Directors will be made available from the Returning Officer.

The Returning Officer and Ballot Box will be located in the main foyer (Level 1) of the Club (car park entrance) during the following times :

Monday 13 November to Thursday 16 November, 2017 – 1pm to 7pm
Friday, 17 November, 2017 - 2pm to 8pm
Saturday, 18 November, 2017 - 11am to 5pm,
Sunday, 19 November, 2017 – 12noon to 6pm,
Monday, 20 to Wednesday, 22 November, 2017 – 1pm to 7pm
Thursday, 23 November, 2017 – 10am to 2pm

Voting will close promptly at 2pm on Thursday 23 November, 2017.

NOTICE OF MEETING

Notice is hereby given that the 64th Annual General Meeting of the Nambucca Heads R.S.L. Club Limited shall be held in the Club Rooms of the Club, at Nelson Street, Nambucca Heads, on Sunday, 26th November, 2017 at 9:30am.

Please note : Doors will be closed promptly at 9:30am

To assist members who have any queries on any aspect of the Annual Report, please write or email to peter.brewis@nambuccarsl.com.au to arrive by Friday, 24 November, 2017. All genuine enquiries will be answered either before or at our Annual General Meeting.

Dedication

Nambucca Heads RSL Club shares together with the Sub-Branch a dedication to the memory of the Men and Women of Australia's Armed Services who laid down their lives endeavouring to ensure an enduring Peace among the Peoples of the World.

May they not have died in vain.

MEETING AGENDA

1. Apologies.
2. Confirmation of Minutes of the Annual General Meeting held Sunday, 27th November, 2016.
3. To receive and adopt the following documents covering the Club's activities for the year ended 30th June, 2017:
 - a) Directors Report.
 - b) Statement of Comprehensive Income and Statement of Financial Position.
 - c) Auditors' Report.
4. President's Report on behalf of the Board of Directors.
5. Secretary Manager's Report.
6. Declaration by Returning Officer of the Ballot, if held, for the Election of President and Board of Directors.
7. **Resolutions approving expenditure by the Board of Directors**

1. Notice is hereby given that at this Meeting of the Nambucca Heads RSL Club Ltd Members will be asked to consider and if thought fit, pass the following resolution which is proposed as a Special Resolution.

' Special Resolution

a) That pursuant to section 10(6)(b) of the *Registered Clubs Act 1976*, the members approve and authorise payment by way of an Honorarium to the President of the Club, in the amount of five thousand seven hundred dollars (\$ 5,700.00) per annum, commencing from the 1st December, 2016 and continuing until such time as the members by resolution at a general meeting, either amend or revoke the Honorarium, with such payment to be made in agreed instalments.

b) That pursuant to section 10(6)(b) of the *Registered Clubs Act 1976*, the members approve and authorise payment by way of an Honorarium to the remaining directors of the Club, in the amount of two thousand two hundred dollars (\$ 2,200.00) per annum for each director, commencing from the 1st December, 2016 and continuing until such time as the members by resolution at a general meeting, either amend or revoke the Honorarium, with such payment to be made in agreed instalments.

The Members acknowledge that the benefits in Paragraphs a) and b) above are not available to Members generally, but only for those Directors of the Club.

2. In accordance with the requirements of the Registered Clubs Act 1976: to consider and if thought fit pass the following Ordinary Resolution:

' Resolution '

(a) The Members hereby approve expenditure by the Club in a sum not exceeding \$ 13,000 for the professional development and education of Directors over the following twelve (12) months, including:

- i) The reasonable cost of Directors attending the ClubsNSW Association Annual General Meeting.
- ii) The reasonable cost of Directors attending Meetings of other Associations of which the Club is a member.
- iii) The reasonable cost of Directors attending Seminars, Lectures and Trade Displays, Organised Study Tours, Fact Finding Tours and other similar events as may be determined by the Board from time to time.
- iv) The reasonable costs of Directors attending other Clubs for the purpose of observing their facilities and methods of operation.

Nambucca Heads RSL Club Limited

36 000 962 185

- (b) The Members acknowledge that the benefits in Paragraph (a) above are not available to Members generally, but only for those Directors of the Club.

3. In accordance with the requirements of the Registered Clubs Act 1976: to consider and if thought fit pass the following Ordinary Resolution:

' Resolution '

(a) The Members hereby approve expenditure by the Club in a sum not exceeding \$ 31,000 over the following twelve months for the following expenses subject to approval by the Board of Directors.

- i) Expenses involved in subsidies of Intra Clubs, ANZAC Day, Children's Christmas Party, Voluntary Workers Dinner, Presentations to Members or other persons acknowledging services deemed by the Directors as being of benefit to the Club and sponsorship of sporting events and sports persons deemed by the Directors to be of benefit to the Club and/or the community.
- ii) The reasonable cost of a meal and beverage for each Director before or after a Board or Committee Meeting on the day of that Meeting when this Meeting coincides with a normal meal time.
- iii) Reasonable expenses incurred by Directors either within the Club or elsewhere in relation to such other duties including entertainment of special guests of the Club and other professional activities approved by the Board on production of documentary evidence of such evidence.
- iv) Attendance at functions with spouses where appropriate and required to represent the Club including the Annual General Meeting of the ClubsNSW Association.
- v) The provision of blazers and associated apparel for the use of the Club Directors when representing the Club.
- vi) President's Entertainment Expenses.

