

**Dorrigo Memorial
RSL Club Co-op Ltd**

**Annual Audited
Financial Statements
For the year ended
31 December 2016**

Dorrigo Memorial RSL Club Co-operative Ltd
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Dorrigo Memorial RSL Club Co-operative Ltd

Director's Report

For the Year Ended 31 December 2016

The Directors of Dorrigo Memorial RSL Club Co-operative Ltd present their report and the audited financial statements of the Club for the year ended 31 December 2016.

DIRECTORS

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

Name	Qualifications & Experience	Special Responsibilities
Brian HOFFMAN	Sales Executive Continuing Director 2002	President
Peter HERWIG	Bricklayer Continuing Director 2003	Director
Paul BYRNE	Self Employed Continuing Director 2008	Director
Robert DENNER	Retired Continuing Director 2009 until May 2016	Director
James McLEOD	Retired Continuing Director 2009	Director
David HITCHCOCK	Managing Director Continuing Director 2009	V. Pres
Dene COTTER	Self Employed Carpenter Continuing Director 2006 until May 2016	Director
Phil WALKER	Retired Appointed Director 2015	Director
Steve WOOD	Teacher Appointed Director 2015	Director
Peter ENGLISH	Retired Police Officer Appointed May 2016	Director
Wendy GRAVES	Micro Finance Officer Appointed May 2016	Director

Dorrigo Memorial RSL Club Co-operative Ltd

Director's Report

For the Year Ended 31 December 2016

During the financial year, 10 meetings of the Club's directors were held, in respect of which each director of the Club attended the following number:

Name	Apologies	Attended
Brian HOFFMAN	1	9
Peter HERWIG	3	7
Paul BYRNE		8
James McLEOD	5	5
Robert DENNER	1	3 on Board until May 2016
David HITCHCOCK	6	4
Dene COTTER		3 on Board until May 2016
Phil WALKER		10
Steve WOOD	4	6
Peter ENGLISH	2	4 on Board from May 2016
Wendy GRAVES		6 on Board from May 2016

DIRECTORS' INTEREST IN CONTRACTS

No director holds any interest, whether directly or indirectly in a contract or proposed contract with the Club.

PRINCIPAL ACTIVITIES

The principal activities in which the Club was engaged during the year were those of a licenced Club.

There has been no significant change in the nature of those activities during the financial year.

Dorrigo Memorial RSL Club Co-operative Ltd

Director's Report

For the Year Ended 31 December 2016

SHORT-TERM AND LONG TERM OBJECTIVES

The Objectives of the Club are to operate in a responsible and financially sound manner with the aim of providing sporting facilities and benefits to members and contributing to the local community.

The Club's short term objectives are to:

- Provide golf and facilities for the members and guests.
- Provide food and beverages for the benefit of its members and guests.
- Improve profitability and increased efficiency in Club operations.
- Support the community with the use of the sporting facilities and the Club to raise funds for their particular charities.
- Encourage new membership

The Club's long term objectives are to:

- Achieve financial stability of the Club.
- Enhance benefits to members
- Upgrade the golf course
- Maintain the ethics and traditions of the Club within our community
- Continued improvement of Club house & outer Buildings

STRATEGIES

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

- Directors and volunteers to continue to assist in the Club
- Applying for grants to help with the overall upgrade of the Club and sporting facilities.
- Monthly monitoring of financial performance to ensure the Club operates within its financial capabilities
- Provide activities to attract patronage to the Club
- Provide affordable meals and reasonably priced beverages
- Making decisions that are consistent with the Club's role and in the interests of the members.

KEY PERFORMANCE MEASURES

The Club measures its performance by:

- Monitoring performance by comparing actual results to past performance.
- Members' satisfaction.

RESULT OF OPERATIONS

The net profit (or loss) of the Club after income tax was \$43,462 (2015 \$39,503).

Dorrigo Memorial RSL Club Co-operative Ltd

Director's Report

For the Year Ended 31 December 2016

REVIEW OF OPERATIONS

The net result represents an increase in profitability of \$3,959 from the previous year. Gross revenues have increased by a total of \$44,195, whilst total expenses have increased by \$40,236.

SIGNIFICANT CHANGES IN ACTIVITIES

There were no significant changes in the state of affairs of the Club during the financial year.

POST BALANCE DATE EVENTS

There are no matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect:

- (i) the operations of the Club;
- (ii) the results of those operations; or
- (iii) the state of affairs of the Club, in future years.

