



**ClubRocky's**



**ClubRocky's**

**40TH  
ANNUAL REPORT  
2014**

**ROCKDALE RSL SUB-BRANCH CLUB LIMITED**

**ABN: 48 001 286 228**

## **PRESIDENTS REPORT**

Dear Members,

I present to you the 40<sup>th</sup> Annual General Report for Rockdale RSL Sub-branch Club Limited for the period ended 31 December 2014.

Core trading remained flat during the year, down less than 1% over the previous year. Overall, in relation to the economy, this was a good result, but an improvement certainly would have been more acceptable. Core expenses have been reduced by more than 16% over the previous year, and this is an extremely satisfying aspect of our trading, and reflects the hard work of management and staff to put the Club onto a profitable footing. Amortisation, depreciation and other related expenditure created an overall loss for the year, but this was just over 31% less than last year. When allowance for Income tax expense, the loss was more than 18% less than the previous year.

Whilst not being content until the Club returns the full profitability, your Board is extremely pleased with the reduction in the loss, and the measures which have been put in place over the past year. The forthcoming couple of years will certainly give us more opportunities to implement more cost saving processes and increase our income. Obviously the formula will be increased income plus contained expenditure will equal improved performance and profitability.

During the year, our Vice President (and President of the sub-Branch) Peter Lyons passed away. Peter had been struggling with illness for a long period of time, but his passing was unexpected and a great loss to us all. The day of his funeral was wild, wet and windy which only added to the sombre occasion. Commiserations and our thoughts from you all were passed onto Peter's family, as they were to all our members who lost loved ones during the year. Rest in Peace.

At the time of going to press with my report, the Club is in negotiations with the sub-Branch to purchase the building in which the Club is situated. I am confident these negotiations will be fruitful to all parties, and we can reach an amicable outcome early in 2015. We will then be in a better position to control our destiny, and enable us to continue to trade for many years to come. I will place updates on our website as they occur.

There have been a number of members made Life Members over the years, but there has not been any formal recognition of the bestowment of Life Membership. To rectify this omission, we have decided to present to each Life Member (and to the families of those deceased Life Members) a certificate and badge. This presentation will be made during the Annual General meeting on the 31st May.

Thank you to my fellow Directors, and the Management and staff for their continuing support during the year. Our auditor, Paul de Maria continues to provide outstanding professional advice which is greatly appreciated.

Thank you to those members who have supported us during the year, and look forward to your ongoing support. Catch you at Club Rocky soon.

**Andrew P. Dale**  
President and  
Chairman of Directors

## SECRETARY MANAGERS REPORT

Dear Members

Please find outlined below department figures for 2014 with comparisons to 2013.

### RENT TRADING

Rent received	\$177,969	2013	\$178060	-0.05%
Expenses	\$123934	2013	\$130558	Reduction of \$6624 or 5.075%
Net Income	\$54035	2013	\$47501	Increase of \$6534 or 13.75%

As the figures show there was a reduction of Rent received which was due to having less properties, however expenses were reduced to give an increased net income.

### BAR TRADING

Sales	\$582350	2013	\$673373	Reduction of \$91023 or 13.51%
Expences	\$304623	2013	\$405581	Reduction of \$100958 or 24.81%
Net loss	\$2139	2013	\$40990	an improvement of \$38851 or 94.5%

### POKER MACHINES

Gross Income	\$9364564	2013	\$9166936	Increase of \$197628 or 2.15%
Jackpots	\$6208863	2013	\$6081059	Increase of \$127804 or 2.10%
Gross net	\$3172880	2013	\$3103057	increase \$9823 or 2.25%

[These figures include a GST rebate of \$17180]

Direct Costs	\$1293985	2013	\$1440946	a decrease of \$146961 or 10.19%
Net profit	\$1,878,894	2013	\$1662111	increase of \$216783 or 13.04%

### KENO TAB AND COMMISSIONS.

Income	\$124203	2013	\$146210	Reduction of \$22007 or 15.05%
Direct Costs	\$126849	2013	\$142383	Reduction of \$15534 or 10.91%

Net Loss of \$2646 compared to a profit of \$3826 last year

## **GENERAL EXPENSES.**

General expenses increased by \$16463 or .65% to \$2514268 compared to 2013 figure of \$2,497,805.