- (b) The Members acknowledge that the benefits in Paragraph (a) above are not available to Members generally, but only for those Directors of the Club and those Members directly involved in the above activities.

4. In accordance with the requirements of the Registered Clubs Act 1976: to consider and if thought fit pass the following Ordinary Resolution:

Resolution '

- (a) That the Club make provision for car parking spaces adjacent to the Club for use by the President, Secretary/Manager, Sub Branch President and Sub Branch Hon. Secretary.
- (b) The Members acknowledge that the benefits in Paragraph (a) above are not available to Members generally, but only for those mentioned above.

7. Auditor

The Auditors, HLV Audit Pty Ltd, continue in office in accordance with the provisions in the Corporations Law.

8. Permission may be granted by the Chairman to bring up for discussion any matter that is handed to her in writing before the commencement of the Meeting.

**P R BREWIS, ACCM
SECRETARY MANAGER**

PRESIDENT'S REPORT

It is an honour to once again present the Presidents Report & therefore welcome members who will be attending the 66th Annual General Meeting.

It is with great pleasure I report a profit of \$227,461 a truly inspiring achievement. We have seen growth in gaming & all trading areas of the club. I am indeed fortunate to be surrounded by the most professional & dedicated managers in the industry. Secretary Manager Peter Brewis, Assistant Managers Wendy Mills & Carlie Thorman, Administration Secretary Chris Bell who all excel in meeting the industry standards & progressing the club in a financial sustainable manner. I wish to thank my fellow Directors who have at all times kept the interest of members' top of mind. Their dedication to the office & the responsibility it holds is commendable. Members can be confident that their integrity & loyalty is unswerving.

I would like to recognise the contribution of our staff both front & back of house your "Strive to Serve" attitude reflects in all we have achieved.

Once again, our Sub-Branch continues their commitment to looking after our veterans & families for whatever reason. They are to be commended for their ongoing service provided to not only members but for the local veteran community in general.

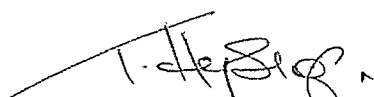
I would like to congratulate our Women's Auxiliary who this year celebrated their 70th Birthday. What these Ladies achieve as a group, including Anzac Day, Remembrance Day & their continued projects throughout the year is to be unreservedly commended & I thank you.

Our sporting clubs (sub clubs) have certainly held their own again this year. I encourage all members to join or come along to support them if nothing else you will witness the camaraderie & humour displayed by the teams.

This year I'm proud to report that the Club gave in excess of \$85,000 to charities, local projects & people needing assistance. A full list of the charities & people helped throughout the year is listed towards the end of this report.

On behalf of the Board of Directors, Management & Staff I wish to convey our condolences to those members, family & friends who have passed or who have experienced the passing of a loved one.

In closing I would like to thank the Members of the Club, please know your patronage is never taken for granted. It is implicit that through your valued membership of the club, that we continue to grow & succeed & on behalf of the Nambucca Heads RSL Club Board of Directors, Management & Staff I say Thank You.



**TERRIE HYSLOP
PRESIDENT**

SECRETARY MANAGER'S REPORT

It is my pleasure to report that the 2016-2017 financial year again delivered a Great Result. These results have been achieved through further improvement across all trading areas and continued increase in regular patronage of this great club's facilities and activities.

The Financial Reports show an overall Profit of **\$227,461**

In review of the operational trading results, the following information may be of interest;

- **Gaming Machine Revenue** increased by \$442,860 or +11.7% over the previous year
- **Bar Revenue** increased by \$34,006 or +2.9%
- **Catering Revenue** increased by \$142,163 or +10.6%
- **Bottleshop (Liquor Legends) Revenue** increased by \$146,842 or +8.4%

I proudly acknowledge the outstanding efforts of all our staff team members ranging from Bar, Catering, Bottleshop, Cellar & Maintenance, Cleaning, Administration and Management. Your effort and commitment continues to be recognised by positive comments and reviews.

The Board of Directors (past & present) deserve to be commended for their commitment to the Strategic Direction of the Club. They willingly give their time for the betterment of the Club and its members. The financial results this year confirm their commitment to the ongoing viability of the Club.

The continued success of the Club is always dependent upon the support of our members who we frequently see enjoying our great facilities. I would like to extend a thank you to all of our members and visitors for contributing to the success of the Nambucca Heads RSL Club.