ENVIRONMENTAL REGULATIONS

The co-operative is subject to various environmental regulations under both Commonwealth and State Legislation. Compliance is monitored by the Board of Directors and management. At the date of this report the directors are not aware of any significant breaches occurring during the period covered by this report.

FUTURE DEVELOPMENTS

The Directors do not anticipate any particular developments in the operations of the Club which will affect the results in subsequent years.

DIRECTORS' BENEFIT

Since the end of the previous financial year no director of the Club has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors shown in the accounts or the fixed salary of a full time employee of the Club or a related corporation) by reason of a contract made by the Club or related company with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

Dorrigo Memorial RSL Club Co-operative Ltd

Director's Report

For the Year Ended 31 December 2016

INDEMNIFICATION OF OFFICERS

During or since the financial year the Club has paid premiums to insure all the directors named in this Directors' report against liabilities for costs and expenses incurred by them in defending any legal proceedings, to a maximum of \$1,000,000, arising out of their conduct while acting in the capacity of officer of the Club other than the conduct involving a wilful breach of duty in relation to the Club.

PROPERTY REPORT

In accordance with the Registered Clubs Amendment Regulations 2007 the Board has determined club property classified as follows:

Core Property – RSL Club House, Golf Club House, Golf Course, Grounds and Carpark

6 Hickory Street Dorriggo - Lot 12 DP 549462

4 & 4A Hickory Street Dorriggo - Lot 1 DP 300406

148 Whisky Creek Road Dorriggo - Lot 249 DP 42336

AUDITORS INDEPENDENCE

The Directors received the following declaration from the auditors of Dorriggo Memorial RSL Club Co-operative Ltd.

360 Financial Vision Audit Pty Ltd

Auditors Independence Declaration to the Directors of
Dorrigo Memorial RSL Club Co-operative Ltd.

In relation to our audit of the financial report of Dorriggo Memorial RSL Club Co-operative Ltd for the financial year ended 31 December 2016 to the best of my knowledge and belief, there have been no contraventions of the auditor's independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

Signed in accordance with a resolution of the directors at Dorriggo.

Dated: May 2017

Dorrigo Memorial RSL Club Co-operative Ltd

Directors' Declaration

For the Year Ended 31 December 2016

The directors of the Club declare that the financial statements and notes:

(a) comply with Accounting Standards, the Co-operatives (Adoption of National Law) Act 2012 and Co-Operatives National Regulations

(b) give a true and fair view of the Club's financial position as at 31 December 2016 and of its performance for the year ended on that date.

In the directors' opinion there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable; and

This statement is made in accordance with a resolution of the Board of Directors and is signed at
Dorrigo on ... May 2017 for and on behalf of the directors by:

Brian HOFFMAN
Director

David HITCHCOCK
Director

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
DORRIGO MEMORIAL RSL CLUB CO-OPERATIVE LTD**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2016 there has been:

- i. no contravention 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.



JONATHAN MARK RITCHIE
360 FINANCIAL VISION AUDIT PTY LTD
Chartered Accountants Registration 361687
8 Dalley Street
COFFS HARBOUR NSW 2450

Signed at Coffs Harbour on April 2017

INDEPENDENT AUDIT REPORT TO THE DIRECTORS OF DORRIGO MEMORIAL RSL CLUB CO-OPERATIVE LTD

Report on the Financial Report

I have audited the financial report, being the Directors' Declaration, Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Cash Flow Statement and notes to and forming part of the financial statements of Dorrigo Memorial RSL Club Co-operative Ltd for the year ended 31 December 2016.

Directors' Responsibility for the Financial Report

The co-operative's directors are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the Co-Operatives (Adoption of National Law) Act 2012 and Co-operatives National Regulations. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the co-operative's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the co-operative's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

My audit did not involve an analysis of the prudence of business decisions made by directors or management.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with the independence requirements of the Corporations Act 2001 and any applicable code of professional conduct. I confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Dorrigo Memorial RSL Club Co-operative Ltd on2017, is in the same terms as provided to the directors as at the date of this auditors report.

