

WELLINGTON
SOLDIERS MEMORIAL CLUB LIMITED

**ANNUAL REPORTS
& BALANCE SHEETS
2018**

Annual General Meeting
Tuesday, 16th April 2019 - 7.30pm

NOTICE OF ANNUAL GENERAL MEETING
ABN 92 000 977 891

Notice is hereby given that the ANNUAL GENERAL MEETING of the WELLINGTON SOLDIER'S MEMORIAL CLUB LIMITED will be held on Tuesday 16th April, 2019 at 7.30pm.

BUSINESS

1. Minutes of the last General Meeting
2. Apologies
3. Report
4. Annual Accounts and Balance Sheet
5. Election of Board of Directors
6. Fixing of Allowances / Expenses
7. Any other business of which due notice has been given to the Secretary
8. Appointment of Auditor



David French
Secretary Manager

2019 VOTING - if required.

- i) Voting shall be by ballot
- ii) Board elections will be conducted for one week from the 8th April to 16th April, 2019.

Voting Times

Mon - Fri: 12.00noon - 1.30pm & 5.30pm - 7.30pm

Sat/Sun: 12noon - 2pm & 5.30pm - 7.30pm

Tuesday 16th: 2pm - 4pm

- iii) Each member desiring to vote must personally collect from the Club a ballot and each such completed ballot must be personally lodged by the member of the Club.
- iv) The issue, lodgement and counting of ballots shall be supervised by the auditors.

N.B: The roll for the election will be the list of Honorary Life Members and Ordinary Members as at 5.00pm on Tuesday 16th April 2019.



Soldiers Memorial Club Limited

PRESIDENT'S REPORT

On behalf of the Board of Directors it is once again a pleasure to present the report for the Financial year ending December 2018.

I would like to acknowledge the work and effort from our Secretary/Manager David French and our board of directors.

I am pleased to announce we have shown a surplus of \$364,041 for our financial year which is a very pleasing result.

Throughout the year we finished many improvements; poker machine area, bistro upgrade and walkway to entrance of the club.

We continually upgrade club facilities such as entertainment, restaurant, poker machines, raffles and bingo.

The board has passed extensions for the 75 on Arthur Restaurant for 2019.

Last, but not least, I would like to sincerely thank our dedicated staff for services rendered.

Thank you members for your ongoing patronage and loyalty.

Victor Howe

A handwritten signature in black ink, appearing to read 'V. Howe', written in a cursive style.

President.



Soldiers Memorial Club Limited

TREASURER'S REPORT

The Club for the year 2018 has shown a surplus of \$364,041 after allowing for depreciation of \$350,981 which again is an outstanding result, and shows that the Club is maintaining its cash flow at a level required to meet our commitments. The Board and Management conduct monthly finance meetings to monitor the cash flow situation.

The Club whilst achieving this surplus has continued to meet the cost of repayments of our loan taken out to refurbish the Club. The club paid out one loan during the year of the report.

A couple of the club's major costs were repairs, maintenance and replacements totalling \$118,897 and capital expenditure spent over the term of the report totalling \$319,656, which included the front beautification, being a new covered walkway and landscaping to the entrance of our club.

Club sales increased this year which is pleasing considering the Club industry in NSW is finding it increasingly difficult to maintain sales, along with the ever increasing expenditure, with some Clubs seeking amalgamations to stay open or closing.

As in previous years the Club has continued providing members with promotional activities, Members badge draws are held on Tuesday and Sunday nights with a minimum of \$2,000 being offered along with our raffle. Cash fever draw is also conducted on Sunday night.

On Friday nights the Club has the Spinna Winna raffle along with a cash fever draw and on Saturday nights the Club offers the chance for a member to win a community clubs badge draw that the Club has entered into with other clubs where a minimum of \$10,000 can be won.

The Club has continued supporting local individuals and organisations with donations totalling \$47,573 being given for the year. Local schools, sporting organisations, Torchbearers for Legacy, Wellington Eisteddfod, Wellington Show, Wellington Race Club, Anzac Day luncheon and Cancer Council are some of the many organisations in our community that have benefited from the Clubs support.

Finally I would like to thank our Secretary Manager David French and all the staff at the Club for helping achieve this great result.