Peter Brewis, ACCM
Secretary Manager
Nambucca Heads RSL Club
P: 02 6568 6288
E: peter.brewis@nambuccarsl.com.au



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R&SL SUB-BRANCH REPORT

This past year has seen a number of milestones completed and some significant changes commenced or implemented.

The ANZAC Day Dawn Service was a great success with a similar crowd to 2016. Estimates range in excess of 850. It seems that the trend is for increased attendance caused most likely from a greater public awareness due to the ANZAC Centenary celebrations and the fact that we have soldiers serving overseas who deserve this demonstration of support and respect.

Again the year has seen a number of our members pass on and we have been busy with funerals. I thank those members that have stepped up to assist. It is hoped that increasing liaison between the sub branch and our local schools will continue to encourage our youth to take up the torch. The participation by all our schools in all our commemoration activities this year has again been pleasing. It was also very pleasing to see several young members of our current ADF present on these days.

ANZAC day however would not have been as successful had it not been for our hard working Women's Auxiliary who again provided a wonderful hot breakfast and also the Nambucca Heads RSL Club who's generous donation made the event one that the community can be justly proud.

The other annual Sub Branch sponsored event was Remembrance Day. Again this activity was well supported and the day was a success. This year Bowraville hosted the Sub Branches in the valley for Vietnam Veterans Day and the Nambucca Heads RSL Sub Branch was strongly represented. The service and Lunch were very well attended and from all comments received was highly successful.

Membership of the Sub Branch is growing slowly and our attendance varies at monthly meetings. It is important that we continue in attempting to modernise our cenotaph and club memorabilia to include all conflicts past and present. We have made a significant start on finalising Bob Provost Walk and the effort is being made to show our contemporary veterans that they are welcome in Nambucca and our Club. It has been great that we have one of our newest members as our new secretary and I look forward to handing over the reins at our next AGM in March 2018 to a younger crew.

The R & SL Women's Auxiliary continues to do its fine work under the guiding hand of their executive. Their fundraising activities are warmly welcomed by the recipients of their donations. It has been a pleasure to combine with the auxiliary ladies to sell our badges twice a year and the sub branch members have gained a better understanding of how our funds are raised and the effort required to do so.

Our welfare and pension officers have been exceptionally busy over the period and numerous ex-service families have benefited from their efforts. The requirement to keep and submit a record of volunteer hours worked has shown just how many hours this hard working group of people complete. Without this volunteer effort our services would not be the success that they are. The loss of all our pension officers has resulted in two members stepping up to start the two years training required to be qualified to do the work solo. I thank these members for their efforts – both in time and cost.

Our continued efforts with the combined sub branches in the Valley have resulted in a number of combined events that are becoming more successful and well attended. This makes events such as the annual family information day of greater benefit to those attending.

The RSL Day Club unfortunately folded this year. This was due to a lack of members thus making it unviable to continue. I thank the volunteers who placed every effort into trying to keep the Day Club going and I am sorry that their efforts were not rewarded.

The sub branch continues to be the patron for the Nambucca Heads Men's Shed and we have been successful in assisting them to gain a number of significant grants over the reporting period.

In closing I am able to report that we have a strong and robust R & SL Sub Branch. Its strength remains with those who give their time and skills to assist where needed. There are far too many to list but to all a hearty thank you from myself, the Sub Branch and the community you serve.

**BILL SHEPHERD
PRESIDENT
R&SL SUB-BRANCH, NAMBUCCA HEADS**

DIRECTORS REPORT

Your directors present their report on Nambucca Heads RSL Club Limited for the financial year ended 30 June 2017.

1. General information

Information on directors

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

Terrie Hyslop

Qualifications	Retired
Experience	Previous Director
Special responsibilities	President / Director

William Henderson

Qualifications	Retired
Experience	Previous Director
Special responsibilities	Vice President / Director

Jayne Poole

Qualifications	Commercial cleaner
Experience	Previous Director
Special responsibilities	Director / Bullying & Harassment Situations

Louis Barnes

Qualifications	Retired
Experience	Previous Director
Special responsibilities	Vice President / Sports Council

Donald Seward

Qualifications	Retired
Experience	Previous Director
Special responsibilities	Director

William Shepherd

Qualifications	Retired
Experience	Army Major
Special responsibilities	Vice President / Director
Resigned	26 April 2017

William Ronald Dunbar

Qualifications	Retired
Experience	NSW Police Force; Australian Regular Army
Special responsibilities	Director

John Hopkins

Qualifications	Retired
Experience	Previous Director of a Licensed Club
Special responsibilities	Director
Appointed	31 May 2017

Nambucca Heads RSL Club Limited

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

Principal activities

The principal activity of Nambucca Heads RSL Club Limited during the financial year were the conduct of a Registered Licensed Club, the provision of reasonably priced food and beverages, entertainment, responsible approved gaming including TAB, Keno and poker machines and the provision of meeting venues as required.

No significant changes in the nature of the entity's activity occurred during the financial year.