After allowing for a tax payment of \$94099 Rockdale RSL Club showed a loss of \$27033 for the year ending December 31<sup>st</sup> 2014.

President Andrew and The Board of Directors thank you for having the faith in me to implement your policies and directions.

During the year we lost Peter Lyons a long time director and President of the Sub-Branch my condolences to his family and the families of all other members who have lost their loved ones.

A special thank you to management team of Jon, Steve and Rowland also to Jennean, Bill Natasa, Denise and all other staff your efforts during the year were appreciated.

To all our members **Thank You** for your loyalty and support.

I would like to remind members that it is a requirement that your current membership card be presented to the door person on entry to the club at all times

**Bill Campbell**  
**Secretary Manager**

**ROCKDALE R S L SUB BRANCH CLUB LIMITED**  
**48 001 296 228**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2014**

**Liability limited by a scheme approved under  
Professional Standards Legislation**

**ROCKDALE RSL SUB-BRANCH CLUB LTD**

**A.B.N: 48 001 286 228**

**DIRECTOR'S REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2014**

The directors of Rockdale RSL Sub-Branch Club Ltd present their report of the financial reports of the Company (the Company or the Club) for the financial year ended 31 December 2014 and the auditor's report thereon.

**DIRECTORS**

The directors of the Company at any time during or since the end of the financial year are as follows. All directors held office for the entire financial year and up to the date of this report, unless otherwise stated:

**Dale, Andrew Phillip**

Position - President

Director - Appointed 6 April 1992

Club membership - Joined 1983

Qualifications - Naval officer

**Hooper, Ronald William**

Position - Associate Director and member of all Sub committees

Director - Appointed 6 April 1992

Club membership - Joined 1979

Qualifications - Retired gaming security

**Johansen, Keith William**

Position - Associate Director and member of all Sub committees

Director - Appointed 4 July 2012

Club membership - Joined 1960

Qualifications - Retired bank manager

**Johnson, Barry Robert**

Position - Associate Director and member of all Sub committees

Director - Appointed 19 May 2013

Club membership - Joined 1998

Qualifications - Retired sheet metal worker

**Mann,Christina**

Position - RSL Director and member of all Sub committees

Director - Appointed 25 May 2014

Club Membership - Joined 2010

Qualifications - Court Administrator

**Lyons, Peter John**

Position - RSL Director and member of all Sub committees

Director - Appointed 29 May 2006

Club membership - Joined 1992

Qualifications - Retired bank IT systems manager

**COMPANY SECRETARY**

William Richard CAMPBELL held the position of Company Secretary at the end of the financial year.

William Richard CAMPBELL was appointed Company Secretary on 29 May 2006.



## DIRECTORS MEETINGS

The number of directors' meetings (including meetings of committees of directors) attended by each of the directors and number of meetings of the Company during the financial year are:

	Board Meetings		Committee Meetings	
	Number of meetings attended	Number of meetings held*	Number of meetings attended	Number of meetings held*
A Dale	10	10	-	-
R Hooper	10	10	-	-
K Johansen	8	10	-	-
B Johnston	10	10	-	-
K Lynch	4	4	-	-
P Lyons	4	10	-	-
C Mann	6	8	-	-
			-	-

\* Number of meetings held during the time the Director held office during the year

## OBJECTIVES AND STRATEGIES

### Short term objectives:

To turn the Clubs results into profit to then reduce debt in order to have the ability to provide for the use of members and their guests a welcoming Community Club with modern facilities and amenities. To continue to support the wider local community and foster a relationship to maximise our exposure and involvement with our local area.

### Long term objectives:

The Club's objectives are focused on two key areas - the provision of premium recreational and leisure facilities and services to the local community and the promotion of the social welfare of its members and local community. This is achieved through the provision of excellent customer service and facilities which are targeted at the local demographic while maintaining the objective of the Club and the RSL movement through prudent resource management and social responsibility.

The Club continues its long term strategy of solid financial investment in the building infrastructure and operational facilities to enhance and grow its presence with members, visitors and the community .

### Strategies

The Club's Strategic Plans are reviewed on a regular basis to ensure relevance in achieving our goals. Through the use of professional finance management and key performance indicators combined with proactive culture these strategies are achieved.