David King


Treasurer

CLUB MEMBERS PLEASE NOTE

Members are requested to advise the Secretary Manager in writing seven (7) days prior to the date of the Annual General Meeting of any queries relating to the Financial Statements on which further information may be required. Such information, if available, will be extracted from the Club Records and will be available at the Annual General Meeting.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

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WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 31 December 2018.

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

V Howe
R Edwards
D King
T Dray
P Duffy
R Batho
H Smith
S Jones Appointed 17.4.2018
W Hurst Appointed 17.4.2018
B Clare Resigned 17.4.2018
S Drysdale Resigned 17.4.2018

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

The surplus of the company for the financial year amounted to \$364,041.

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

The principal activities of the company during the financial year were the provision of social facilities for members and guests.

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

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

Information on Directors

Director	Position Held	Years Service	Occupation	Meetings Held	Meetings Attended
V Howe	Chairperson	11	Driver	12	12
S Drysdale	Chairperson	14	Retired	4	4
R Edwards	Vice Chairperson	9	Public Servant	12	12
D King	Treasurer	18	Risk Insurance Officer	12	11
T Dray	Director	5	Retired	12	11
P Duffy	Director	3	Retired	12	8
R Batho	Director	3	Retired	12	11
H Smith	Director	4	Business Owner	12	11
B Clare	Director	4	Retired	4	4
S Jones	Director	1	Electrician	8	8
W Hurst	Director	1	Greenkeeper	8	8

Likely developments in the operations of the entity 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 entity.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

DIRECTORS' REPORT

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

The company is limited by guarantee and has no share capital and no options on shares.


The company is prohibited by its Constitution from paying dividends to members.


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 the company.

Auditors' Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 3.

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

Director: 
V Howe

Director: 
D King

Dated this 13th day of March 2019

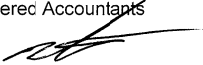
**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
WELLINGTON SOLDIERS MEMORIAL CLUB LTD**

We declare that, to the best of our knowledge and belief, during the year ended 31 December 2018 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: Ryan and Rankmore
Chartered Accountants

Name of Partner:



Roger Estens

Address: 1 Swift Street, Wellington NSW 2820

Dated this 13th day of March 2019

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 \$	2017 \$
Revenue	2	3,317,439	3,202,603
Cost of sales		<u>(1,690,210)</u>	<u>(1,589,234)</u>
Gross profit		1,627,229	1,613,369
Other income	2	150,710	131,471
Occupancy expenses		(136,765)	(121,849)
Other expenses		<u>(1,277,133)</u>	<u>(1,253,927)</u>
Surplus for the year	3	364,041	369,064
Total comprehensive income for the year		<u><u>364,041</u></u>	<u><u>369,064</u></u>
Total comprehensive income attributable to members of the entity		364,041	369,064

The accompanying notes form part of these financial statements.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	1,306,815	1,410,044
Trade and other receivables	5	30,835	26,982
Loans and advances		482	24,948
Inventories	6	52,559	58,024
Other current assets	7	30,798	23,319
TOTAL CURRENT ASSETS		<u>1,421,489</u>	<u>1,543,317</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	4,046,011	3,789,359
Investment property	9	576,024	602,021
Intangible assets	10	69,205	69,205
TOTAL NON-CURRENT ASSETS		<u>4,691,240</u>	<u>4,460,585</u>
TOTAL ASSETS		<u>6,112,729</u>	<u>6,003,902</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	259,477	247,849
Borrowings	12	71,212	71,212
Provisions	13	125,019	123,900
TOTAL CURRENT LIABILITIES		<u>455,708</u>	<u>442,961</u>
NON-CURRENT LIABILITIES			
Borrowings	12	8,974	293,350
Provisions	13	125,597	109,182
TOTAL NON-CURRENT LIABILITIES		<u>134,571</u>	<u>402,532</u>
TOTAL LIABILITIES		<u>590,279</u>	<u>845,493</u>
NET ASSETS		<u>5,522,450</u>	<u>5,158,409</u>
EQUITY			
Retained earnings	14	5,522,450	5,158,409
TOTAL EQUITY		<u>5,522,450</u>	<u>5,158,409</u>