The Nambucca Heads RSL Club plays an important role in honouring present and returned servicemen and servicewomen.

Short term objectives

The Company's short term objectives are to:

- Provide entertainment, food and beverages for the community at reasonable prices.
- Encourage new membership
- Derive income to support local sporting groups and charitable organisations.
- Improve profitability and efficiency of Club operations.

Long term objectives

The Company's long term objectives are to:

- Maintain the ethics and tradition of the RSL and continue to provide a place for Returned Servicemen and Women to meet.
- Maintain financial stability of the Club.
- Repay the debt incurred in modernising the Club's premises.
- Ensure facilities continue to cater for members' needs.

Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

- Provide best possible facilities to members.
- Provide entertainment and activities to attract patronage to the Club.
- Offer high quality, low priced meals and reasonably priced beverages.
- Annual development of a financial budget and monthly monitoring of financial performance to ensure the Club operates within its financial capabilities.

Performance measures

The following measures are used within the Company to monitor performance:

- Monitoring performance by comparing actual results to past performance and budget forecasts.
- Reviewing key performance indicators such as gross profit margins, wages to turnover ratios, net returns from trading and average return per poker machine.

Members guarantee

Nambucca Heads RSL Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 2, subject to the provisions of the company's constitution.

At 30 June 2017 the collective liability of members was \$ 10,724 (2016: \$ 10,456).

Meetings of directors

During the financial year, 54 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

Nambucca Heads RSL Club Limited

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	Directors' Meetings		Membership Approval Meetings	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Terrie Hyslop	12	12	42	42
William Henderson	12	12	42	42
Jayne Poole	12	11	-	-
Louis Barnes	12	11	42	42
Donald Seward	12	12	-	-
William Shepherd	10	9	34	34
Ronald Dunbar	12	12	-	-
John Hopkins	2	2	-	-

Auditor's independence declaration

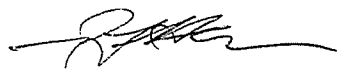
The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2017 has been received and can be found on page 4 of the financial report.

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

Director:



Terrie Hyslop



Bill Henderson

Dated this 27th day of September, 2017

Nambucca Heads RSL Club Limited
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Auditors Independence Declaration under Section 307C of the Corporations Act 2001 To the Directors of Nambucca Heads RSL Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017, 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.

Yours faithfully,



Aart Hooykaas, Director

27 September, 2017

Nambucca Heads

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Nambucca Heads RSL Club Limited

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**Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2017**

	2017	2016
	\$	\$
Poker Machine Revenue	4,212,634	3,769,774
Bar Sales	1,172,902	1,138,896
Catering Revenue	1,473,479	1,331,316
Bottle Shop Revenue	1,893,770	1,746,928
Keno Revenue	122,283	120,536
Commissions	44,836	41,638
Entertainment & Promotions	198,625	198,942
Member subscriptions	21,824	21,413
Sub-club Revenue	18,996	21,048
Rental income	35,542	34,967
Interest	5,480	91,894
Gain on disposal of assets	20,000	-
Other income	89,611	92,510
TOTAL INCOME	9,309,982	8,609,862
Bar Cost of Sales	(430,096)	(424,542)
Catering Cost of Sales	(525,885)	(526,079)
Bottle shop Cost of Sales	(1,553,605)	(1,425,329)
Employee Benefits Expense	(2,782,345)	(2,573,320)
Depreciation & Amortization Expense	(702,590)	(609,008)
Repairs & Maintenance	(392,875)	(309,787)
Entertainment & Promotions	(568,676)	(544,211)
Poker Machine Tax	(735,910)	(648,094)
Loss on Disposal of Assets	(32,090)	(28,484)
Finance Costs	(143,885)	(159,268)
Other Operating Expenses	(1,214,564)	(1,142,964)
TOTAL EXPENSES	(9,082,521)	(8,391,086)
Profit before income tax	227,461	218,776
Income tax expense	(j) -	-
Profit for the year	227,461	218,776
Total comprehensive income for the year	227,461	218,776

The accompanying notes form part of these financial statements

Nambucca Heads RSL Club Limited

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Statement of Financial Position

30 June 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	533,403	792,216
Trade and other receivables		47,202	33,579
Inventories	5	181,204	170,310
Other assets	8	17,733	25,275
TOTAL CURRENT ASSETS		779,542	1,021,380
NON-CURRENT ASSETS			
Property, plant and equipment	6	6,985,870	6,615,402
Intangible assets		8,333	8,333
TOTAL NON-CURRENT ASSETS		6,994,203	6,623,735
TOTAL ASSETS		7,773,745	7,645,115
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	766,571	801,688
Borrowings	10	231,877	232,151
Short-term provisions	11	13,572	11,846
Employee benefits	12	158,370	134,048
Other liabilities		9,787	10,337
TOTAL CURRENT LIABILITIES		1,180,177	1,190,070
NON-CURRENT LIABILITIES			
Borrowings	10	2,513,773	2,590,447
Employee benefits	12	55,742	68,006
TOTAL NON-CURRENT LIABILITIES		2,569,515	2,658,453
TOTAL LIABILITIES		3,749,692	3,848,523
NET ASSETS		4,024,053	3,796,592
EQUITY			
Retained earnings		4,024,053	3,796,592
TOTAL EQUITY		4,024,053	3,796,592

The accompanying notes form part of these financial statements.