Audit Opinion

In my opinion, the financial report of Dorrigo Memorial RSL Club Co-operative Ltd is in accordance with:

(a) the Co-operatives (Adoption of National Law) Act 2012 and Co-Operatives National Regulations, including:

(i) giving a true and fair view of the Club's financial position as at 31 December 2016 and of its performance for the year ended on that date; and

(ii) with Australian Accounting Standards – Reduced Disclosure Requirements (including the Australian Accounting Interpretations).

(b) other mandatory professional reporting requirements.

JONATHAN MARK RITCHIE
360 FINANCIAL VISION AUDIT PTY LTD
Chartered Accountants Registration 361687
8 Dalley Street
COFFS HARBOUR NSW 2450

Signed at Coffs Harbour on April 2017

Dorrigo Memorial RSL Club Co-operative Ltd
Statement of Comprehensive Income
For the Year Ended 31 December 2016

	Note	2016 \$	2015 \$
Revenue from Continuing Operations			
Revenue from Sale of Goods		505,069	478,903
Revenue from Poker Machines		336,256	322,038
Revenue from Grants & Subsidies		19,073	18,983
Other Revenue from Ordinary Activities		51,634	38,761
Revenue from Donations		6,482	15,636
Total Revenue from Continuing Operations	2	918,514	874,322
Expenses			
Cost of Goods Sold		263,004	239,684
Employment Expenses		367,475	332,079
Repairs & Maintenance		28,901	18,199
Audit, Legal & Consultancy		11,900	11,900
Other Expenses		135,704	174,424
Depreciation & Amortisation	3	68,068	58,532
Total Expenses		875,052	834,818
Profit/(Loss) from Continuing Operations before Related Income Tax		43,462	39,503
Income Tax Expense Relating to Ordinary Activities	4	-	-
Net Profit/(Loss) from Continuing Operations		43,462	39,503
Other Comprehensive Income/(Expenses)		-	-
Total Comprehensive Income/(Loss)		43,462	39,503

Dorrigo Memorial RSL Club Co-operative Ltd
Statement of Financial Position
As at 31 December 2016

		2016	2015
	Note	\$	\$
Current Assets			
Cash	7	89,258	62,205
Receivables	8	27,599	11,575
Inventories	10	15,619	18,741
Investments	9	20	20
Total Current Assets		<u>132,496</u>	<u>92,540</u>
Non-Current Assets			
Property, Plant & Equipment	11	<u>497,004</u>	<u>468,145</u>
Total Non-Current Assets		<u>497,004</u>	<u>468,145</u>
Total Assets		<u>629,500</u>	<u>560,685</u>
Current Liabilities			
Creditors & Borrowings	12	120,248	90,803
Provisions	13	<u>31,027</u>	<u>53,926</u>
Total Current Liabilities		<u>151,275</u>	<u>144,729</u>
Non-Current Liabilities			
Creditors & Borrowings	12	24,418	5,524
Other	12	-	-
Total Liabilities		<u>175,693</u>	<u>150,253</u>
Net Assets		<u>453,807</u>	<u>410,432</u>
Equity			
Issued Capital		513	601
Reserves	14	14,228	14,228
Retained Profits	19	439,066	395,603
Total Equity		<u>453,807</u>	<u>410,432</u>

Dorrigo Memorial RSL Club Co-operative Ltd

Statement of Changes in Equity

For the Year Ended 31 December 2016

	Retained Profits	Reserves	Issued Capital	Total
	\$	\$	\$	\$
Balance 1 January 2015	356,100	14,228	505	370,833
Shares Issued	-	-	96	96
Profit/(Loss) for Year	39,503	-	-	39,503
Balance 31 December 2015	395,603	14,228	601	410,432
Profit/(Loss) for Year	43,462	-	-	43,462
Shares Redeemed	-	-	(88)	(88)
Balance 31 December 2016	439,066	14,228	513	453,807

The accompanying notes form part of these financial statements.

