

# Club Ryde

ABN: 85001057585

## Financial Statements

For the year ended 30 June 2023

# Club Ryde

## Table of contents

For the year ended 30 June 2023

Directors' report . . . . .	2
Auditor's independence declaration . . . . .	5
Statement of profit or loss and other comprehensive income . . . . .	6
Statement of financial position . . . . .	7
Statement of changes in equity . . . . .	8
Statement of cash flows . . . . .	9
Notes to the financial statements . . . . .	10
Directors' declaration . . . . .	29
Independent audit report . . . . .	30

# Club Ryde

## Directors' report

30 June 2023

The directors present their report on Club Ryde for the financial year ended 30 June 2023.

### Information on directors

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

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#### **Peter Simmons**

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Qualifications	Retired
Experience	Appointed 31 July 2016
Special responsibilities	Chairman

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#### **Sarah Bishop**

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Qualifications	Legal Executive Assistant
Experience	Appointed 1 April 2021
Special responsibilities	Vice Chair

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#### **Joanne Mitchell**

Qualifications	Retired
Experience	Appointed 16 February 2020
Special responsibilities	Director

#### **John Outridge**

Qualifications	Maintenance Supervisor
Experience	Appointed 31 July 2016
Special responsibilities	Director

#### **Matthew Prosser**

Qualifications	Business Development Manager
Experience	Appointed 23 January 2022
Special responsibilities	Director

#### **Lawrence Shepherd**

Qualifications	Managing Director
Experience	Resigned 1 November 2022
Special responsibilities	Director

#### **Edilia Ford**

Qualifications	Retired
Experience	Resigned 7 September 2022
Special responsibilities	Director

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

# Club Ryde

Directors' report

30 June 2023

## Meetings of directors

During the financial year, 12 meetings of directors (including committees of directors) were held.

Attendances by each director during the year were as follows:

	Number eligible to attend	Number attended
Peter Simmons	11	11
Sarah Bishop	11	10
John Outridge	11	11
Joanne Mitchell	11	10
Matthew Prosser	11	8
Lawrence Shepherd	4	4
Edilia Ford	1	-

## Principal activities

The principal activity of Club Ryde 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.

## Operating results

The profit/(loss) of the Company after providing for income tax amounted to \$648,588 (2022: \$48,565).

## 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

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.

## Future developments and results

Likely future developments of the club are in the research phase and have not been included in the financial report due to likely unreasonable prejudice and commercial confidence implications.

## Environmental issues

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

# Club Ryde

Directors' report

30 June 2023

## Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Club Ryde.

## 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 2023 has been received and can be found on page 5 of the financial report.

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



Peter Simmons  
Director



Sarah Bishop  
Director

Dated: 13/9/2023

## Auditor's independence declaration to the directors of Club Ryde

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023, there have been:

- no contraventions of the auditor independence requirements as set out in section 307C of the *Corporations Act 2001* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

Waldie & Co



Leon Patterson

Partner

4/65 Manning Street, Kiama NSW 2533

# Club Ryde

## Statement of profit or loss and other comprehensive income

For the year ended 30 June 2023

	Note	2023 \$	2022 \$
<b>Revenue</b>	<b>5</b>		
Revenue from contracts with customers		4,240,706	2,921,504
Finance income	6	268	3
Other income	5	316,136	224,788
<b>Total income</b>		<b>4,557,110</b>	<b>3,146,295</b>
Depreciation and amortisation		(586,075)	(557,227)
Employee benefit expenses		(1,176,045)	(806,616)
Finance expenses	6	(86)	(8,226)
Other expenses		(2,699,572)	(1,725,661)
<b>Total expenses</b>		<b>(4,461,778)</b>	<b>(3,097,730)</b>
<b>Profit (loss) before income taxes</b>		<b>95,332</b>	<b>48,565</b>
Income tax	7	552,256	-
<b>Profit (loss) for the year</b>		<b>647,588</b>	<b>48,565</b>
<b>Other comprehensive income, net of income tax</b>			
<b>Items that will not be classified subsequently to profit or loss</b>			
Revaluation changes for property, plant and equipment		4,600,000	4,105,000
<b>Other comprehensive income for the year, net of tax</b>		<b>4,600,000</b>	<b>4,105,000</b>
<b>Total comprehensive income for the year</b>		<b>5,247,588</b>	<b>4,153,565</b>

The accompanying notes form part of these financial statements.