## PRINCIPAL ACTIVITIES

The principal activity of the Company during the year has continued to be that of a licensed social club for its members and non-member visitors.

There were no significant changes in the nature of the activities of the Company during the year.

## OPERATING AND FINANCIAL REVIEW

The net operating loss after providing for income tax amounted to \$613373 less profit on sale of Club Real Estate for \$586339, thus resulting in an overall loss for the year of \$27034. This compares with the ordinary operating loss of \$754131 the previous year less profit on sale of Poker Machine Entitlements of \$145000, resulting in an overall loss for the year of \$609131.

Reports on expenses and revenue streams are utilised to make informed and accurate financial decisions. The Board of directors consider these measures to be the key to a sound financial management ensuring business activities are managed in a pro-active manner. These reports are linked to the short and long term objectives and strategies to ensure the business activities are on track.

## MEMBERSHIP

Rockdale RSL Sub-Branch Club Limited is a company limited by guarantee and without share capital under the Corporations Act, incorporated in Australia. The amount of capital which is capable of being called up in the event of and only for the purpose of, a winding up of the company is not to exceed \$2.00 per member virtue of the Company's Memorandum and Articles of Association.

The number of financial members at the end of the year was 2872 {2013: 2986}

## SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Rockdale RSL Sub-branch Club Limited (the Club) has entered into negotiations with Rockdale RSL Sub-branch (the Sub-branch) for the purchase of the property known as 45 Bay Street, Rockdale, being the property upon which the Club is situated.

## AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration is attached and forms part of the Directors' Report for the financial year ended 31 December 2014.

This report is made in accordance with a resolution of the directors:



.....  
Chairman of Directors

  
.....  
Director

Dated this 6<sup>th</sup> day of May 2015

AUDITORS' INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

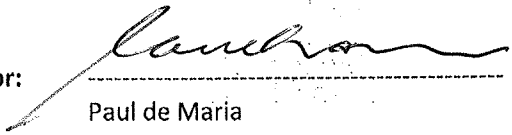
TO THE DIRECTORS OF  
ROCKDALE RSL SUB-BRANCH CLUB LTD

We hereby declare that, to the best of our knowledge and belief, during the financial year ended 31 December 2014 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: Hales Redden  
Chartered Accountants

Name of Director:

  
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Paul de Maria

Address: 24 Bay Street, Rockdale NSW 2216

Dated this

6<sup>th</sup> day of May 2015

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 \$	2013 \$
Revenue	2	4,107,130	4,171,929
Cost of sales		<u>(279,866)</u>	<u>(308,784)</u>
Gross profit		3,827,264	3,863,145
Depreciation and amortisation expenses		(427,866)	(568,673)
Finance costs		(25,343)	(29,693)
Other expenses	3	<u>(3,893,327)</u>	<u>(4,018,909)</u>
<b>Profit/(Loss) before income tax</b>		(519,273)	(754,131)
Income tax expense	4	<u>(94,099)</u>	<u>-</u>
<b>Loss after income tax</b>		(613,372)	(754,131)
<b>Other comprehensive income:</b>			
Net gain on sale of Property		586,339	-
Net gain on sale of Poker Machines Entitlements		<u>-</u>	<u>145,000</u>
<b>Other comprehensive income for the year, net of tax</b>		586,339	145,000
<b>Total comprehensive income attributable to members of the entity</b>		<u><u>(27,033)</u></u>	<u><u>(609,131)</u></u>

The accompanying notes form part of these financial statements.

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2014**

	Note	2014 \$	2013 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	271,851	215,643
Trade and other receivables	6	130,158	184,233
Inventories	7	74,108	66,695
<b>TOTAL CURRENT ASSETS</b>		<b>476,117</b>	<b>466,571</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	3,951,782	4,473,719
<b>TOTAL NON-CURRENT ASSETS</b>		<b>3,951,782</b>	<b>4,473,719</b>
<b>TOTAL ASSETS</b>		<b>4,427,899</b>	<b>4,940,290</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	306,217	540,265
Financial liabilities	10	317,183	573,755
Provisions	11	257,508	286,609
<b>TOTAL CURRENT LIABILITIES</b>		<b>880,908</b>	<b>1,400,629</b>
<b>NON-CURRENT LIABILITIES</b>			
Trade and other payables	9	84,965	50,600
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>84,965</b>	<b>50,600</b>
<b>TOTAL LIABILITIES</b>		<b>965,873</b>	<b>1,451,229</b>
<b>NET ASSETS</b>		<b>3,462,026</b>	<b>3,489,061</b>
<b>EQUITY</b>			
Retained earnings	12	3,462,026	3,489,060
<b>TOTAL EQUITY</b>		<b>3,462,026</b>	<b>3,489,060</b>

The accompanying notes form part of these financial statements.