Dorrigo Memorial RSL Club Co-operative Ltd

Statement of Cash Flows

For the Year Ended 31 December 2016

	Note	2016 \$	2015 \$
Cash Flows from Operating Activities			
Receipts from Members, Subcommittees & Visitors		900,455	873,171
Payments to Suppliers & Employees		(802,777)	(770,057)
Interest Received		27	59
Interest Paid		(1,094)	(2,309)
Net Cash Provided by Operating Activities	i	<u>96,610</u>	<u>100,865</u>
Cash Used in Investing Activities			
Payments for Buildings		-	-
Payments for Plant & Equipment		(102,702)	(29,044)
Proceeds from Transfer of Assets		5,446	-
Net Cash Used in Investing Activities		<u>(97,256)</u>	<u>(29,044)</u>
Cash Flows from Financing Activities			
Repayments of Borrowings		(55,586)	(50,647)
Increase in Borrowings		74,448	-
(Decrease)/Increase in Member Shares		(88)	96
		<u>18,774</u>	<u>(50,551)</u>
Net Increase/(Decrease) in Cash Held		<u>18,129</u>	<u>21,270</u>
Cash at the Beginning of the Financial Year		<u>56,246</u>	<u>34,976</u>
Cash at the End of the Financial Year	ii	<u><u>74,375</u></u>	<u><u>56,246</u></u>

Dorrigo Memorial RSL Club Co-operative Ltd
Statement of Cash Flows
For the Year Ended 31 December 2016

NOTES TO THE STATEMENT OF CASH FLOWS	2016	2015
	\$	\$
Note (i) Reconciliation of net cash provided by operating activities to operating profit after income tax		
Operating Profit/(Loss) After Income Tax	43,462	39,503
Depreciation & Amortisation	68,068	58,532
Loss on Write Off of Fixed Assets	328	-
Provision for Leave Entitlements	(22,898)	2,224
Changes in Assets		
(Increase)/Decrease in Debtors & Prepayments	(16,024)	1,584
(Increase)/Decrease in Inventories	3,122	644
Changes in Liabilities		
Increase/(Decrease) in Trade Creditors	683	(2,112)
Increase/(Decrease) in Other Creditors	21,878	3,164
Increase/(Decrease) in Prepaid Subscriptions	(2,009)	(2,675)
Net Cash Provided by Operating Activities	96,610	100,865

Note (ii) Reconciliation of Cash

For the purpose of the statement of cash flows, cash includes cash on hand and in bank and credit unions. Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:-

Cash on Hand	38,228	20,732
Cash at Credit Union/Bank	51,030	41,473
Bank Overdraft	(14,883)	(5,959)
	74,375	56,246

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Dorrigo Memorial RSL Club Co-operative Ltd has elected to early adopt the Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010–2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board and the Co-Operatives (Adoption of National Law) Act 2012 and the Co-Operatives National Regulations.

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.

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (IFRS). Compliance with the Australian equivalent ensures that the financial statements and notes comply with the IFRS.

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. The amounts presented in the financial statements have been rounded to the nearest dollar.

Cost is based on the fair values of the consideration given in exchange for assets.

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

The Accounting policies have been consistently applied with the previous period unless otherwise stated.

The following material Accounting policies have been adopted by the economic entity in the preparation of these financial reports.

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

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

(a) Revenue

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the state of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Dorrigo Memorial RSL Club Co-operative Ltd receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of comprehensive income.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

(b) Property, plant & equipment

All items of property, plant and equipment are stated at cost, or deemed cost, if applicable, less accumulated depreciation and impairment losses. Freehold land is stated at cost and is not depreciated.

Depreciation is calculated on buildings on a straight line basis. Plant & equipment depreciation is calculated using the diminishing value method. Both methods are calculated over the estimated useful life of the asset. The main depreciation rates used are:

Buildings	2.5% to 4%
Plant & Equipment	7.5% to 50%

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

(c) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and proportions of variable and fixed overhead expenses where relevant.

(d) Goods & Services Tax

Revenues, expenses and assets are recognised net of the amount of Goods & Services Tax (GST), except where the amount of GST is not recoverable from the Australian Taxation Office (ATO). 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 are stated with the amount of GST included, with the exception of expense prepayments.

The amounts of GST recoverable from, and payable to, the ATO are included as a current asset and liability in the Statement of Financial Position. Cash flows are included in the Cash Flow Statement inclusive of GST. The GST component of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(e) Employee Entitlements

Provision is made for the association'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 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. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

(f) Income Tax

The Club calculates its income in accordance with the mutuality principle which excludes from income, any amounts of subscriptions and contributions from members, and payments received from members for particular services provided by the club (eg poker machines and bar). The Commissioner of Taxation accepts this method of calculating income as appropriate for recognised clubs and associations. Therefore normal company rates of tax are not based on the operating surplus for the year but on the proportion applicable to visitors.

