

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2021

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2021

CONTENTS	Page
Directors' Report	1 - 3
Auditor's Independence Declaration	4
Statement of Profit or Loss and Other Comprehensive Income	5
Statement of Financial Position	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Financial Statements	9 - 19
Directors' Declaration	20
Independent Auditor's Report	21

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2021

The directors present their report on Ryde Ex-Services Memorial & Community Club Limited ('the Company') for the financial year ended 30 June 2021.

Directors

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

Names	Qualifications	Appointed/(resigned)
P.Simmons	Retired	31 July 2016
J.Outridge	Maintenance Supervisor	31 July 2016
D. Erickson	Retired	(25 August 2020)
E. Ford	Retired	11 June 2019
J. Mitchell	Retired	16 February 2020
J. Watts	Teacher	16 February 2020
S. Bishop	Legal Executive Assistant	1 April 2021
L. Shepherd	Gaming Manager	1 April 2021

Company secretary

D. Skinner has been the company secretary since 16 February 2020.

Principal activities

The principal activity of Ryde Ex-Services Memorial & Community Club Limited during the financial year was the conduct and promotion of a licensed social club for its members and guests.

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

Short term objectives

The Company's short term objectives are to maintain membership and increase club attendances, improve efficiency and profitability of club operations and ensure premises are well maintained and provide a high level of customer service.

Long term objectives

The Company's long term objectives are to focus on developing the property to modernise the club's facilities in order to compete effectively within the industry. The Board will look to consolidate and diversify its current revenue base to ensure the club's financial security and survival in the long term, with a mission to satisfy the needs of and give to the local community.

Strategy for achieving the objectives

The primary strategy for achieving these objectives is an ongoing business plan and yearly strategic plans which focus on club development, both short and long term.

How principal activities assisted in achieving the objectives

The principal activities assisted the Company to remain financially viable so it can continue to offer its members and guests a growing community club.

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2021

Performance measures and key performance indicators (KPIs)

A number of KPIs are analysed in order to measure the performance of the business. These include EBITDA, gross profit percentages, expenses to sales percentages, current ratio, debt and other ratios. These results are incorporated into a financial report that is reviewed by Management and the Board of Directors monthly.

Operating results

The profit of the Company after providing for income tax amounted to \$ 215,735 (2020: \$1,013,040).

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Events after the reporting date

The Club has been closed since the greater Sydney COVID lockdown began on 26 June 2021. The lockdown has reduced income across the Club. As a result, it qualified for a one-off emergency relief grant of \$15,000 from the State Government and also \$30,715 per month JobSaver funding for the duration of the lockdown. The Board remains comfortable with the Club's financial position to date.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

Environmental matters

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a State or Territory.

Meetings of directors

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

Directors' Meetings	
Number eligible to attend	Number attended
P. Simmons	12
E. Ford	12
J. Outridge	12
J. Mitchell	12
J. Watts	12
S. Bishop	3
L. Shepherd	3
D. Erickson	2

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2021

Indemnification and insurance of directors and officers

During the financial year the company paid a premium to insure certain officers of the company. The officers of the company covered include the Directors and General Manager. The liabilities covered include the costs incurred in defending civil or criminal proceedings that may be brought against officers in their capacity as officers of the company. Disclosure of the premium amount and nature of liabilities covered is prohibited by a confidentiality clause in the policy.

Except for the above, the company has not, during or since the end of the financial year, in respect of any person who is or has been an officer or auditor of the company or of a related body corporate indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings; or paid or agreed to pay a premium in respect of a contract insuring against a liability for the costs or expenses to defend legal proceedings.

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 2021 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:
P.Simmons



Director:
E. Ford



Dated: 10.11.2021



The Board of Directors
Ryde Ex-Services Memorial & Community Club Limited
728 Victoria Road
RYDE NSW 2112

Dear Board Members

**Lead Auditor's Independence Declaration to the Directors of
Ryde Ex-Services Memorial & Community Club Limited**

In relation to our audit of the financial report of Ryde Ex-Services Memorial & Community Club Limited for the year ended 30 June 2021, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

V J RYAN & CO
Chartered Accountants

A handwritten signature in black ink, appearing to read 'V.J. Ryan & Co' followed by a stylized signature.