The accompanying notes form part of these financial statements.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	Retained earnings \$	Total \$
Balance at 1 January 2017		4,789,345	4,789,345
Profit attributable to equity shareholders		369,064	369,064
Balance at 31 December 2017		<u>5,158,409</u>	<u>5,158,409</u>
Profit attributable to equity shareholders		364,041	364,041
Balance at 31 December 2018		<u>5,522,450</u>	<u>5,522,450</u>

The accompanying notes form part of these financial statements.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2018

		2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		3,321,280	3,315,504
Payments to suppliers and employees		(2,573,505)	(2,546,135)
Interest received		16,772	15,151
Borrowing costs paid		(19,084)	(23,813)
Net cash provided by operating activities	15	<u>745,463</u>	<u>760,707</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		17,320	-
Payments for property, plant and equipment		(581,636)	(188,503)
Net cash used in investing activities		<u>(564,316)</u>	<u>(188,503)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		(284,376)	(47,839)
Net cash used in financing activities		<u>(284,376)</u>	<u>(47,839)</u>
Net increase (decrease) in cash held		(103,229)	524,365
Cash at beginning of financial year		1,410,044	885,679
Cash at end of financial year	4	<u><u>1,306,815</u></u>	<u><u>1,410,044</u></u>

The accompanying notes form part of these financial statements.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

1 Statement of Significant Accounting Policies

The financial statements cover Wellington Soldiers Memorial Club Ltd as an individual entity. Wellington Soldiers Memorial Club Ltd is a company limited by guarantee, incorporated and domiciled in Australia.

Basis of Preparation

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

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

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

Accounting Policies
Inventories

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.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Property, Plant and Equipment

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

Property

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

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

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

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

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the company includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Investment Property

Investment property includes land and/or buildings that earns rental income or appreciates in value. All tenant leases were made on an arm's length basis. Investment property is recorded at cost less any depreciation and impairment adjustments.

Leases

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

Lease incentives under operating leases are recognised as a liability and amortised over the life of the lease term.

Financial Instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that 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).

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The company's trade and most other receivables fall into this category of financial instruments.

Significant receivables are considered for impairment on an individual asset basis when they are past due at the reporting date or when objective evidence is received that a specific counterparty will default.

The amount of the impairment is the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable.

In some circumstances, the company renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the company does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that do not qualify for inclusion in any of the other categories of financial assets or which have been designated in this category. The company's available-for-sale financial assets comprise listed securities.

Available-for-sale financial assets are measured at fair value, with subsequent changes in value recognised in other comprehensive income.

Gains and losses arising from financial instruments classified as available-for-sale are only recognised in profit or loss when they are sold or when the investment is impaired.

In the case of impairment or sale, any gain or loss previously recognised in equity is transferred to the profit or loss.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

Available-for-sale financial assets

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

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 this indicator exists 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.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss , except for goodwill.

Intangibles

Employee Benefits

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

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 cash flows. Changes in the measurement of the liability are recognised in profit or loss.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Provisions

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

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting year. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of other comprehensive income.

Cash and Cash Equivalents

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.

Revenue and Other Income

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

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

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

Sale of goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Rendering of services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Other income

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

Trade and Other Payables

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

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.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the balance sheet.

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

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 \$	2017 \$
2 Revenue and Other Income		
Revenue		
Sales revenue:		
Sale of goods	3,317,439	3,202,603
Rendering of services	48,546	54,124
	<u>3,365,985</u>	<u>3,256,727</u>
Other revenue:		
Interest received	16,772	15,151
Other revenue	68,072	62,196
	<u>84,844</u>	<u>77,347</u>
Total revenue	<u>3,450,829</u>	<u>3,334,074</u>
Other income		
Capital Gain on Sale of Non-current Assets	17,320	-
Total other income	<u>17,320</u>	<u>-</u>
Interest revenue from:		
Interest Received	16,772	15,151
	<u>16,772</u>	<u>15,151</u>
Other revenue from:		
Rents Received	68,072	62,196
Total other revenue	<u>68,072</u>	<u>62,196</u>
3 Profit for the year		
Expenses Inclusive of;		
Cost of sales	1,690,210	1,589,234
Depreciation of property, plant and equipment	184,331	181,941
Leasing Charges	47,247	51,184
Revenue and Other Income		
Capital Gain on Sale of Non-current Assets	17,320	-