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

(g) Impairment of Assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (eg in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

(h) Intangible Assets

The entities intangible assets, which relate to Poker Machine Entitlements, are considered to have an indefinite life and therefore cannot under IFRS be amortised. Accordingly, they are shown at cost less any impairment losses which may be recognised. These assets are tested for impairment each year.

(i) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(j) Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(k) Comparative Figures

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

(l) Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

company during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

	2016	2015
	\$	\$
2. OPERATING REVENUE		
Sales Revenue	<u>505,069</u>	<u>478,903</u>
Other Revenue		
Interest	27	59
Net Poker Machine Revenue	336,256	322,038
Grants & Subsidies	19,073	18,983
Donations	6,482	15,636
Other	<u>51,607</u>	<u>38,702</u>
	<u>413,446</u>	<u>395,418</u>
Total Operating Revenue	<u><u>918,514</u></u>	<u><u>874,322</u></u>

3. PROFIT FROM ORDINARY ACTIVITIES

Profit from ordinary activities before income tax has been determined after:

Charging as Expense

Cost of Sales	263,004	239,684
Movements in Provisions		
Depreciation of Property, Plant & Equipment	59,422	50,081
Amortisation of Non-Current Assets		
Capitalised Assets	8,646	8,451
Other Provisions		
Employee Entitlements	<u>(15,625)</u>	<u>2,224</u>
	<u>315,447</u>	<u>300,441</u>
Auditor's Remuneration		
Audit	11,900	11,900
Non-Audit Services	<u>-</u>	<u>-</u>
	<u>11,900</u>	<u>11,900</u>
Net Loss on Disposal of Non-Current Assets		
Property, Plant & Equipment	<u>328</u>	<u>-</u>
	<u>328</u>	<u>-</u>

Crediting as Income

Interest Revenue	27	59
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Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

4. INCOME TAX

The Club is not liable for income tax.

5. EVENTS SUBSEQUENT TO REPORTING DATE

There are no matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the co-operative, the results of those operations or the state of affairs of the co-operative in future financial years.

6. GOING CONCERN

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and liabilities in the ordinary course of business.

The co-operative incurred an operating profit of \$43,462 for the year. Current assets exceed current liabilities by \$453,807, and it is expected the co-operative will meet its debts as and when they fall due or in compliance with deferred payment arrangements with selected creditors.

The ability of the co-operative to continue as a going concern is dependent upon maintaining and improving trading performance.

7. CASH

	2016	2015
	\$	\$
Cash on Hand - RSL	35,607	20,432
Cash on Hand - Golf Club	2,622	300
Australia Post - Load & Go Credit Card	76	57
BCU - Bonus Share Dividend	150	150
BCU - Savings S11	1,264	1,492
BCU - Savings Golf Club	158	730
BCU - Leave Provision Account	-	21,010
BCU - General Account S40	25,411	-
NAB - Golf Cart Fund	3,585	-
NAB - Capital Provision Account	4,619	-
NAB - RSL Trading	15,767	18,035
	<u>89,258</u>	<u>62,205</u>

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

	2016	2015
	\$	\$
8. RECEIVABLES		
Current		
Trade Debtors	-	-
Sundry Debtors & Prepayments	27,599	11,575
	<u>27,599</u>	<u>11,575</u>
9. INVESTMENTS		
Non-Current		
Bananacost Community Credit Union Ltd	20	20
	<u>20</u>	<u>20</u>
10. INVENTORIES		
Current		
Bar	15,619	18,741
	<u>15,619</u>	<u>18,741</u>
11. PROPERTY, PLANT & EQUIPMENT		
Land - Golf Course		
Freehold Land at Cost		
Balance at Start of Year	17,500	17,500
Other Acquisitions	-	-
Disposals	-	-
Balance at End of Year at Cost	<u>17,500</u>	<u>17,500</u>
Improvement at Cost - Golf Course		
Balance at Start of Year	33,330	31,565
Other Acquisitions	1,488	1,765
Disposals	-	-
Balance at End of Year at Cost	<u>34,818</u>	<u>33,330</u>
Less Depreciation & Impairment Losses		
Balance at Start of Year	4,573	3,303
Depreciation Charge for Year	1,291	1,270
Disposals	-	-
Balance at End of Year	<u>5,864</u>	<u>4,573</u>
Carrying Amount at End of Year	<u>28,954</u>	<u>28,757</u>