Peter D Wyer
Partner

Level 5
255 George Street
SYDNEY NSW 2000

Dated 10 November 2021

Liability limited by a scheme approved under Professional Standards Legislation

Level 5 255 George Street Sydney 2000 Tel 9240 4900 Fax 9247 5930 Email: vjryan@vjr.com.au www.vjr.com

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
Note	\$	\$
Revenue	4 3,538,513	2,527,579
Cost of sales	(308,469)	(251,793)
GROSS PROFIT	3,230,044	2,275,786
Other income	4(a) 132,690	145,332
Legal expenses	(13,284)	(214,029)
Employee benefits	5 (901,709)	(734,703)
Repairs and maintenance	(178,841)	(350,670)
Poker machine promotions and duty	(363,476)	(299,373)
Administrative, member & facility expenses	(1,099,930)	(914,826)
PROFIT / (LOSS) BEFORE DEPRECIATION, FINANCE COSTS, & INCOME TAX EXPENSE	805,494	(92,483)
Depreciation	(590,853)	(478,575)
Finance costs	(37,366)	(15,902)
PROFIT / (LOSS) BEFORE PROCEEDS FROM SETTLEMENT	177,275	(586,960)
Legal Settlement Proceeds	-	1,600,000
Gain on Disposal of Assets	38,460	-
PROFIT BEFORE INCOME TAX	215,735	1,013,040
Income tax expense	7 -	-
PROFIT FOR THE YEAR	215,735	1,013,040
OTHER COMPREHENSIVE INCOME, NET OF INCOME TAX		
Items that will not be reclassified subsequently to profit or loss	-	-
Items that will be reclassified to profit or loss when specific conditions are met	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	215,735	1,013,040

The accompanying notes form part of these financial statements.

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	8	1,371,768	1,397,513
Trade and other receivables	9	29,168	68,126
Inventories	10	49,447	30,956
Other assets	11	4,819	34,482
TOTAL CURRENT ASSETS		1,455,202	1,531,077
NON-CURRENT ASSETS			
Property, plant and equipment	12	23,684,166	23,313,491
Right-of-use assets	13	589,959	733,585
TOTAL NON-CURRENT ASSETS		24,274,125	24,047,076
TOTAL ASSETS		25,729,327	25,578,153
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	14	432,440	290,110
Employee benefits	15	39,708	27,542
Lease liabilities		225,488	230,696
TOTAL CURRENT LIABILITIES		697,636	548,348
NON-CURRENT LIABILITIES			
Employee benefits	15	13,672	11,915
Lease liabilities		54,593	270,199
TOTAL NON-CURRENT LIABILITIES		68,265	282,114
TOTAL LIABILITIES		765,901	830,462
NET ASSETS		24,963,426	24,747,691
EQUITY			
Reserves	16	13,927,800	13,927,800
Retained earnings		11,035,626	10,819,891
TOTAL EQUITY		24,963,426	24,747,691

The accompanying notes form part of these financial statements.

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021

2021

	Retained Earnings	Asset Revaluation Reserve	Total
Note	\$	\$	\$
Balance at 1 July 2020	10,819,891	13,927,800	24,747,691
Profit for the year	215,735	-	215,735
Other comprehensive income for the period	-	-	-
	11,035,626	13,927,800	24,963,426

2020

	Retained Earnings	Asset Revaluation Reserve	Total
Note	\$	\$	\$
Balance at 1 July 2019	9,806,851	13,927,800	23,734,651
Profit for the year	1,013,040	-	1,013,040
Other comprehensive income for the year	-	-	-
	10,819,891	13,927,800	24,747,691

The accompanying notes form part of these financial statements.

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	3,701,079	2,590,464
Payments to suppliers and employees	(2,698,285)	(2,724,080)
Interest received	9,082	14,321
Finance costs	(37,366)	(15,902)
Proceeds from legal settlement	-	1,600,000
Net cash provided by operating activities	974,510	1,464,803
22		
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	38,460	-
Purchase of property, plant and equipment	(817,902)	(143,542)
Net cash (used in) investing activities	(779,442)	(143,542)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payment of finance lease liabilities	(220,813)	(289,374)
Net cash (used in) financing activities	(220,813)	(289,374)
Net increase in cash and cash equivalents held	(25,745)	1,031,887
Cash and cash equivalents at beginning of year	1,397,513	365,626
Cash and cash equivalents at end of financial year	1,371,768	1,397,513
8		

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Ryde Ex-Services Memorial & Community Club Limited ('the Company') is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia. The nature of the operations and principal activities of the company is a licensed club.