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	\$	\$
4 Cash and Cash Equivalents		
Cash on Hand	151,930	130,000
ANZ Term Deposit	800,000	603,590
General Bank Account - NAB	126,213	72,024
ANZ General Bank Account	142,640	525,619
ANZ E Bet Account	10,001	10,001
ATM Transfer Account - NAB	970	10,670
Keno Bank Account - NAB	46,012	37,954
TAB Account - NAB	29,049	20,186
	<u>1,306,815</u>	<u>1,410,044</u>

Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

Cash on Hand	151,930	130,000
ANZ Term Deposit	800,000	603,590
General Bank Account - NAB	126,213	72,024
ANZ General Bank Account	142,640	525,619
ANZ E Bet Account	10,001	10,001
ATM Transfer Account - NAB	970	10,670
Keno Bank Account - NAB	46,012	37,954
TAB Account - NAB	29,049	20,186
	<u>1,306,815</u>	<u>1,410,044</u>

5 Trade and Other Receivables

Current

Sundry Debtors	21,940	17,360
Keno Clearing Account	1,895	-
FBT Installment	-	2,622
TAB Deposit	7,000	7,000
	<u>30,835</u>	<u>26,982</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 \$	2017 \$
6 Inventories		
Current		
At cost:		
Stock on Hand	<u>52,559</u>	<u>58,024</u>
7 Other Assets		
Current		
Prepaid Expenses	<u>30,798</u>	<u>23,319</u>
8 Property, Plant and Equipment		
LAND AND BUILDINGS		
Freehold land at Cost		
Freehold Land	<u>174,266</u>	<u>174,266</u>
	<u>174,266</u>	<u>174,266</u>
Buildings at Cost		
Buildings	5,604,777	5,261,231
Less accumulated depreciation	<u>(2,397,081)</u>	<u>(2,287,595)</u>
	<u>3,207,696</u>	<u>2,973,636</u>
Total Land and Buildings	<u>3,381,962</u>	<u>3,147,902</u>
PLANT AND EQUIPMENT		
Plant and Equipment:		
At cost	5,541,456	5,303,259
Accumulated depreciation	<u>(4,877,407)</u>	<u>(4,661,802)</u>
Total Plant and Equipment	<u>664,049</u>	<u>641,457</u>
Total Property, Plant and Equipment	<u>4,046,011</u>	<u>3,789,359</u>

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	\$	\$

Movements in Carrying Amounts of Property, Plant and Equipment

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

	Freehold Land	Buildings	Plant and Equipment	Investment Properties	Total
	\$	\$	\$	\$	\$
Balance at 1 January 2017	174,266	3,023,650	702,313	628,054	4,528,283
Additions	-	54,462	134,041	-	188,503
Depreciation expense	-	(104,476)	(194,897)	(26,033)	(325,406)
Balance at 31 December 2017	174,266	2,973,636	641,457	602,021	4,391,380
Additions	-	343,546	249,517	-	593,063
Disposals	-	-	(17,320)	-	(17,320)
Depreciation expense	-	(109,486)	(209,605)	(25,997)	(345,088)
Carrying amount at 31 December 2018	174,266	3,207,696	664,049	576,024	4,622,035

9 Investment Property

Club Investment Properties

Club Residence at Cost	119,966	119,966
Flats - 31 Swift St	348,562	348,562
Maxwell Street Units	318,479	318,479
Balance at end of year	787,007	787,007
Less Accumulated Depreciation	(210,983)	(184,986)
	576,024	602,021

10 Intangible Assets

Poker Machine Licenses	69,205	69,205
Total	69,205	69,205

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 \$	2017 \$
11 Trade and Other Payables		
Current		
TAB Clearing Account	1,056	-
Keno Clearing Account	-	23
Sundry Creditors	90,731	61,318
Trade Creditors	92,292	119,967
Western Cancer Council	31,455	26,419
Subscriptions in Advance	7,178	8,608
PAYG Payable	12,211	11,059
GST Payable	24,554	20,455
	<u>259,477</u>	<u>247,849</u>

The carrying amounts are considered to be a reasonable approximation of fair value.