Nambucca Heads RSL Club Limited

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Statement of Changes in Equity For the Year Ended 30 June 2017

2017

	Retained Earnings	Total
Note	\$	\$
Balance at 1 July 2016	3,796,592	3,796,592
Profit / (Loss) for the year	227,461	227,461
Balance at 30 June 2017	<u>4,024,053</u>	<u>4,024,053</u>

2016

	Retained Earnings	Total
Note	\$	\$
Balance at 1 July 2015	3,577,818	3,577,818
Profit / (Loss) for the year	218,774	218,774
Balance at 30 June 2016	<u>3,796,592</u>	<u>3,796,592</u>

The accompanying notes form part of these financial statements.

Nambucca Heads RSL Club Limited

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Statement of Cash Flows For the Year Ended 30 June 2017

	Note	2017 \$	2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		10,203,940	9,380,794
Payments to suppliers and employees		(9,113,068)	(8,528,667)
Interest received		5,480	91,894
Finance costs		(143,885)	(159,268)
Net cash provided by/(used in) operating activities	19	<u>952,467</u>	<u>784,753</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		<u>(658,696)</u>	<u>(304,973)</u>
Net cash used by investing activities		<u>(658,696)</u>	<u>(304,973)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Repayment of borrowings		<u>(552,584)</u>	<u>(214,722)</u>
Net cash used by financing activities		<u>(552,584)</u>	<u>(214,722)</u>
Net increase/(decrease) in cash and cash equivalents held		(258,813)	265,058
Cash and cash equivalents at beginning of year		<u>792,216</u>	<u>527,158</u>
Cash and cash equivalents at end of financial year	3	<u><u>533,403</u></u>	<u><u>792,216</u></u>

The accompanying notes form part of these financial statements.

Nambucca Heads RSL Club Limited

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The financial report covers Nambucca Heads RSL Club Limited as an individual entity. Nambucca Heads RSL Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Nambucca Heads RSL Club Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 27 September 2017.

Comparatives are consistent with prior years, unless otherwise stated.

1 Summary of Significant Accounting Policies

(a) Basis of preparation

The financial statements are a general purpose financial statements that has been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements 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. 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.

(b) Comparative figures

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

(c) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on the basis of latest costs. Costs of purchased inventory are determined after deducting rebates and discounts.

(d) 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

Land and buildings are measured at cost less accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

Notes to the Financial Statements

For the Year Ended 30 June 2017

Depreciation

The depreciable amount of plant and equipment is depreciated on a reducing balance basis over the asset's useful life to the Company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Buildings are shown at cost and depreciated using the straight line method over periods from 10 to 50 years. Land is not depreciated.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2 % - 10%
Plant and Equipment	7.5% - 50%
Leased plant and equipment	15% - 33%
Leasehold improvements	4% - 10%

The assets' residual values, depreciation methods and useful lives are reviewed, and adjusted if appropriate, at the end of each 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 and losses are included in the statement of profit or loss and other comprehensive income.

(e) Financial instruments

Initial recognition and measurement

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

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method, or cost. *Fair value* represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- (a) the amount at which the financial asset or financial liability is measured at initial recognition;

Notes to the Financial Statements

For the Year Ended 30 June 2017

1. Summary of Significant Accounting Policies

- (a) less principal repayments;
- (b) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the *effective interest method*; and
- (c) less any reduction for impairment.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

The classification of financial instruments depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and at the end of each reporting period for held-to-maturity assets.

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

(i) *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 subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting year.

(ii) *Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Fees payable on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Notes to the Financial Statements

For the Year Ended 30 June 2017

Impairment

Objective evidence that a financial asset is impaired includes default by a debtor, evidence that the debtor is likely to enter bankruptcy or adverse economic conditions in the stock exchange. At the end of each reporting period, the Company assesses whether there is objective evidence that a financial asset has been impaired

through the occurrence of a loss event. In the case of available-for-sale financial instruments, a significant or prolonged decline in the value of the instrument is considered to indicate that an impairment has arisen.

Where a subsequent event causes the amount of the impairment loss to decrease (e.g. payment received), the reduction in the allowance account (provision for impairment of receivables) is taken through profit and loss.

However, any reversal in the value of an impaired available for sale asset is taken through other comprehensive income rather than profit and loss.

Impairment losses are recognised through an allowance account for loans and receivables in the statement of profit or loss and other comprehensive income.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

When available-for-sale investments are sold, the accumulated fair value adjustments recognised in other comprehensive income are reclassified to profit or loss.