The financial report was authorised for issue by the Directors in accordance with a resolution of the directors on the day of signing the directors' declaration.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements (including *Australian Accounting Interpretations* adopted by the *Australian Accounting Standards Board (AASB)* and the *Corporations Act 2001*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements, except for the cash flow information 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.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

Bar, catering and function revenue

Bar, catering and function revenue are recognised at a point in time as the goods or function is provided to the customer.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

2 Summary of Significant Accounting Policies (Continued)

(a) Revenue and other income (Continued)

Poker machine and other gaming revenue

Gaming revenue is the net difference between gaming wins and losses, and is recognised at a point in time upon the outcome of the game.

(b) Income Tax

The company is subject to income tax on its investment income and on the income derived from non-members, less all allowable deductions applicable to this assessable income. Income derived from members is not subject to income tax in accordance with the principle of mutuality. It is therefore inappropriate to compare income tax payable with net income disclosed in the Statement of Profit or Loss and Other Comprehensive Income. There are no material temporary differences.

(c) Finance costs

Finance costs include interest and lease finance charges.

(d) Cash and cash equivalents

Cash and cash equivalents in the Statement of Financial Position comprise cash on hand and at bank together with short-term deposits with an original maturity of six months or less that are readily convertible to known cash amounts subject to insignificant risk of changes in value.

(e) Leases

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured where there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

2 Summary of Significant Accounting Policies (Continued)

(f) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost assigned to inventories is on an average cost basis.

(g) Property, plant and equipment

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

Freehold land and building

Freehold Land was revalued to Director's Valuation at year end. Previously it was valued at cost. Buildings are measured at cost less accumulated depreciation and any impairment in value.

Plant, equipment and poker machines

These assets are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the estimated useful life.

The depreciation rates used for each class of asset are as follows:

Freehold improvements	2.5%
Vehicles	20%
Furniture, fittings and equipment	15%
Poker machines	20%

The estimated useful lives, residual values and depreciation methods are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the profit or loss. When revalued assets are sold, the amounts included in the revaluation reserve relating to those assets are transferred to retained earnings.

(h) Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

2 Summary of Significant Accounting Policies (Continued)

(h) Financial instruments (Continued)

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets. The Company only has financial assets which are classified at amortised cost. These are assets where the business model is to hold assets to collect contractual cash flows and contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position. Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment. Interest income and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Impairment of financial assets

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses (probability of non-payment of the receivable). The estimated life time credit losses is zero.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables and finance lease liabilities.

(i) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where 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.

(j) Employee benefits

Provision is made for entitlements accruing to employees in relation to wages, salaries, annual leave, long service leave and other benefits where the company has a present obligation to pay resulting from employees' services provided up to reporting date.

- Wages, Salaries, and Annual Leave – Liabilities for employee benefits for wages, salaries and annual leave is expected to be settled within 12 months of year-end. The provision has been calculated at current wage and salary rates including related on-costs. Sick leave is expensed as incurred.
- Long Service Leave – The liability for employee benefits for long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' services provided up to reporting date. The portion of the long service leave liability not expected to be settled within 12 months is discounted using the rates applicable to national government securities at reporting date, which most closely match the terms of maturity of the related liability.
- Superannuation – Superannuation contributions by the company on a defined basis to an employee superannuation fund are

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

2 Summary of Significant Accounting Policies (Continued)

(j) Employee benefits (Continued)

charged as expenses when incurred. The Company has no legal obligation to provide benefits to employees on retirement. The provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

(k) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of Goods and Services Tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the ATO is classified as operating cash flows.

(l) New accounting standards and interpretations

At the date of authorisation of these financial statements, certain new standards, amendments and interpretations to existing standards have been published but are not yet effective, and have not been adopted early by the Company. The Company will consider the impact in future years.

3 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. Estimates and assumptions are reviewed on an ongoing basis.

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

4 Revenue and Other Income

	2021	2020
	\$	\$
Sales revenue		
- Bar sales	770,881	620,849
- Catering sales	20,052	20,490
	<u>790,933</u>	<u>641,339</u>
Rendering of services		
- Poker machines- net clearances	2,365,042	1,611,038
- Members' subscription	9,464	6,567
- Functions revenue	4,988	26,091
- Raffles and bingo	115,730	79,373
- ATM, keno and TAB commission received	124,653	90,177
- Rental income	84,750	28,140
- Sundry income	33,871	30,533
	<u>2,738,498</u>	<u>1,871,919</u>
Finance income		
- Interest received	9,082	14,321
	<u>3,538,513</u>	<u>2,527,579</u>