12 Borrowings

Current

ANZ Finance Loans	<u>71,212</u>	<u>71,212</u>
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Non-Current

Loan - ANZ 79237	<u>8,974</u>	<u>293,350</u>
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Total borrowings	5 <u>80,186</u>	5 <u>364,562</u>
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13 Provisions

Provision for Annual Leave	125,019	123,900
Provision for Long Service Leave	<u>125,597</u>	<u>109,182</u>
Total provisions	<u>250,616</u>	<u>233,082</u>

Analysis of Total Provisions

Current	125,019	123,900
Non-current	<u>125,597</u>	<u>109,182</u>
	<u>250,616</u>	<u>233,082</u>

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 \$	2017 \$
14 Retained Earnings		
Retained earnings at the beginning of the financial year	5,158,409	4,789,345
Net Surplus attributable to members of the company	<u>364,041</u>	<u>369,064</u>
Retained earnings at the end of the financial year	<u><u>5,522,450</u></u>	<u><u>5,158,409</u></u>

15 Cash Flow Information

Reconciliation of Cash Flow from Operations with Surplus after Income Tax

Surplus	364,041	369,064
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Non-cash flows in profit

Depreciation	350,981	325,406
Net gain on disposal of property, plant and equipment	(17,320)	-

Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries

(Increase)/decrease in inventories	5,465	2,577
(Increase)/decrease in other assets	(7,479)	6,071
(Increase)/decrease in trade and other receivables	20,613	19,890
Increase/(decrease) in trade and other payables	11,628	12,288
Increase/(decrease) in provisions	<u>17,534</u>	<u>25,411</u>
	<u><u>745,463</u></u>	<u><u>760,707</u></u>

16 Financial Risk Management

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

Financial Risk Management Policies

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

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

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	\$	\$

The main purpose of non-derivative financial instruments is to raise finance for company operations.
The company does not have any derivative instruments at 31 December 2018.

17 Membership

The club's membership totalled 2178.

18 Statutory Information

The registered office of the company is:

Wellington Soldiers Memorial Club Ltd

75 Arthur St Wellington NSW 2820

The principal place of business is:

75 Arthur St Wellington NSW 2820

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

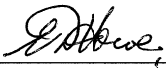
DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 21, for the year ended 31 December 2018 are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards, which, as stated in basis of preparation Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and
 - (b) give a true and fair view of the financial position and performance 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:



V Howe

Director:



D King

Dated this 13th day of March 2019

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Wellington Soldiers Memorial Club Ltd, (the company) which comprises the statement of financial position as at 31 December 2018 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration.

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

- (i) giving a true and fair view of the company's financial position as at 31 December 2018 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards 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 Auditors' Responsibilities for the Audit of the Financial Report section of our report. We are independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditors' report.

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

Responsibilities of Directors' for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891**

Auditors' Responsibility 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 auditors' 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.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891**

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 auditors' 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 auditors' report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

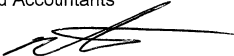
We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation preclude public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891**

Name of Firm: Ryan and Rankmore
Chartered Accountants

Name of Partner:



Roger Estens

Address: 1 Swift Street, Wellington NSW 2820

Dated this 13th day of March 2019

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 \$	2017 \$
SALES		
Sales	3,300,259	3,185,423
OSR GST Rebate	17,180	17,180
	<u>3,317,439</u>	<u>3,202,603</u>
LESS: COST OF GOODS SOLD		
Opening Stock	58,024	60,601
Purchases	360,314	323,784
Closing Stock	(52,559)	(58,024)
	<u>365,779</u>	<u>326,361</u>
LESS: DIRECT COSTS		
Advertising & Resource Materials	21,604	25,377
Wages	564,785	523,417
Licence Fees E Bet Etc	90,329	63,187
Max Gaming	43,888	54,320
Tax	373,920	390,372
Data Monitoring Services	27,302	29,853
Repairs & Maintenance	35,846	32,775
Depreciation	166,757	143,572
	<u>1,324,431</u>	<u>1,262,873</u>
GROSS SURPLUS FROM TRADING	<u>1,627,229</u>	<u>1,613,369</u>
OTHER INCOME		
Subscriptions	7,735	11,980
Money Mate Commission	29,383	30,458
Sundry Income	11,428	11,686
Interest Received	16,772	15,151
Rents Received	68,072	62,196
Capital Gain on Sale of Non-current Assets	17,320	-
	<u>150,710</u>	<u>131,471</u>
	<u>1,777,939</u>	<u>1,744,840</u>