(f) Impairment of non-financial assets

At the end of each reporting year, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Value in use is either the discounted cash flows relating to the asset or depreciated replacement cost if the criteria in AASB 136 'Impairment of Assets' are met. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

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.

Notes to the Financial Statements

For the Year Ended 30 June 2017

(g) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less which are convertible to a known amount of cash and subject to an insignificant risk of change in value, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(h) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting year. 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.

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.

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

(i) Trade and other payables

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

(j) Income tax

Income Tax is not levied in the operations of the Club as they pertain to members, only as regards activities concerning visitors. Therefore, normal company rates of tax are not based on the operating surplus for the year, but on the proportion applicable visitors, based on the principle of mutuality. As at the balance date, the club has carried forward income tax losses of \$50,597. Although the club may trade profitably in future years, after applying the principal of mutuality for taxation purposes, the probability of absorbing the entire balance of carry forward income tax losses is considered to be very low. Therefore, in accordance with accounting standards, no deferred tax asset has been recognised as there is no certainty that the taxation losses will provide an economic benefit in the future.

(k) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the Company 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.

Notes to the Financial Statements

For the Year Ended 30 June 2017

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

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

(l) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Sale of goods

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 the cessation of all involvement in those goods

Interest revenue

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

Rental income

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

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

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

Notes to the Financial Statements

For the Year Ended 30 June 2017

(m) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax 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 statement of financial position are shown inclusive of GST.

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

2 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made relate to depreciation rates and long service leave entitlements.

3 Cash and Cash Equivalents

	2017	2016
	\$	\$
Cash at bank and in hand	395,258	654,071
Short-term bank deposits	138,145	138,145
	<u>533,403</u>	<u>792,216</u>

4 Trade and Other Receivables

	2017	2016
	\$	\$
CURRENT		
Trade receivables	47,202	33,579

5 Inventories

	2017	2016
	\$	\$
CURRENT		
Inventories at cost	181,204	170,310

Nambucca Heads RSL Club Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2017

6 Property, Plant and Equipment

	2017	2016
	\$	\$
LAND AND BUILDINGS		
Freehold land		
At cost	75,606	75,606
Total Land	<u>75,606</u>	<u>75,606</u>
Buildings		
At cost	7,446,370	7,446,370
Accumulated depreciation	(2,855,783)	(2,673,153)
Total buildings	<u>4,590,587</u>	<u>4,773,217</u>
Total land and buildings	<u>4,666,193</u>	<u>4,848,823</u>
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	5,876,580	5,301,630
Accumulated depreciation	(3,653,608)	(3,648,620)
Total plant and equipment	<u>2,222,972</u>	<u>1,653,010</u>
Leasehold Improvements		
At cost	421,755	421,755
Accumulated amortisation	(325,050)	(308,186)
Total leasehold improvements	<u>96,705</u>	<u>113,569</u>
Total plant and equipment	<u>2,319,677</u>	<u>1,766,579</u>
Total property, plant and equipment	<u><u>6,985,870</u></u>	<u><u>6,615,402</u></u>

Notes to the Financial Statements

For the Year Ended 30 June 2017

6 Property, Plant and Equipment

(a) 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 \$	Furniture and Equipment \$	Leasehold Improvements \$	Total \$
Year ended 30 June 2017					
Balance at the beginning of the year	75,606	4,773,217	1,653,010	113,569	6,615,402
Additions	-	-	1,105,149	-	1,105,149
Disposals - written down value	-	-	(32,090)	-	(32,090)
Depreciation expense	-	(182,629)	(503,099)	(16,864)	(702,592)
Balance at the end of the year	75,606	4,590,588	2,222,970	96,705	6,985,869

7 Intangible Assets

	2017 \$	2016 \$
Poker Machine Entitlements - at cost	16,978	16,978
Accumulated amortisation and impairment	(8,645)	(8,645)
Net carrying value	8,333	8,333

The poker machine entitlements are licenses purchased under current Government regulation that allow the club to increase the number of poker machines. It is considered that the life of the entitlements is indefinite, so the cost cannot be amortised. However, under the applicable accounting standards, these intangible assets must be tested annually for impairment. Impairment on an asset occurs when the carrying amount exceeds the recoverable amount. Where this occurs, the value of the asset must be reduced to the lower amount with the resulting loss being shown in the Statement of Comprehensive Income. Based on indicative market values, the impairment write off for the year ended 30th June 2017 was NIL. The total write down recognised to date is \$8,645 as shown above.