**Club Ryde**  
**Statement of financial position**  
As at 30 June 2023

	Note	2023 \$	2022 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	10	1,296,173	1,368,064
Trade and other receivables	11	35,968	10,615
Inventories	12	58,995	43,502
Other assets	15	37,568	37,993
<b>Total current assets</b>		<b>1,428,704</b>	<b>1,460,174</b>
<b>Non-current assets</b>			
Property, plant and equipment	14	32,791,733	28,067,110
Deferred tax assets	8	552,256	-
<b>Total non-current assets</b>		<b>33,343,989</b>	<b>28,067,110</b>
<b>Total assets</b>		<b>34,772,693</b>	<b>29,527,284</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	16	188,775	276,964
Borrowings	17	56,928	55,507
Employee benefits	18	22,046	30,809
Contract liabilities	13	45,353	23,100
<b>Total current liabilities</b>		<b>313,102</b>	<b>386,380</b>
<b>Non-current liabilities</b>			
Borrowings	17	75,904	-
Employee benefits	18	18,109	23,914
<b>Total non-current liabilities</b>		<b>94,013</b>	<b>23,914</b>
<b>Total liabilities</b>		<b>407,115</b>	<b>410,294</b>
<b>Net assets</b>		<b>34,365,578</b>	<b>29,116,990</b>
<b>Equity</b>			
Retained earnings		11,731,778	11,084,190
Reserves	20	22,632,800	18,032,800
<b>Total equity</b>		<b>34,364,578</b>	<b>29,116,990</b>

The accompanying notes form part of these financial statements.



# Club Ryde

## Statement of changes in equity For the year ended 30 June 2023

<b>2022</b>	<b>Retained earnings \$</b>	<b>Revaluation surplus \$</b>	<b>Total \$</b>	<b>Total equity \$</b>
Opening balance	11,035,625	13,927,800	24,963,425	24,963,425
Profit for the year	48,565	-	48,565	48,565
Transfers to/(from)	-	4,105,000	4,105,000	4,105,000
<b>Closing balance</b>	<b>11,084,190</b>	<b>18,032,800</b>	<b>29,116,990</b>	<b>29,116,990</b>

<b>2023</b>	<b>Retained earnings \$</b>	<b>Revaluation surplus \$</b>	<b>Total \$</b>	<b>Total equity \$</b>
Opening balance	11,084,190	18,032,800	29,116,990	29,116,990
Profit for the year	647,588	-	647,588	647,588
Transfers to/(from)	-	4,600,000	4,600,000	4,600,000
<b>Closing balance</b>	<b>11,731,778</b>	<b>22,632,800</b>	<b>34,364,578</b>	<b>34,364,578</b>

The accompanying notes form part of these financial statements.

# Club Ryde

## Statement of cash flows For the year ended 30 June 2023

	2023	2022
	\$	\$
<b>Cash flows from operating activities:</b>		
Receipts from customers	4,561,066	3,164,847
Payments to suppliers and employees	(3,857,417)	(2,577,609)
Interest received	268	3
Finance costs	(86)	(8,226)
<b>Net cash flows from/(used in) operating activities</b>	<b>703,831</b>	<b>579,015</b>
<b>Cash flows from investing activities:</b>		
Purchase of property, plant and equipment	(710,698)	(249,671)
<b>Cash flows from financing activities:</b>		
Proceeds from borrowings	132,832	-
Payment of borrowings	(197,856)	(333,050)
<b>Net cash provided by/(used in) financing activities</b>	<b>(65,024)</b>	<b>(333,050)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(71,891)</b>	<b>(3,706)</b>
Cash and cash equivalents at beginning of year	1,368,064	1,371,769
Other	-	1
<b>Total Title</b>	<b>1,296,173</b>	<b>1,368,064</b>

The accompanying notes form part of these financial statements.