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	Retained Earnings / (Accumulated losses) \$	Total \$
<b>At 1 January 2013</b>		4,098,190	4,098,190
Loss for the year		(609,131)	(609,131)
<b>At 31 December 2013</b>		<u>3,489,059</u>	<u>3,489,059</u>
Loss for the year		(27,034)	(27,034)
<b>At 31 December 2014</b>		<u>(27,034)</u> <u>3,462,026</u>	<u>(27,034)</u> <u>3,462,026</u>

The accompanying notes form part of these financial statements.

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 \$	2013 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	4,107,125	4,187,345
Payments to suppliers and employees	(4,319,926)	(4,425,345)
Interest received	5	4
Income Taxes (Paid)/Refunds	-	12,144
<b>Net cash provided by (used in) operating activities</b>	<u>(212,796)</u>	<u>(225,852)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	945,131	21,000
Proceeds from sale of poker machine entitlements	-	145,000
Payments for property, plant and equipment	(248,738)	(195,252)
<b>Net cash provided by (used in) investing activities</b>	<u>696,393</u>	<u>(29,252)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Funds (to)/from borrowings	(168,601)	966
<b>Net cash provided by (used in) financing activities</b>	<u>(168,601)</u>	<u>966</u>
Net increase (decrease) in cash held	314,996	(254,138)
Cash at beginning of year	(265,832)	(11,694)
Cash at end of year	<u><u>49,164</u></u>	<u><u>(265,832)</u></u>

The accompanying notes form part of these financial statements.

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

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## **Corporate Information**

The financial statements of the Rockdale RSL Sub-Branch Club Ltd (the Company) for the year ended 31 December 2014 were authorised for issue in accordance with a resolution of directors on 17 March 2015

The Rockdale RSL Sub-Branch Club Ltd is a company limited by guarantee, incorporated and domiciled in Australia. The address of the Company's registered office is 41-45 Bay Street, Rockdale, New South Wales, 2216.

The Company is primarily involved in the conduct and promotion of a licensed social club for its members and non-member visitors to the Company's facilities.

## **1 Statement of Significant Accounting Policies**

### **Basis of Preparation**

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements (AASBs) and Interpretations issued by the Australian Accounting Standards Board (AASB), the *Corporations Act 2001* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such policies are consistent with those of previous periods unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

### **Revenue Recognition**

Revenue is recognised when the Company is legally entitled to the income and the amount can be quantified with reasonable accuracy. Revenues are recognised net of the amounts of goods and services tax (GST) payable to the Australian Taxation Office. Sales revenue is recognised when the control of goods passes to the customer.

Interest income on bank deposits is recognised as it accrues in profit or loss, using the effective interest method.

### **Expenditure**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to a particular category they have been allocated to activities on a basis consistent with use of the resources.

### **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.



**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

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**Inventories**

Inventories are measured at the lower of cost and or net realisable value. The cost of inventories is based on the first-in-first-out (FIFO) principle, and includes expenditure incurred in acquiring the inventories and other costs incurred in bringing them to their existing location and condition.

**Property, Plant and Equipment**

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

**Property**

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the cost of replacing part of an existing investment property at the time that cost is incurred if the recognition criteria are met, and excludes the costs of day-to-day servicing of an investment property. Investment properties are derecognised when they have been disposed of. Any gain or losses on disposal of an investment property are recognised in statement of comprehensive income in the year in which they arise.

Freehold land and buildings are measured initially at cost, including transaction costs.

**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 the director 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 income statement during the financial period in which they are incurred.

**Depreciation**

Depreciation is based on the cost of an asset less its residual value. Significant components of individual assets are assessed and if a component has a useful life that is different from the remainder of that asset, that component is depreciated separately.