(a) Other Income

Other Income		
- State and Federal Government Stimulus	128,097	141,000
- Other income	4,593	4,332
	<u>132,690</u>	<u>145,332</u>

5 Expenses

Salary and wages	813,525	660,945
Superannuation contributions	68,682	53,669
Workers compensation	19,502	20,089
	<u>901,709</u>	<u>734,703</u>

6 Auditors' Remuneration

Remuneration of the auditor - V J Ryan & Co for:

- auditing and reviewing the financial statements	23,500	22,600
- other services	4,500	4,000
	<u>28,000</u>	<u>26,600</u>

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

7 Income Tax Expense

(a) Reconciliation of income tax to accounting profit:

	2021	2020
	\$	\$
Prima facie tax payable on profit from ordinary activities before income tax at 26% (2020: 27.5%)	56,091	278,586
Add/subtract:		
Tax effect of:		
- Mutuality adjustment	(56,091)	(278,586)
Income tax expense	<u>-</u>	<u>-</u>

8 Cash and Cash Equivalents

Cash on hand	160,000	100,000
Cash at bank	1,211,768	547,513
Term deposits	-	750,000
	<u>1,371,768</u>	<u>1,397,513</u>

9 Trade and Other Receivables

CURRENT

Trade receivables	11,756	22,312
GST receivable	17,412	18,814
Other receivables	-	27,000
	<u>29,168</u>	<u>68,126</u>

10 Inventories

CURRENT

At cost:

Inventories	49,447	30,956
-------------	---------------	--------

11 Other Assets

CURRENT

Prepayments	2,259	2,639
Other assets	2,560	31,843
	<u>4,819</u>	<u>34,482</u>

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

12 Property, Plant and Equipment

	Note	2021 \$	2020 \$
Land and buildings			
Freehold land			
At directors' valuation	12(a)	<u>18,895,000</u>	18,895,000
		<u>18,895,000</u>	<u>18,895,000</u>
Buildings			
At cost		5,692,253	5,792,753
Accumulated depreciation		<u>(2,087,465)</u>	<u>(2,064,869)</u>
		<u>3,604,788</u>	<u>3,727,884</u>
Total land and buildings		<u>22,499,788</u>	<u>22,622,884</u>
Capital works in progress			
At cost		<u>53,533</u>	-
		<u>53,533</u>	<u>-</u>
Plant and equipment			
At cost		627,200	1,237,420
Accumulated depreciation		<u>(216,169)</u>	<u>(949,980)</u>
		<u>411,031</u>	<u>287,440</u>
Motor vehicles			
At cost		49,228	-
Accumulated depreciation		<u>(1,985)</u>	<u>-</u>
Total motor vehicles		<u>47,243</u>	<u>-</u>
Poker machines			
At cost		1,632,279	1,403,407
Accumulated depreciation		<u>(959,708)</u>	<u>(1,000,240)</u>
		<u>672,571</u>	<u>403,167</u>
Total plant and equipment		<u>1,184,378</u>	<u>690,607</u>
Total property, plant and equipment		<u>23,684,166</u>	<u>23,313,491</u>

(a) Revaluation

The freehold land was revalued to Directors Valuation on 30 June 2018. This valuation was based on the latest Notice of Valuation from the NSW Valuer General dated 1 July 2016. In the Directors opinion this amount is less than the current fair value.

(b) Core properties

The company's core properties under the Registered Clubs Act are their premises located at 724 Victoria Road, Ryde, NSW 2112.

There are no non-core properties held by the company.

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

12 Property, Plant and Equipment (Continued)

(c) 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:

	Capital Works in Progress	Land	Buildings	Plant and Equipment	Motor Vehicles
	\$	\$	\$	\$	\$
Year ended 30 June 2021					
Opening balance	-	18,895,000	3,727,884	287,440	-
Additions	53,533	-	-	181,840	49,228
Disposals	-	-	-	-	-
Depreciation	-	-	(123,096)	(58,249)	(1,985)
Balance at the end of the year	53,533	18,895,000	3,604,788	411,031	47,243

	Poker Machines	Total
	\$	\$
Year ended 30 June 2021		
Opening balance	403,167	23,313,491
Additions	533,301	817,902
Disposals	-	-
Depreciation	(263,897)	(447,227)
Balance at the end of the year	672,571	23,684,166

13 Leases

The Company has leases over a range of poker machine assets, terms are generally between 2 and 5 years.