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### 1. Introduction

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

The principal activities of the Company for the year ended 30 June 2023 were the conduct and promotion of a licensed social club for its members and guests.

The functional and presentation currency of Club Ryde is Australian dollars.

The financial report was authorised for issue by those charged with governance on 14 September 2023.

Comparatives are consistent with prior years, unless otherwise stated.

The Company is an entity to which ASIC Corporations (Rounding in Financial/Directors' Report) Instrument 2016/191 and accordingly amounts in the financial statements and have been rounded to the nearest dollar.

### 2. Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001*.

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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

### 3. Summary of significant accounting policies

#### a. Income tax

The Company subject to income tax on its investment income and on 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.

#### b. Borrowing costs

All borrowing costs are recognised as an expense in the period in which they are incurred.

#### c. 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 payable are stated inclusive of GST.

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

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

### **d. Impairment of non-financial assets**

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

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

### **e. 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).

#### **i. 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.

##### *Classification*

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### *Amortised cost*

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, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

### *Impairment of financial assets*

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost
- debt investments measured at FVOCI.

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

### *Trade receivables and contract assets*

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and contract asset and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

### *Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

### **ii. 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, bank and other loans and lease liabilities.

### **f. Adoption of new and revised accounting standards**

The Company has adopted all standards which became effective for the first time at 30 June 2023, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

## **4. Critical accounting estimates and judgements**

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 have been described below.

### **a. Key estimates - impairment of property, plant and equipment**

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

### **b. Key estimates - inventory**

Each item on inventory is reviewed on an annual basis to determine whether it is being carried at higher than its net realisable value. During the year, management have written down inventory based on best estimate of the net realisable value, although until the time that inventory is sold this is an estimate.

### **c. Key estimates - property held at fair value**

An independent valuation of property (land and buildings) carried at fair value was obtained on 01 July 2021. The directors have reviewed this valuation and updated it based on valuation indexes for the area in which the property is located.

### **d. Key estimates - receivables**

The fair value of investment properties was determined using a discounted cash flow model which used a number of unobservable inputs. Information about the inputs and assumptions used are included in the fair value and investment property notes.

### **e. Key judgments - taxes**

#### *Deferred tax assets*

Determining income tax provisions involves judgment on the tax treatment of certain transactions. Deferred tax is recognised on tax losses not yet used and on temporary differences where it is probable that there will be taxable revenue against which these can be offset. Management has made judgments as to the probability of future taxable revenues being generated against which tax losses will be available for offset based on budgets, current and future expected economic conditions.

#### *Different jurisdictions*

The Company is subject to income taxes in numerous jurisdictions. Significant judgement is required in determining the worldwide provision for income taxes. There are transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

## **5. Revenue and other income**

### **a. Accounting policy**

#### **i. Revenue from contracts with customers**

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.

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

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.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

### **ii. Specific revenue streams**

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

#### **Bar and function revenue**

These revenue streams are recognised at point of sale as the goods or services are provided to the customer.

#### **Gaming revenue**

Gaming and poker machine revenue is recognised at the finalisation of each day on a cumulative basis.

### **iii. 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.

### **iv. Other income**

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

### **v. Volunteer services**

No amounts are included in the financial statements for services donated by volunteers.