Depreciation is recognised in profit or loss on a straight-line basis over the estimated useful life's of each component of an item of property, plant and equipment. Land is not depreciated.

The average depreciation rates in the current and comparative years are as follows:

- Leasehold Improvements - 10%
- Plant and Equipment - 20% - 30%
- Motor Vehicles - 25%

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

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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.

**Trade Creditors and Other Payables**

Trade payables and other payables represent liabilities for goods and services provided to the Company prior to the end of the financial year that are unpaid. These amounts are usually settled in accordance to terms of trade. The carrying amount of the creditors and payables is deemed to reflect fair value.

**Employee Benefits**

Provision is made for the liability due to employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year together with benefits arising from wages and salaries, sick leave and annual leave which will be settled after one year, have been measured at their nominal amount. Other employee benefits payable later than one year have been measured at the present value of the estimate future cash outflows to be made for those benefits.

Contributions are made to employee superannuation funds and are charged as expenses when incurred. All employees are entitled to varying levels of benefits on retirement, disability or death. The superannuation plans or equivalent provide accumulated benefits. Contributions are made in accordance with the statutory requirements of each jurisdiction.

**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.

**Income Tax**

Based upon the provisions of the Income Tax Act the company is liable for income tax only on the proportion of other net income deemed to be derived from the activities of non members based on the formula based on attendance surveys.

**Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

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

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 \$	2013 \$
<b>2 Revenue</b>		
<b>Operating Activities (Revenue);</b>		
Bar Sales	582,350	673,374
Poker Machine Takings	3,172,881	3,103,057
Interest Received	5	4
Rental Income	206,515	204,788
Commissions	124,204	146,210
Insurance Recovery	3,100	13,680
Sundry Income	4,977	19,238
Members Subscriptions	13,098	11,577
	<u>4,107,131</u>	<u>4,171,929</u>
<b>Non operating</b>		
Capital Profit on Sale of Properties	586,339	-
Capital Profit on Sale of Poker Machine Entitlements	-	145,000
<b>Total Revenue</b>	<u>4,693,469</u>	<u>4,316,929</u>
<b>3 Expenses from Ordinary Activities</b>		
<b>Expenses</b>		
Employee Wages	975,311	1,069,784
Entertainment	475,600	530,852
Poker Machine Duty	519,948	509,843
Other expenses from ordinary activities	1,403,194	1,908,430
<b>Total Expenses</b>	<u>3,374,053</u>	<u>4,018,909</u>
<b>4 Income Tax Expense</b>		
Income Tax Expense	94,099	-
<b>Total Income Tax Expense</b>	<u>94,099</u>	<u>-</u>

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 \$	2013 \$
<b>5 Cash and Cash Equivalents</b>		
<b>Current</b>		
Cash on Hand	245,000	202,113
TAB Float	5,000	5,000
Gift Vouchers Control Account	3,740	4,670
National Australia Bank - Tab	1	-
National Australia Bank - Card IT &	18,110	3,860
	271,851	215,643
<b>Reconciliation of cash</b>		
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	245,000	202,113
TAB Float	5,000	5,000
Gift Vouchers Control Account	3,740	4,670
National Australia Bank Accounts	(204,576)	(477,615)
	49,164	(265,832)
<b>6 Trade and Other Receivables</b>		
<b>Current</b>		
Sundry Debtors	8,875	5,847
GST Clearing Account	7,724	23,708
Tax Refundable	-	-
Prepayments	113,559	154,678
<b>Total Trade and Other Receivables</b>	<b>130,158</b>	<b>184,233</b>
<b>7 Inventories</b>		
<b>Current</b>		
Trading Stock - at cost	74,108	66,695
<b>Total Inventories</b>	<b>74,108</b>	<b>66,695</b>