(a) Movement in Carrying Amounts

	Poker Machine Entitlements \$
Year ended 30 June 2017	
Balance at the beginning of the year	83,333
Disposals	(75,000)
Closing value at 30 June 2017	8,333

Nambucca Heads RSL Club Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2017

8 Other Assets

	2017	2016
	\$	\$
CURRENT		
Prepayments	17,733	25,275

9 Trade and Other Payables

	2017	2016
	\$	\$
CURRENT		
Trade payables	257,148	292,195
Annual Leave Entitlements	179,332	190,043
Other payables	330,091	319,449
	<u>766,571</u>	<u>801,687</u>

(a) Financial liabilities at amortised cost classified as trade and other payables

	2017	2016
	\$	\$
Trade and other payables:		
- total current	766,571	801,688
Less:		
annual leave entitlements	(179,332)	(190,043)
Financial liabilities as trade and other payables	<u>587,239</u>	<u>611,645</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2017

10 Borrowings

	2017	2016
	\$	\$
CURRENT		
Secured liabilities:		
Lease liability secured	226,524	215,195
Other financial liabilities	5,353	16,956
Total current borrowings	231,877	232,151

	2017	2016
	\$	\$
NON-CURRENT		
Secured liabilities:		
Lease liability secured	263,773	85,093
Bank loans	2,250,000	2,500,000
Other financial liabilities	-	5,354
Total non-current borrowings	2,513,773	2,590,447

(a) Bank Loans

In January 2017, the Club renewed its bank loan of \$2,500,000 for a further two years until 10th February, 2019 on a variable interest only basis, payable monthly in arrears. The variable interest rate at 30th June, 2017 was 4.58% (inclusive of the customer margin of 2.92%). A voluntary principal reduction of \$250,000 was made on 2nd June, 2017, resulting in the balance owing at 30th June, 2017 of \$2,250,000, which has accordingly been classified as Non-Current.

The loan is secured by a registered first mortgage over the Club premises located at Nelson Street, Nambucca Heads, along with a fixed and floating charge over all present and future assets of the Club.

(b) Leased Liabilities

Leased liabilities relate to agreements for Poker Machines and their related games and licences, a Cash Manager system and catering equipment, each with leasing terms of between 12 and 60 months. The liabilities are secured by the underlying leased assets.

(c) Hire Purchase Liabilities

The Hire Purchase contracts relate to a contract for the acquisition of a commercial air conditioning plant which commenced in February 2013 for a period of 5 years.

Notes to the Financial Statements

For the Year Ended 30 June 2017

11 Provisions

	2017	2016
	\$	\$
CURRENT		
Provision for Club Grants (Donations)	13,572	11,846

A liability has been provided for Club Grants (Donations) in lieu of payment of Poker Machine Duty.

12 Employee Benefits

	2017	2016
	\$	\$
CURRENT		
Provision for employee benefits	158,370	134,048
NON-CURRENT		
Provision for employee benefits	55,742	68,006

(a) Reconciliation of amounts in the statement of financial position

	2017	2016
	\$	\$
Beginning of the year	202,054	182,594
Current service cost	29,763	26,099
Benefits paid	(17,705)	(6,639)
End of year	214,112	202,054

13 Leasing Commitments

(a) Finance lease and Hire Purchase Commitments

	2017	2016
	\$	\$
Payable - minimum lease payments:		
- not later than one year	231,877	232,151
- between one year and five years	263,773	90,447
Minimum lease payments	495,650	322,598

Leased liabilities relate to agreements for Poker Machine and their related games and licences, a Cash Manager system and catering equipment, each with leasing terms of between 12 and 60 months. Other leased liability includes a hire purchase agreement for air conditioning plant, with a lease period of 5 years.

Notes to the Financial Statements

For the Year Ended 30 June 2017

(b) Operating leases

	2017	2016
	\$	\$
Minimum lease payments under non-cancellable operating leases:		
- not later than one year	38,566	35,000
- between one year and five years	129,048	140,000
- later than five years	-	11,667
	<u>167,614</u>	<u>186,667</u>

The operating lease relates to a property lease agreement with the Nambucca Shire Council for the lease of the portion of the car park on land not owned by the Club. The term is for 25 years from 8 November 1996 to 7 November 2021. The rent payable is varied and recalculated by market rent review every 5 years. Increases in lease commitments may also occur in line with the Consumer Price Index (CPI). As at September 2017 there had been no market review or revision to the lease agreement, and as such, the amounts disclosed above remain at the current rental of \$38,566 per annum.

14 Financial Risk Management

The main risks Nambucca Heads RSL Club Limited is exposed to through its financial instruments are credit risk, liquidity risk and market risk consisting of interest rate risk.

The Company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, bank loans and overdrafts, 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:

	2017	2016
	\$	\$
Financial Assets		
Cash and cash equivalents	533,403	792,216
Total financial assets	<u>533,403</u>	<u>792,216</u>
Financial Liabilities		
Financial liabilities at amortised cost		
- Trade and other payables	587,239	611,645
- Borrowings	2,745,650	2,822,598
Total financial liabilities	<u>3,332,889</u>	<u>3,434,243</u>

15 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 2 each towards meeting any outstanding obligations of the Company. At 30 June 2017 the number of members was 5,362 (2016: 5,228).