## Club Ryde

### Notes to the financial statements

For the year ended 30 June 2023

#### b. Revenue from continuing operations

	2023	2022
	\$	\$
<b>Revenue from contracts with customers (AASB 15)</b>		
<b>Sale of goods</b>		
Bennelong Bar	1,066,953	607,945
Bounty Bar - Auditorium	534	3,211
Foyer Takeaways	11,455	12,219
Coffee Sales	21,635	12,179
Bar Food Sales	19,214	10,906
Raffles Wednesday	41,397	30,768
Raffles Friday	31,173	27,027
Raffles Sunday	40,409	29,859
Raffles Thursday	2,600	1,545
Raffles- Toy Raffle Xmas	2,605	2,735
Christmas Raffle	3,330	-
Easter Raffle	2,325	925
Container Bar	57,464	-
Green Functions	16,919	-
Melbourne Cup	3,960	180
<b>Total Sale of goods</b>	<b>1,321,973</b>	<b>739,499</b>
<b>Provision of services</b>		
Poker Machine Revenue	13,236,215	8,763,387
Gaming GST Rebate	17,180	17,180
Poker machine payouts	(10,368,339)	(6,734,338)
<b>Total Provision of services</b>	<b>2,885,056</b>	<b>2,046,229</b>
<b>Grants</b>		
Jobkeeper Subsidy Payments	-	95,702
Other grants	5,000	15,000
Service NSW Stimulus	1,287	(54)
<b>Total Grants</b>	<b>6,287</b>	<b>110,648</b>
Member subscriptions	15,872	7,927
Other revenue from contracts with customers	11,518	17,201
	<b>4,240,706</b>	<b>2,921,504</b>
	<b>4,240,706</b>	<b>2,921,504</b>

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### c. Other income

	2023	2022
	\$	\$
Commissions	108,061	77,920
Rental income	198,590	142,949
Other income	9,485	3,919
	316,136	224,788

### 6. Finance income and expenses

Finance income	2023	2022
	\$	\$
<b>Interest income</b>		
Other interest income	268	3
	268	3
<b>Finance expenses</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Interest expense	86	8,226

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### 7. Income tax expense

#### a. Accounting policy

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises of current income tax expense plus deferred tax expense.

#### b. Reconciliation of income tax to accounting profit:

	2023	2022
	\$	\$
<b>Profit for the year</b>		
Profit for the year	647,588	48,565
Add back income tax expense	(552,256)	-
<b>Total Profit for the year</b>	<b>95,332</b>	<b>48,565</b>
Prima facie tax payable on profit from ordinary activities before income tax at 25% (2022: 25%)	23,833	12,627
<b>Add tax effect of:</b>		
Deductible mutuality expense	34,059	37,926
Non-deductible expenses	14,485	26,904
	<b>48,544</b>	<b>64,830</b>
<b>Less tax effect of:</b>		
Non-taxable member income arising from principle of mutuality	54,359	37,506
Deductible temporary differences	27,011	25,785
Tax losses utilised	-	14,166
	<b>81,370</b>	<b>77,457</b>
<b>Income tax current period</b>	<b>(8,993)</b>	<b>-</b>
<b>Income tax expense</b>	<b>(8,993)</b>	<b>-</b>
<b>Weighted average effective tax rate (%)</b>	<b>(579)</b>	<b>-</b>

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### 8. Tax assets and liabilities

#### a. Accounting policy

Current tax is the amount of income taxes payable in respect of the taxable profit for the year and is measured at the amount expected to be paid to the taxation authorities, using the tax rates and laws that have been enacted or substantively enacted by the end of the reporting period. Current tax assets are measured at the amounts expected to be recovered from the relevant taxation authority.

#### b. Tax assets and liabilities details

The Club has reviewed future forecasts and budgets and due to the ongoing profitable position it was found to be probable that historic tax losses would likely be utilised in future years which was why it was deemed appropriate to recognise a deferred tax asset in accordance with AASB112 Income Taxes.

2023	Opening balance	Charged to income	Charged directly to equity	Changes in tax rate	Exchange difference	Closing balance
	\$	\$	\$	\$	\$	\$
<b>Deferred tax assets</b>						
Deferred tax assets attributable to tax losses	-	552,256	-	-	-	552,256

### 9. Auditor's remuneration

	2023	2022
	\$	\$
<b>Remuneration of the auditor of the Company, Waldie &amp; Co, for:</b>		
Fees for assurance services required under legislation to be performed by the auditor	23,000	21,500

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### 10. Cash and cash equivalents

#### a. Accounting policy

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

#### b. Cash and cash equivalent details

	2023	2022
	\$	\$
Cash at bank	1,091,173	1,163,064
Cash on hand	200,000	200,000
Short-term deposits	5,000	5,000
	1,296,173	1,368,064