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

	2016 \$	2015 \$
11. PROPERTY, PLANT & EQUIPMENT CONT.		
Building Improvements at Cost - Golf Club House		
Balance at Start of Year	54,348	54,348
Other Acquisitions	-	-
Disposals	-	-
Balance at End of Year at Cost	<u>54,348</u>	<u>54,348</u>
<i>Less Depreciation & Amortisation Losses</i>		
Balance at Start of Year	19,566	17,392
Depreciation Charge for Year	2,174	2,174
Disposals	-	-
Balance at End of Year	<u>21,740</u>	<u>19,566</u>
Carrying Amount at End of Year	<u>32,608</u>	<u>34,782</u>
Land, Buildings & Improvements - RSL Club		
Land at Cost - RSL Club		
Balance at Start of Year	138,404	138,404
Other Acquisitions	-	-
Disposals	-	-
Balance at End of Year at Cost	<u>138,404</u>	<u>138,404</u>
Building & Improvements at Cost - RSL Club		
Balance at Start of Year	129,415	122,320
Other Acquisitions	-	7,095
Disposals	-	-
Balance at End of Year at Cost	<u>129,415</u>	<u>129,415</u>
<i>Less Depreciation & Impairment Losses</i>		
Balance at Start of Year	35,190	30,183
Depreciation Charge for Year	5,181	5,007
Disposals	-	-
Balance at End of Year	<u>40,371</u>	<u>35,190</u>
Carrying Amount at End of Year	<u>89,044</u>	<u>94,225</u>
Total Land & Buildings	<u>306,510</u>	<u>313,668</u>

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

	2016 \$	2015 \$
11. PROPERTY, PLANT & EQUIPMENT CONT.		
Plant & Equipment - RSL Club		
Plant & Equipment at Cost		
Balance at Start of Year	295,073	282,888
Other Acquisitions	89,333	12,185
Disposals/Scrapping of Assets	(23,026)	-
Balance at End of Year at Cost	<u>361,380</u>	<u>295,073</u>
<i>Less Depreciation & Impairment Losses</i>		
Balance at Start of Year	192,627	154,686
Depreciation Charge for Year	49,152	37,941
Disposals/Scrapping of Assets	(17,552)	-
Balance at End of Year	<u>224,227</u>	<u>192,627</u>
Carrying Amount at End of Year	<u>137,153</u>	<u>102,446</u>
Plant & Equipment - Golf Club		
Plant & Equipment at Cost		
Balance at Start of Year	123,843	115,843
Other Acquisitions	11,881	8,000
Disposals/Scrapping of Assets	(786)	-
Balance at End of Year at Cost	<u>134,938</u>	<u>123,843</u>
<i>Less Depreciation & Impairment Losses</i>		
Balance at Start of Year	71,812	59,672
Depreciation Charge for Year	10,270	12,140
Disposals/Scrapping of Assets	(485)	-
Balance at End of Year	<u>81,597</u>	<u>71,812</u>
Carrying Amount at End of Year	<u>53,341</u>	<u>52,031</u>
Total Plant & Equipment	<u>190,494</u>	<u>154,477</u>
Total Property, Plant & Equipment	<u>497,004</u>	<u>468,145</u>

Dorrigo Memorial RSL Club Co-operative Ltd

Notes to the Financial Statements

For the Year Ended 31 December 2016

	2016	2015
	\$	\$
12. CREDITORS & BORROWINGS		
Current		
Trade Creditors	24,949	24,266
Other Creditors	20,090	12,137
GST Payable	12,694	9,673
PAYG Withholding	12,523	3,306
Superannuation Payable	3,940	2,253
Prepaid Subscriptions	-	2,009
BCU - RSL S11.2	14,883	-
BCU - General S40	-	5,959
BCU - Loan Account	2,441	15,011
Consumer Mortgage - Kubota Finance	3,900	3,770
Licence Fees	24,826	12,418
	<u>120,248</u>	<u>90,803</u>
Non-Current		
BCU - Loan Account	-	-
Consumer Mortgage	1,670	5,524
Licence Fees	22,748	-
	<u>24,418</u>	<u>5,524</u>
13. PROVISIONS		
Current		
Long Service Leave	27,070	39,157
Holiday Pay	3,957	14,769
	<u>31,027</u>	<u>53,925</u>
14. RESERVES		
General Reserves	12,528	12,528
Capital Profits Reserve	1,700	1,700
	<u>14,228</u>	<u>14,228</u>

15. LIABILITIES OF MEMBERS

The Rules of the Club state the members are not personally liable to creditors of the Club.