Notes to the Financial Statements

For the Year Ended 30 June 2017

2786 Interests of Key Management Personnel

The total remuneration paid to key management personnel of the Company is \$ 335,052 (2016: \$ 422,666).

17 Contingent Liabilities and Contingent Assets

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2017 (30 June 2016:None).

18 Related Party Transactions

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

The only related party transactions for the year ended 30 June 2017 include transactions with Director Terrie Hyslop's company, Hyslop Upholstery & Interiors. The total amount paid for work performed by Hyslop Upholstery & Interiors for the year was \$5,570.

19 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

	2017	2016
	\$	\$
Profit for the year	227,460	218,775
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	702,590	609,008
- gain on disposal of asset	(20,000)	-
- loss on disposal of asset	32,090	28,484
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries:		
- (increase)/decrease in trade and other receivables	(6,081)	10,694
- (increase)/decrease in inventories	(10,894)	(10,546)
- increase/(decrease) in trade and other payables	41,932	6,137
- increase/(decrease) in other current liabilities	(28,415)	(104,136)
- increase/(decrease) in employee benefits	13,785	26,337
Cashflow from operations	<u>952,467</u>	<u>784,753</u>

20 Events after the end of the Reporting Period

The financial report was authorised for issue on 27 September 2017 by the Board of Directors.

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.

Nambucca Heads RSL Club Limited

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21 Capital Expenditure Commitments

Between the end of the financial year and the date of these financial statements, the entity has committed to the following capital expenditure (net of GST):

Poker Machines and Equipment - approximately \$395,000.
Plant and Equipment items - \$8,237

Directors Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 12 to 30, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2017 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.

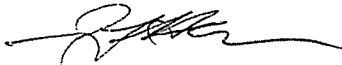
This declaration is made in accordance with a resolution of the Board of Directors.

Director



Terrie Hyslop

Director



William Henderson

Dated this 27th day of September, 2017



Independent Audit Report to the members of Nambucca Heads RSL Club Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Nambucca Heads RSL Club Limited, which comprises the statement of financial position as at 30 June 2017, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2017 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - RDR 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 as in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other 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 Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other Information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is included in the Annual Report and comprises of the Chairman's and Secretary's Report.

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Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Directors for the Financial Report

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

Auditor's Responsibilities for the Audit of the Financial Report

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

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

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

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under Professional Standards Legislation.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

HLV Audit Pty Ltd



Aart Hooykaas, Director

Nambucca Heads, NSW, 2448

27 September 2017

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Liability limited by a Scheme approved
under Professional Standards Legislation.

Nambucca Heads RSL Club Limited

36 000 962 185

ClubGRANTS / DONATIONS

Category 1

Camp Quality	2000.00
Girl Guides Association NSW - Nambucca Valley	1000.00
Lara Jean Association	3000.00
Macksville Community Health - McGrath Foundation	3000.00
Nambucca Heads Men's Shed	5200.00
Nambucca Heads R&SL Sub Branch	11756.00
Nambucca Heads RSL Women's Auxiliary	1000.00
Tiana Crawford	2809.00
Uniting Church Australia - Nambucca Heads	3000.00
Westpac Rescue Helicopter	16818.80

Category 2

Bowra Netball Club	500.00
Group 2 Referees Association	1286.00
Koori Kids School Program	350.00
Lorraine Donovan - Child Sports Costs	500.00
Nambucca heads Bowling & Rec Club	1000.00
Nambucca Heads High School	150.00
Nambucca Heads Island Golf Club	750.00
Nambucca Heads Lions Club & Chamber of Commerce	650.00
Nambucca Heads Primary School	150.00
Nambucca Heads Tennis Club	5000.00
Nambucca River District Agricultural Association	500.00
Nambucca River Jockey Club	1850.00
Nambucca Valley Arts Council	500.00
Nambucca Valley Lions Football Club	1500.00
Nambucca Valley NASHO's	1000.00
The GT Club Inc	500.00

Category 3

Communities NSW	2773.28
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In Kind

Australia Day Committee - hire of sound system	1363.64
Building Regional Australia	1100.00
Chain Reaction Charity Bike Ride	509.09
Elly Stig Memorial Golf Day	500.00
Freya Paton Fundraiser	245.45
Lions Club Valla	217.98
Lions Club	3691.84
Melanoma Walk	341.50
Nambucca Heads High School	550.00
Nambucca Heads R&SL Sub Branch	2028.18

Nambucca Heads RSL Club Limited

36 000 962 185

ClubGRANTS / DONATIONS

In Kind – continued

Nambucca Heads RSL Women's Auxiliary Association	97.62
Nambucca Valley Disability Services	200.00
Nambucca Valley NASHOs	500.00
Nambucca Valley R&SL Day Club	200.00
Salvation Army Wish Tree/ Toy Drive	447.27
Surf Life Saving Mid North Coast	200.00
Thoroughbred Tipping Competition	300.00
VW Raffle & Morning Tea	2307.92
Youth Frontiers Program	1489.37