

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED

AND CONTROLLED ENTITY

ABN 56 000 144 963

FINANCIAL REPORT

YEAR ENDED 30 JUNE 2023

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**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DIRECTORS' REPORT
YEAR ENDED 30 JUNE 2023**

Your directors present their report on the company and its controlled entity for the financial year ended 30 June 2023.

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

Peter Comerford	Francis J McKey
John Z Black	Vickie McAlister
James Battese	Sharon Davidson
Trudy Lamont	Scott Brereton
Brad Birney	Troy Freeburn

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

Principal Activities

The principal activities of the consolidated entity during the financial year were:

- The operation of a licensed club and;
- Landlords of investment properties.

The consolidated entity's short term and long term objectives are:

- To provide social, recreation and sporting facilities for its members.

To achieve these objectives the consolidated entity has adopted the following strategies:

- For the licensed club to provide excellent facilities and service to its members and that the Club achieve a level of profitability that provides stability to the consolidated entity.
- For the presentation and appearance of the Shopping Centre be maintained at its high level ensuring occupancy by tenants and patronage by shoppers.
- For the club staff to be trained and skilled to a level of service that members expect.

The consolidated entity's performance is measured principally in its monetary profitability, other measures adopted are members and tenants satisfaction levels.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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DIRECTORS' REPORT
YEAR ENDED 30 JUNE 2023**

Information on Directors

Director	Qualifications & Experience	Special Responsibility
Peter A Comerford - resigned 23/2/23	Solicitor	Former Director & President
Francis J McKey	Monumental Mason	Director & Vice President
James A Battese	Purchasing Officer	Director & Vice President
John Z Black	Pharmacist	Director & Treasurer
Brad Birney	Corporate & Community Manager	Director & President
Scott Brereton	Business Proprietor	Director
Trudy Lamont	Solicitor	Director
Sharon Davidson	Council Employee	Director
Vickie McAlister	Retired	Director
Troy Freeburn	Senior Policy Officer AECG	Director

Meeting of Directors

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

Directors Meetings

	Monthly Board Meetings		Special Board and Committee Meetings	
	Eligible to Attend	Attended	Eligible to Attend	Attended
Peter A Comerford	8	8	7	3
Francis J McKey	12	12	7	7
James A Battese	12	12	7	7
John Z Black	12	11	7	7
Brad Birney	12	12	7	7
Scott Brereton	12	11	7	7
Trudy Lamont	12	12	7	7
Sharon Davidson	12	10	7	7
Vickie McAlister	12	11	7	7
Troy Freeburn	2	2	3	3

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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DIRECTORS' REPORT
YEAR ENDED 30 JUNE 2023**

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company. At 30 June 2023, the total amount that members of the company are liable to contribute if the company is wound up is \$18,556 (2022: \$16,672).

Operating Results

The operating profit for the club for the financial year amounted to \$1,844,252 (2022: \$1,834,886).

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2023 has been received and is enclosed with the financial report.

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



B Birney
Director

Dated this day 9th November 2023



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of Casino Returned Servicemen's Memorial Club Limited and its controlled entity for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.

This declaration is in relation to the Casino Returned Servicemen's Memorial Club Limited and the entity it controlled during the period.

Dated at Lismore this 9th day of November 2023.

**THOMAS NOBLE & RUSSELL
CHARTERED ACCOUNTANTS**

Per:

A J BRADFIELD (Partner)
Registered Company Auditor

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Lismore NSW 2480
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**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2023**

	Notes	Consolidated Group	
		2023	2022
		\$	\$
Revenue	2	15,651,915	12,849,332
Cost of Goods Sold		(2,256,319)	(1,687,294)
Employee Benefits Expense		(4,294,969)	(3,100,456)
Depreciation and Amortisation Expense		(1,245,229)	(1,280,643)
Gaming Expenses		(2,299,995)	(1,668,499)
Other Expenses		(3,518,667)	(3,029,681)
Finance Costs		<u>(20,865)</u>	<u>(32,828)</u>
Profit Before Income Tax		2,015,871	2,049,931
Income Tax Expense	3	(171,619)	(215,045)
		<u>1,844,252</u>	<u>1,834,886</u>
Profit Attributable to Members of the Company		<u>1,844,252</u>	<u>1,834,886</u>
Other Comprehensive Income		<u>-</u>	<u>-</u>
Total Comprehensive Income		<u><u>1,844,252</u></u>	<u><u>1,834,886</u></u>

This Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023**

	Notes	Consolidated Group	
		2023	2022
CURRENT ASSETS			
Cash and Cash Equivalents	4	1,087,267	4,996,822
Financial Assets	5	4,500,000	-
Trade and Other Receivables	6	82,163	109,736
Inventories	7	127,171	104,845
Other Assets	8	352,895	303,778
TOTAL CURRENT ASSETS		<u>6,149,496</u>	<u>5,515,181</u>
NON-CURRENT ASSETS			
Financial Assets	5	1,000,000	-
Property, Plant and Equipment	9	16,376,439	16,487,992
Right of Use Assets	10	336,693	556,270
Intangible Assets	11	1,251,645	1,251,645
Deferred Tax Assets	12	62,060	55,711
TOTAL NON-CURRENT ASSETS		<u>19,026,837</u>	<u>18,351,618</u>
TOTAL ASSETS		<u>25,176,333</u>	<u>23,866,799</u>
CURRENT LIABILITIES			
Trade and Other Payables	14	947,698	1,252,123
Borrowings	15	320,718	418,597
Current Tax Liabilities	16	19,285	44,436
Provisions	17	413,691	315,250
Other Liabilities	18	168,252	161,622
Lease Liabilities	10	189,528	271,888
TOTAL CURRENT LIABILITIES		<u>2,059,172</u>	<u>2,463,916</u>
NON-CURRENT LIABILITIES			
Provisions	17	115,738	96,398
Lease Liabilities	10	55,167	204,480
TOTAL NON-CURRENT LIABILITIES		<u>170,905</u>	<u>300,878</u>
TOTAL LIABILITIES		<u>2,230,077</u>	<u>2,764,794</u>
NET ASSETS		<u>22,946,256</u>	<u>21,102,004</u>
EQUITY			
Retained Earnings		<u>22,946,256</u>	<u>21,102,004</u>
TOTAL EQUITY		<u>22,946,256</u>	<u>21,102,004</u>

This Statement of Financial Position should be read in conjunction with the accompanying notes

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group Retained Earnings \$
Balance at 30 June 2021	<u>19,267,119</u>
Profit for the year	<u>1,834,886</u>
Balance at 30 June 2022	<u>21,102,004</u>
Profit for the year	<u>1,844,252</u>
Balance at 30 June 2023	<u>22,946,256</u>

This Statement of Changes in Equity should be read in conjunction with the accompanying notes

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2023**

	Notes	Consolidated Group	
		2023	2022
		\$	\$
Cash Flows From Operating Activities			
Receipts From Customers		15,675,099	12,814,920
Payments to Suppliers and Employees		(12,530,160)	(9,517,229)
Interest Received		9,202	-
Interest Paid		(20,865)	(4,231)
Income Tax (Paid)/Refunded		(203,120)	(170,661)
Net Cash Provided By / (Used By) Operating Activities		<u>2,930,156</u>	<u>3,122,799</u>
Cash Flows From Investing Activities			
Payment for Property, Plant & Equipment and ROU Assets		(866,073)	(629,949)
Proceeds from sale of Property, Plant & Equipment		1,818	-
Receipts/(Payments) for Financial Assets		(5,500,000)	-
Net Cash Provided By / (Used By) Investing Activities		<u>(6,364,255)</u>	<u>(629,949)</u>
Cash Flows From Financing Activities			
Repayment of Borrowings / Lease Liabilities		(377,579)	(333,786)
Net Cash Provided By / (Used By) Financing Activities		<u>(377,579)</u>	<u>(333,786)</u>
Net Increase / (Decrease) in Cash Held		(3,811,676)	2,159,064
Cash and Cash Equivalents at the Beginning of the Financial Year		4,578,225	2,419,161
Cash and Cash Equivalents at the End of the Financial Year	4(a)	<u>766,548</u>	<u>4,578,225</u>

This Statement of Cashflows should be read in conjunction with the accompanying notes

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

These financial statements include the consolidated financial statements and notes of Casino Returned Servicemen's Memorial Club Limited and RSM Properties Pty Ltd. Casino Returned Servicemen's Memorial Club Limited is a company limited by guarantee which is incorporated and domiciled in Australia. The financial statements were authorised for issue by the Directors on 9th November 2023.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures issued by 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 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.

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Significant Accounting Policies

a) Principles of Consolidation

A controlled entity is any entity over which the Casino Returned Servicemen's Memorial Club Limited has the power to govern the financial and operating policies so as to obtain benefits from its activities. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are considered.