#### c. Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

	2023	2022
	\$	\$
<b>Cash and cash equivalents</b>		
Cash at bank	1,091,173	1,163,064
Short-term deposits	5,000	5,000
Cash on hand	200,000	200,000
<b>Total Cash and cash equivalents</b>	1,296,173	1,368,064
	1,296,173	1,368,064

### 11. Trade and other receivables

Current	2023	2022
	\$	\$
Trade receivables	11,068	5,863
GST receivable	24,900	4,752
	35,968	10,615

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### 12. Inventories

#### a. Accounting policy

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

#### b. Inventory details

Current	2023	2022
	\$	\$
<b>At cost</b>		
Other inventories for sale	58,995	43,502

### 13. Contract balances

The Company has recognised the following contract assets and liabilities from contracts with customers:

Current contract liabilities	2023	2022
	\$	\$
Club grants liability	45,353	23,100

The nature of contract assets and liabilities are as follows:

Club grants was established in 1998 to ensure registered clubs in NSW with profits over \$1 million contribute financial or in-kind support to local community services, programs, and projects.

### 14. Property, plant and equipment

#### a. Accounting policy

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

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### i. Land

Land is measured using the revaluation model.

### ii. Buildings, plant and equipment

Buildings, plant and equipment are measured using the cost model.

### iii. Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Useful life
Land	0%
Buildings	2.5%
Capital works in progress	0%
Plant and equipment	15%
Motor vehicles	20%
Poker Machines	15%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

When an asset is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

### b. Property, plant and equipment details

Summary	2023	2022
	\$	\$
Land	27,600,000	23,000,000
Buildings	3,364,309	3,483,833
Capital works in progress	180,221	79,039
Plant and equipment	598,868	485,642
Motor vehicles	32,475	39,859
Poker Machines	1,015,860	978,737
	32,791,733	28,067,110

# Club Ryde

**Notes to the financial statements**  
For the year ended 30 June 2023

2023	Land \$	Buildings \$	Capital works in progress \$	Plant and equipment \$	Motor vehicles \$	Poker Machines \$	Total \$
<b>Opening balance</b>							
Opening balance	23,000,000	3,483,833	79,039	485,641	39,859	978,737	28,067,109
Additions	-	-	101,182	193,588	-	415,933	710,703
Disposals	-	-	-	-	-	(5)	(5)
Revaluation changes	4,600,000	-	-	-	-	-	4,600,000
Depreciation	-	(119,524)	-	(80,361)	(7,384)	(378,805)	(586,074)
<b>Closing balance</b>	<b>27,600,000</b>	<b>3,364,309</b>	<b>180,221</b>	<b>598,868</b>	<b>32,475</b>	<b>1,015,860</b>	<b>32,791,733</b>



# Club Ryde

Notes to the financial statements  
For the year ended 30 June 2023

## c. Fair value measurement

The Company measures the following property, plant and equipment at fair value on a recurring basis:

Property, plant and equipment	Basis for determining value
Land	The freehold land was revalued by the directors based on the notice of valuation from the Valuer General dated 1 July 2022

## 15. Other assets

Current	2023	2022
	\$	\$
<b>Other assets</b>		
Prepayments	1,804	-
Other assets	35,764	37,993
	<b>37,568</b>	<b>37,993</b>

## 16. Trade and other payables

Current	2023	2022
	\$	\$
Trade payables	114,931	177,281
<b>Employee benefits</b>		
PAYG Withholding Payable	1,337	4,643
Superannuation Payable	8,859	12,234
Salary Sacrifice Motor Vehicle	-	(11,202)
<b>Total Employee benefits</b>	<b>10,196</b>	<b>5,675</b>
Accrued expenses	63,648	94,008
	<b>188,775</b>	<b>276,964</b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

# Club Ryde

Notes to the financial statements  
For the year ended 30 June 2023

## 17. Borrowings

Current	2023	2022
	\$	\$
<b>Secured</b>		
Other borrowings	56,928	55,507
<b>Non-current</b>	2023	2022
	\$	\$
<b>Secured</b>		
Other borrowings	75,904	-

### a. Summary of borrowings

Borrowings are made up of Chattel Mortgages used to purchase poker machines and poker machine systems.