Right-of-use assets

	2021	2020
	\$	\$
Right of use asset- poker machines	944,148	944,148
Accumulated depreciation	(354,189)	(210,563)
Total	589,959	733,585

	ROU asset - poker machines
	\$
Year ended 30 June 2021	
Balance at the beginning of the year	733,585
Depreciation	(143,626)
Balance at end of year	589,959

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

14 Trade and Other Payables

CURRENT

Trade payables	296,687	97,227
Other creditors and accruals	135,753	192,883
	<u>432,440</u>	<u>290,110</u>

15 Employee Benefits

2021	2020
\$	\$

CURRENT LIABILITIES

Provision for annual leave	<u>39,708</u>	<u>27,542</u>
----------------------------	---------------	---------------

NON-CURRENT LIABILITIES

Provision for long service leave	<u>13,672</u>	<u>11,915</u>
----------------------------------	---------------	---------------

16 Asset Revaluation Reserve

The asset revaluation reserve records fair value movements on land held under the revaluation model. There were no movements in 2021.

17 Key Management Personnel Disclosures

The key management personnel include the directors as disclosed in the Directors' Report together with the General Manager. The totals of remuneration, which includes director honorariums, paid to the key management personnel of Ryde Ex-Services Memorial & Community Club Limited during the year are as follows:

The total remuneration paid to key management personnel of the Company is \$ 201,176 (2020: \$ 152,661).

(a) Other Director Transactions with the Company

From time to time, directors of the company, or their director-related entities, may purchase goods from the company. These purchases are on the same terms and conditions as those entered into by other company employees or customers and are trivial or domestic in nature.

18 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2021.

19 Events Occurring After the Reporting Date

The Club has been closed since the greater Sydney COVID lockdown began on 26 June 2021. The lockdown has reduced income across the Club. As a result, it qualified for a one-off emergency relief grant of \$15,000 from the State Government and also \$30,715 per month JobSaver funding for the duration of the lockdown. The Board remains comfortable with the Club's financial position to date..

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

20 Statutory Information

The registered office and principal place of business of the company is:

Ryde Ex-Services Memorial & Community Club Limited
 742 Victoria Road
 Ryde NSW 2112

21 Members' Funds

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 and obligations of the Company. At 30 June 2021 the number of members was 4,100 (2020: 4,147).

22 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2021	2020
	\$	\$
Profit for the year	215,736	1,013,040
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	590,853	478,575
- gain on sale of fixed assets	(38,460)	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	38,957	(68,127)
- (increase)/decrease in other assets	29,663	(16,403)
- (increase)/decrease in inventories	(18,491)	(4,620)
- increase/(decrease) in trade and other payables	130,414	130,346
- increase/(decrease) in provisions	25,838	(68,008)
Cashflows from operations	974,510	1,464,803


RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED
A.B.N 85 001 057 585

DIRECTORS' DECLARATION

The directors of Ryde Ex-Services Memorial & Community Club Limited ('the Company') declare that:

1. The financial statements and notes, as set out on pages 5 to 19, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*; and
 - b. give a true and fair view of the financial position as at 30 June 2021 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 
P. Simmons

Director 
E. Ford

Dated 10.11.2021



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED

(A Company Limited by Guarantee)

A.B.N. 85 001 057 585

Opinion

We have audited the financial report of Ryde Ex-Services Memorial & Community Club ("the Company"), which comprises the Statement of Financial Position as at the 30 June 2021, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year then ended, and Notes to the Financial Statements comprising the Summary of Significant Accounting Policies and Directors' Declaration.

In our opinion, the accompanying financial report of Ryde Ex-Services Memorial & Community Club 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 2021 and its performance for the financial year ended on that date; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The directors are responsible for the other information. The other information comprises the information included in the directors' report for the year ended 30 June 2021, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED (Continued)

(A Company Limited by Guarantee)

A.B.N. 85 001 057 585

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

VJR
V-J RYAN
& CO
CHARTERED ACCOUNTANTS
A.B.N. 55 704 784 107

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

RYDE EX-SERVICES MEMORIAL & COMMUNITY CLUB LIMITED (Continued)

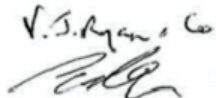
(A Company Limited by Guarantee)

A.B.N. 85 001 057 585

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

- 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.
- 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.
- 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.

V J RYAN & CO
Chartered Accountants



Peter D Wyer
Partner

Level 5
255 George Street
SYDNEY NSW 2000

Dated at Sydney: 10 November 2021