Dorrigo Memorial RSL Club Co-operative Ltd
Notes to the Financial Statements
For the Year Ended 31 December 2016

16. CAPITAL COMMITMENTS

There are no commitments for capital expenditure other than those detailed in the attached accounts.

17. CLUB PREMISES & COURSE PROPER

The land upon which is constructed the Golf Club House is owned by the Dorrig Memorial RSL Club Co-Operative Ltd. The golf course and adjacent improvements, comprising an area of 19.868 hectares has been leased under agreement from the Dorrig Golf Course Reserve Trust which expires 25 August 2020.

The land upon which is constructed the RSL Club and adjacent improvements is owned by the Dorrig Memorial RSL Club Co-operative Ltd.

18. BORROWINGS, BANK LOANS & OVERDRAFT

In January 2016 an unsecured loan was taken out to finance the purchase of two gaming machines. The loan and interest repayable by 36 equal instalments of \$2,068 finishing November 2018.

A bank loan amounting to \$2,441 (2016 \$15,011) is secured by first mortgage over freehold land and buildings. The loan expires in September 2017 and repayments are made on a monthly basis.

2016	2015
\$	\$

19. RETAINED PROFITS

Retained Profits at the Beginning of the Financial Year	395,604	356,101
Prior Year Balance Adjustment	-	-
Net Profit/(Loss) for Year	43,462	39,503
Retained Profits at the End of the Financial Year	<u>439,067</u>	<u>395,604</u>

Dorrigo Memorial RSL Club Co-op Ltd

ACN 641 150 243

Detailed Profit and Loss Statement

For the Year ended 31 December 2016

	2016 \$	2015 \$
Revenue		
Gross Profit from Bar Trading	4,130	15,812
Gross Profit From Golf Club	(47,726)	(40,466)
Gross Profit From Poker Machine Trading	290,043	293,466
Donations	5,434	5,715
Membership Subscriptions		
RSL Subscriptions	6,244	5,165
Interest Received Other Persons		
Australian Taxation Office	-	51
Bananacoast C C Union	27	8
Rebates		
Fuel Tax Credits	1,893	1,803
Raffles, Trophies & Prizes		
Bingo	2,035	1,211
Football Tipping Competition	3,746	3,124
Raffles	20,168	20,882
Sundry Income		
Sundry Income	5,207	2,982
Bowls	324	11
Catering	474	686
Bank Fees Recouped	2,647	1,843
Telephone Calls	47	1
Total Revenue	294,693	312,294
Less: Expenses		
Audit Fees	11,900	11,900
Advertising & Promotion	2,282	2,593
Amortisation		
Freehold Buildings	5,181	5,007
Bank Fees & Charges		
Bank Other	404	1,690
Cleaning & Rubbish Removal	3,693	3,105
Computer Costs		
Software	1,061	733
Website Hosting	380	330
Credit Card Merchant Charges	3,625	3,623
Depreciation	13,274	16,118
Donations	9,339	8,279
Electricity & Gas	5,821	18,335
Filing & Lodgement Fees	479	170
Hire of Plant & Equipment	158	9

These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Dorrigo Memorial RSL Club Co-op Ltd

ACN 641 150 243

Detailed Profit and Loss Statement

For the Year ended 31 December 2016

	2016 \$	2015 \$
Insurance Premiums		
Business & Premises	14,558	12,047
Workers Compensation	3,142	6,784
Interest Paid Other Persons		
Bananacoast C C Union Ltd	130	1,309
Australian Insurance Solutions Pty Ltd	964	1,000
Lease Charges - Finance	969	416
Leave Entitlements Provided		
Annual Leave	(10,811)	(3,863)
Long Service Leave	(4,814)	6,087
Licences, Permits & Registrations	2,519	1,479
Member Expenses		
Catering	1,394	6,547
Members Draw	2,660	2,950
Entertainers	10,882	16,122
Pest Control	-	700
Postage, Printing & Stationery	1,777	4,406
Rates	4,539	4,862
Rent	1,665	-
Repairs & Maintenance		
Buildings & Structures	15,169	6,309
Electrical	2,538	1,350
Salaries & Wages		
Administration	89,009	79,752
Security Costs	747	730
Staff Amenities	-	1,100
Staff Training	1,200	5,091
Subscriptions	397	155
Sundry Expenses		
Mowing & Gardening	1,477	907
Sundry Expenses	724	-
Superannuation Contributions		
Other Persons	8,348	8,125
Telephone & Fax	5,206	4,690
Tool Replacements	226	427
Venue Hire	91	906
Travel Expenses	1,775	-
Raffles, Trophies & Prizes		
Bingo	824	1,033
Footy Tipping Competition	4,514	3,167
Bowls Costs	176	100
Raffles	27,431	25,148
Bistro Vouchers	1,658	-
Uniforms	2,550	1,063
Total Expenses	<u>251,231</u>	<u>272,791</u>
Operating Profit	<u>\$43,462</u>	<u>\$39,503</u>