### b. Defaults and breaches

During the current and prior year, there were no defaults or breaches on any of the loans.

### c. The carrying amounts of non-current assets pledged as collateral for liabilities are:

	2023	2022
	\$	\$
<b>First mortgage</b>		
Multi Gaming System	130,610	172,830
	130,610	172,830

## 18. Employee benefits

### a. Accounting policy

Provision is made for the Company's liability for employee benefits, those 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, plus related on-costs.

Employee benefits expected to be settled more than one year after the end of the reporting period 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 satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### i. Defined contribution schemes

Obligations for contributions to defined contribution superannuation plans are recognised as an employee benefit expense in profit or loss in the periods in which services are provided by employees.

### b. Employee benefit details

<b>Current</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Annual leave	22,046	30,809

<b>Non-current</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Long service leave	18,109	23,914

## 19. Financial risk management

<b>Financial assets</b>	<b>2023</b>	<b>2022</b>
	\$	\$
<b>Held at amortised cost</b>		
Cash and cash equivalents	1,296,173	1,368,064
Trade and other receivables	35,968	10,615
	1,332,141	1,378,679

<b>Financial liabilities</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Financial liabilities measured at amortised cost	231,490	276,964

## 20. Reserves

	<b>2023</b>	<b>2022</b>
	\$	\$
Revaluation surplus	22,632,800	18,032,800

### a. Revaluation surplus

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model.

# Club Ryde

## Notes to the financial statements

For the year ended 30 June 2023

### 21. 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 2023 the number of members was 7,277 (2022: 6,198).

### 22. Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 2023 (2022: None).

### 23. Related parties

#### a. The Company's main related parties are as follows:

The remuneration paid to key management personnel of the Company is \$218,059 (2022: \$196,862).

The key management personnel include the directors as disclosed in the Directors' Report together with the CEO. 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:

#### b. Transactions with related parties

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

### 24. Cash flow information

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

	2023	2022
	\$	\$
Profit for the year	647,588	48,565
<b>Add / (less) non-cash items:</b>		
Depreciation and amortisation	586,075	557,227
<b>Changes in assets and liabilities:</b>		
(increase) / decrease in receivables	(18,312)	18,556
(increase) / decrease in inventories	(15,493)	5,945
(increase) / decrease in other assets	(6,615)	(33,174)
(increase) / decrease in contract assets	22,253	-
(increase) / decrease in deferred tax assets	(552,256)	-
increase / (decrease) in payables	54,159	(19,481)
increase / (decrease) in employee benefits	(14,568)	1,377
<b>Cash flows from operations</b>	<b>702,831</b>	<b>579,015</b>

# Club Ryde

Notes to the financial statements

For the year ended 30 June 2023

## **25. Events occurring after the reporting date**

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.

## **26. Statutory information**

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

Club Ryde  
728 Victoria Road  
Ryde NSW Australia  
2112

# Club Ryde

## Directors' declaration

The directors of the Company declare that:

The financial statements and notes for the year ended 30 June 2023 are in accordance with the *Corporations Act 2001* and:

- comply with Australian Accounting Standards - Simplified Disclosures; and
- give a true and fair view of the financial position as at 30 June 2023 and of the performance for the year ended on that date of the Company.

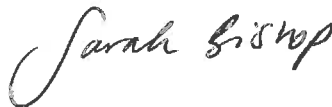
In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable with the continuing support of creditors.

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



Peter Simmons  
Director

Dated: 13/9/23.



Sarah Bishop  
Director



## Independent audit report to the members of Club Ryde

### Report on the Audit of the Financial Report

#### Opinion

We have audited the accompanying financial report, being a simplified disclosure financial report of Club Ryde (the Company), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements and the Directors' declaration.

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

1. giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year ended; and
2. complying with Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 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 Entity in accordance with the auditor independence requirements of 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.

### **Responsibilities of Management and Those Charged with Governance**

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Simplified Disclosures, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **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.

Waldie & Co



Leon Patterson

Partner

4/65 Manning Street, Kiama NSW 2533