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 \$	2013 \$
<b>8 Property, Plant and Equipment</b>		
<b>FREEHOLD PROPERTY</b>		
Pre Acquisition Costs	6,800	-
8/10 Chapel Street Rockdale	-	147,848
7/10 Chapel Street Rockdale	150,760	150,760
15/ 10 Chapel Street Rockdale	-	146,595
Lot 10 Catalina Close Nelsons Bay	296,913	296,913
18 Rigney St Shoal Bay	309,564	309,564
41 Bay Street Rockdale	1,309,892	1,309,892
7 Palm Street Tuncurry	519,519	519,519
	<u>2,593,448</u>	<u>2,881,091</u>
<b>LEASEHOLD IMPROVEMENTS</b>		
Property Leasehold Improvements	4,490,509	4,477,510
Less accumulated depreciation	(4,187,498)	(4,038,254)
	<u>303,011</u>	<u>439,256</u>
<b>Total Land and Buildings</b>	<u>2,896,459</u>	<u>3,320,346</u>
<b>PLANT AND EQUIPMENT</b>		
Plant and Equipment	1,793,235	1,771,060
Accumulated depreciation	(1,566,082)	(1,534,369)
	<u>227,153</u>	<u>236,691</u>
Motor Vehicles	35,966	35,966
Accumulated depreciation	(29,262)	(27,027)
	<u>6,704</u>	<u>8,939</u>
Poker Machines	2,648,021	2,698,781
Accumulated depreciation	(1,975,102)	(1,985,035)
	<u>672,919</u>	<u>713,746</u>
Bar Furniture & Fittings	359,775	362,866
Accumulated depreciation	(334,323)	(331,300)
	<u>25,452</u>	<u>31,566</u>
Unit Furniture & Fittings	99,829	134,139
Accumulated depreciation	(57,399)	(61,492)
	<u>42,430</u>	<u>72,647</u>

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 \$	2013 \$
Air Conditioning Plant	393,160	393,160
Accumulated depreciation	<u>(340,604)</u>	<u>(333,810)</u>
	52,556	59,350
Café Equipment	76,944	76,944
Accumulated depreciation	<u>(67,199)</u>	<u>(64,876)</u>
	9,745	12,068
Crockery, Cutlery & Utensils	<u>18,364</u>	<u>18,364</u>
<b>Total Plant and Equipment</b>	<u>1,055,323</u>	<u>1,153,372</u>
<b>Total Property, Plant and Equipment</b>	<u><u>3,951,782</u></u>	<u><u>4,473,719</u></u>
<b>9 Trade and Other Payables</b>		
<b>Current</b>		
GST & Income Tax Payable	104,264	-
Trade Creditors	193,379	526,762
Income in Advance	8,574	13,503
<b>Current Trade and Other Payables</b>	<u>306,217</u>	<u>540,265</u>
<b>Non-Current</b>		
Trade Creditors	84,965	50,600
<b>Non Current Trade and Other Payables</b>	<u>84,965</u>	<u>50,600</u>
<b>Total Trade and Other Payables</b>	<u><u>391,182</u></u>	<u><u>590,865</u></u>

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 \$	2013 \$
<b>10 Financial Liabilities</b>		
<b>Current</b>		
National Australia Bank	222,687	481,475
Hunter Premium Funding	87,336	85,120
GST Rebate Scheme	7,160	7,160
	317,183	573,755
<b>11 Provisions</b>		
Provision for Holiday Pay	115,554	131,912
Provision for Long Service Leave	141,954	154,697
	257,508	286,609
<b>12 Retained Earnings</b>		
Retained earnings at the beginning of the financial year	3,489,060	4,098,190
Net profit/(loss) attributable to members of the company	(27,034)	(609,131)
	3,462,026	3,489,060
<b>13 Cash Flow Information</b>		
<b>Reconciliation of net cash</b>		
Operating profit (loss) after income tax	(27,034)	(609,131)
<u>Non Cash Flows in Operating Profit:</u>		
Amortisation	149,244	150,700
Depreciation	278,622	417,973
Net gain on disposal of Property	(586,339)	-
Net gain on disposal of Poker Machine Entitlements	-	- 145,000.00
<u>Change in Assets &amp; Liabilities:</u>		
(Increase)/Decrease in Sundry Debtors	(3,028)	1,918
(Increase)/Decrease in Current Inventories	(7,413)	10,151
(Increase)/Decrease in Prepayments	41,119	(49,044)
Increase/(Decrease) in Sundry Creditors	10,164	(935)
Increase/(Decrease) in Trade Creditors	(128,201)	(44,342)
Increase/(Decrease) in Income in Advance	(4,928)	13,503
Increase/ (Decrease) in Provisions	(29,101)	16,211
Increase/ (Decrease) in Tax Liability	94,099	12,144
<b>Net Cash Provided by Operating Activities</b>	(212,796)	(225,852)

**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

2014  
\$

2013  
\$

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**14 Financial Instruments**

**Financial Risk Management**

The company's financial instruments consists primarily of deposits with banks, cash on hand, core and non core real estate assets, accounts receivable and payable, finance arrangements and leases.