These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Dorrigo Memorial RSL Club Co-op Ltd

Trading Statement

For the Year ended 31 December 2016

	2016 \$	2015 \$
Bar- Sales		
Revenue		
Sales	<u>438,421</u>	<u>410,151</u>
	438,421	410,151
Less: Cost of Sales		
Opening Stock	18,741	19,385
Purchases	237,141	217,881
Packaging	2,264	-
Freight & Cartage	889	817
Gas	4,225	2,927
Replacements	401	343
Salaries & Wages - Bar	166,475	154,941
Superannuation - Other Persons	16,375	12,112
Depreciation	<u>3,399</u>	<u>4,674</u>
	449,910	413,080
Closing Stock	<u>15,619</u>	<u>18,741</u>
	434,291	394,339
Gross Profit	<u>4,130</u>	<u>15,812</u>
Profit from Trading	<u>\$4,130</u>	<u>\$15,812</u>

Dorrigo Memorial RSL Club Co-op Ltd

Trading Statement

For the Year ended 31 December 2016

	2016 \$	2015 \$
Golf Club		
Revenue		
Golf Club Subscriptions	15,185	15,086
Golf Club Green Fees	28,626	29,162
Donations	1,048	9,921
Raffles	2,534	2,259
Golf Sundries	1,231	538
Bar Sales- Golf Club	22,837	24,504
Cart Hire	6,950	-
	<u>78,411</u>	<u>81,470</u>
Less: Cost of Sales		
Affiliation Fees	3,242	2,633
Freight & Cartage	-	68
Interest Paid - Kubota Finance	323	427
Fuel & Oil	5,923	5,554
Rates	3,367	3,430
Salaries & Wages - Cleaning	3,672	3,832
Salaries & Wages - Greens	59,270	48,746
Superannuation - Other Persons	5,779	7,602
Electricity & Gas	2,307	1,988
Fertilisers, Sprays & Poisons	4,160	4,383
Repairs & Maintenance- Plant & Equipment	5,736	3,402
Repairs & Maintenance- Greens	1,617	2,157
Repairs & Maintenance- Golf Clubhouse	1,651	4,926
Trophies & Prizes	2,546	2,561
Telephone & Fax	-	506
Security Costs	-	430
Depreciation	10,270	12,140
Amortisation- Golf Course Improvements	1,291	1,270
Amortisation- Golf Clubhouse	2,174	2,174
Purchases Bar- Golf Club	12,481	12,987
Loss on Scrapping of Assets	328	-
Donations	-	720
	<u>126,137</u>	<u>121,936</u>
	<u>126,137</u>	<u>121,936</u>
Gross Loss	<u>(47,726)</u>	<u>(40,466)</u>
Loss from Trading	<u>(\$47,726)</u>	<u>(\$40,466)</u>

Dorrigo Memorial RSL Club Co-op Ltd

Trading Statement

For the Year ended 31 December 2016

	2016 \$	2015 \$
POKER MACHINES		
Revenue		
Net Poker Machine Revenue	336,256	322,038
Gaming Rebate	17,180	17,180
	<u>353,436</u>	<u>339,218</u>
Less: Cost of Sales		
Duties Paid	4,850	6,630
Data Monitoring Fees	5,087	4,949
Repairs & Maintenance	2,191	55
Salaries & Wages - Gaming	16,941	15,497
Superannuation- Gaming	1,605	1,472
Depreciation	32,479	17,149
Quickchange	240	-
	<u>63,393</u>	<u>45,752</u>
	<u>63,393</u>	<u>45,752</u>
Gross Profit	<u>290,043</u>	<u>293,466</u>
Profit from Trading	<u>\$290,043</u>	<u>\$293,466</u>