The accompanying notes form part of these financial statements.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	\$	\$
EXPENSES		
Advertising	212,064	214,108
Anzac Day	2,861	2,929
Annual Report Printing	1,145	545
Auditor's Remuneration	23,300	29,564
Bank Charges	3,408	3,178
Cleaning	14,457	9,598
Computer Costs	23,358	24,030
Superannuation	71,227	67,628
Depreciation	184,331	181,941
Donations	43,723	38,799
Electricity	130,427	93,391
Executive Administration	11,096	14,286
Flats Expenses	41,703	18,596
Fringe Benefits Tax	7,482	2,704
Insurance	54,117	52,708
Interest Paid	19,084	23,813
Leasing Charges	47,247	51,184
Legal Costs	8,377	8,390
Licensing Fees	3,701	2,539
Membership Cards	-	3,955
Motor Vehicle Expenses	6,943	5,060
Payroll Tax	4,931	2,209
Director Allowances	15,250	15,250
Printing & Stationery	12,613	11,270
Provision for LSL and Annual Leave	17,534	25,411
Rates - C Council	23,995	16,275
Rates - Water	9,365	9,923
Repairs & Maintenance		
Plant	42,880	30,333
Buildings	16,353	20,553
Grounds	14,564	14,413
	73,797	65,299
Replacements	37,276	52,808
Security Costs	17,370	13,336
Socials	48,744	58,958
Staff Drinks	22,273	15,216
Subscriptions	7,433	6,998
Sundry Expenses	2,032	1,607

The accompanying notes form part of these financial statements.

WELLINGTON SOLDIERS MEMORIAL CLUB LTD
ABN: 92 000 977 891

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 \$	2017 \$
Telephone	6,338	28,458
Uniforms	3,511	2,133
Wages - Other	<u>201,385</u>	<u>201,679</u>
	<u>1,413,898</u>	<u>1,375,776</u>
Surplus	<u><u>364,041</u></u>	<u><u>369,064</u></u>

The accompanying notes form part of these financial statements.

Under the Registered Clubs Act and pursuant to Section 41H (1) the following is important for Members and must be sent to Members, and is in a form approved by the Director of Liquor and Gaming.

All original declarations, disclosures and returns made pursuant to Section 41C, 41D, 41E and 41F and held in the secretary registers, may be inspected by members on written application to the secretary.

Wellington Soldiers Memorial Club Limited

Reporting period year ending 31 December 2018

1	Pursuant to Section 41C to Section 41F the number of declarations received from directors declaring material personal interest.	Nil
	Pursuant to Sections 41E to 41F details of declarations of gifts received from affiliated bodies and contractors, top executives and employees	Nil
2	The number of top executives of the club (if any) whose total remuneration for the reporting period (comprising of salary, allowances and other benefits) falls within each successive \$10,000 band commencing at \$100,000	Nil
3	Details of any overseas travel by a director or employee of the club including date of board approval, name of person travelling, destination, nature or purpose of travel, costs paid for directors or employees and other persons by the club.	Nil
4	Details of any loan in excess of \$1,000 (or which added to other loans amounts to \$1,000 or more) made to an employee of the club, the amount and term of the loan, and interest rate if any.	Nil
5	Details and number of any controlled contracts.	Nil
6	The name of any employee of the club who the registered club is aware is a close relative of a member of the governing body of the club or a top executive of the club and the amount of the remuneration package paid to that employee.	Nil
7	Details of any consultants employed by the Board, date of contract approved by the Board, the name of consultant, nature of consultancy and the costs paid to Consultant.	Nil
8	The total amount paid by the club during the reporting period to consultants other than amounts required to be included in the report under No 7.	Nil
9	Number of settlements with A) Directors and B) employees, total value of all settlements, legal fees paid by the club for the director or employee.	Nil
10	Number of instances when the club paid legal fees with a) directors b) employees that are not included in No 9 above, total value of legal fees paid by the club for the director or employee.	Nil
11	The total amount of profits (within the meaning of Gaming Machine Tax Act 2001) from the operation of approved gaming machines in the club during the period 12 months ending 31st August in the year to which the report relates (gaming machine tax period)	\$2,704,580
12	The amount applied by the club during the gaming machine tax period to community development and support under Part 4 of the Gaming Machine Tax Act 2001.	\$47,574