The company does not have any derivative instruments at 31 December 2014

**15 Capital Commitments**

There are no capital expenditure commitments contracted for at balance date.

**16 Related Parties and Related-Party transactions**

(a)

As authorised at the Company's Annual General Meeting, the President received a \$3,500 honorarium (2013: \$3,500). With the exception of this, no other director received any remuneration during the year, or in prior year.

During the year, conference and seminar expenses totalling \$295 (2013: \$289) incurred by directors in fulfilling their role were reimbursed.

There were no person(s) related to a director or top executive employed during the year.

(b) The club did not enter into any contract with any of the directors or top executives during the year, or in any contract in which a director or top executive had an interest.

(c) The club did not incur any legal fees on behalf of its directors, top executives or employees during the year.

**17 Net Revenue from Poker Machine Takings**

The total amount of profits (within the meaning of the Gaming Machines Act 2001) from the operations of approved gaming machines in the club during the 12 month gaming machine tax period ending on 31 August 2014 was \$3412168

**18 Community Development and Support**

The amount applied by the Club to the Community Development and Support under part 4 of the Gaming Machine Tax Act 2001 for the year ended 31 August 2014 was \$44951



**ROCKDALE RSL SUB-BRANCH CLUB LTD**  
**A.B.N: 48 001 286 228**

**DIRECTOR'S DECLARATION**

In the opinion of the Directors of Rockdale RSL Sub-Branch Club Ltd (the Company):

(a) the financial statements and notes that are attached are 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 2014 and of its performance for the financial year ended on that date; and

(ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*; and

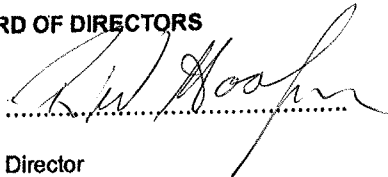
(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Directors and is signed for and on behalf of the Directors by:

**SIGNED in accordance with the resolution of the BOARD OF DIRECTORS**



Chairman of Directors



Director

Dated this <sup>6<sup>th</sup></sup> day of

may 2015

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF ROCKDALE RSL SUB-BRANCH CLUB LTD  
A.B.N: 48 001 286 228**

**Report on the Financial Report**

We have audited the accompanying financial report of Rockdale RSL Sub Branch Club Ltd (the "Company") which comprises the statement of financial position as at 31 December 2014, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the director's declaration.

**Director's Responsibility 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 is free from material misstatement whether due to fraud or error.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with the Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from 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 auditors' 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 auditors consider internal control relevant to the entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the director, as well as evaluating the overall presentation of the financial report.

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

**Independence**

In conducting our audit, we are complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Rockdale RSL Sub-Branch Club Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

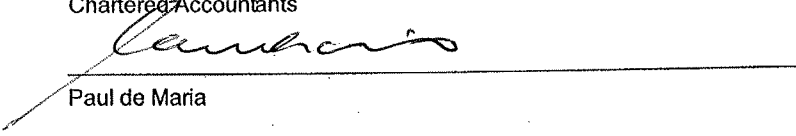
**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF ROCKDALE RSL SUB-BRANCH CLUB LTD  
A.B.N: 48 001 286 228**

**Auditors' Opinion**

In our opinion the financial report of Rockdale RSL Sub-Branch Club Ltd 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 2014 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

**Name of Firm:** Hales Redden  
Chartered Accountants

**Name of Director:**   
Paul de Maria

**Address:** 24 Bay Street Rockdale NSW 2216

**Dated this** 6<sup>th</sup> **day of** May 2015

## ROCKDALE RSL SUB-BRANCH CLUB LIMITED

### Core and Non Core Properties 2014

#### **Core Properties**

Lot 10 Catalina Close Nelson Bay  
18 Rigney Street Shoal Bay  
7 Palm Street Tuncurry

#### **Non Core Properties**

7/10 Chapel Street Rockdale  
41 Bay Street Rockdale