Details of the controlled entity is contained in Note 12 to the financial statements.

As at reporting date, the assets and liabilities of all controlled entities have been incorporated into the consolidated financial statements as well as their results for the year then ended. Where controlled entities have entered the consolidated group during the year, their operating results have been included from the date control was obtained.

All inter-group balances and transactions between entities in the consolidated group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

b) Income Tax

The income tax expense for the year comprises current income tax expense and deferred tax expense.

Current income tax expense charged to the income statement is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

Income tax payable is calculated using the Waratah formula which determines the taxable income for mutual entities.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

b) Income Tax (Cont'd)

Current and deferred income tax expense is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Deferred tax assets and liabilities are always classified as non-current.

c) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

c) Current and non-current classification (Cont'd)

A liability is classified as current when: it is either expected to be settled in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

d) Inventories

Inventories comprise finished goods purchased for resale and promotions and are measured at the lower of cost and net realisable value. Costs are assigned on a first in first out basis.

e) Property, Plant and Equipment

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

Property

Freehold land and buildings are shown at their cost less subsequent depreciation of buildings.

Plant and Equipment

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

The carrying amount of property, 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 asset's 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 economic entity includes the cost of materials, direct labour, borrowing costs and an appropriated 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 group 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.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

e) Property, Plant and Equipment (cont'd)

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to, the economic entity 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 depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Buildings	2.5 to 8%
Plant and equipment	10 to 30%
Leased plant and equipment	12.5 to 30%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the assets 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 and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

f) Leases

At inception of a contract, the Club assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

f) Leases (Cont'd)

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Club has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Club has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

Lessee accounting

At the lease commencement, the Club recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Club believes it is reasonably certain that the option will be exercised. The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received. The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

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

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

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

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NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

f) Leases (Cont'd)

Exceptions to lease accounting

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

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

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

g) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity become a party to the contractual provisions of the instrument. For financial assets, this is the equivalent to the date that the Company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transactions costs, except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

g) Financial Instruments (Cont'd)

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method, or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- (a) the amount at which the financial asset or financial liability is measured at initial recognition;
- (b) less principle repayments;
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- (d) less any reduction for impairment.

(i) Financial assets at fair value through profit or loss

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying being included in profit or loss.

h) Intangible Assets

Poker machine entitlements were granted to the company by the NSW government prior 1 July 2004. Poker machine entitlements have been recognised in the statement of financial position at their fair value at 1 July 2004 which has been deemed to be their cost. Subsequent acquisitions of poker machine entitlements are recognised as cost.

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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

h) Intangible Assets (Cont'd)

Poker machine entitlements are assessed as being intangible assets with an indefinite useful life and have not been amortised. Poker machine entitlements continue to be carried at cost in the statement of financial position and are subject to an annual impairment test.

i) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees at 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, plus related on-costs.

Employee benefits expected to be settled more than twelve months after the end of the reporting 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 national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

j) Provisions

Provisions are recognised when the group 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.

k) 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.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

l) Revenue

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

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

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

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

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

Sale of goods

Revenue from the sale of goods is recognised at the point of delivery to the customer as this is deemed to be the point in time when the performance obligation is satisfied.

Rendering of services

Revenue from rendering of services is recognised in the accounting period in which the services are rendered. For fixed price contracts, revenue is recognised based on the actual services provided to the end of the reporting period as a proportion of the total services to be provided as the customer receives and uses the benefit simultaneously.

m) Trade and Other Receivables

Trade receivables are recognised at their cost less impairment losses and a sale is recorded when goods have been dispatched to a customer pursuant to a sales order and the associated risks have passed to the carrier or customer. All trade debtors are recognised at the amounts receivable as they are due for settlement no more than 30 days from the date of recognition.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

m) Trade and Other Receivables (Cont'd)

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the statement of comprehensive income within 'other expenses'. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against other expense in the statement of comprehensive income.

n) Trade and Other Payables

Trade and other payables represent goods and services provided to the company prior to the end of the reporting period. The accounts are usually settled on the supplier's trading terms. Payables to related parties are carried at cost.

o) Finance Costs

Finance costs are recognised as an expense in the statement of comprehensive income in the period in which they are incurred.

p) 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 expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

The net amount of GST recoverable, or payable to, the ATO is included as a current asset or liability in the statement of financial position. Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

q) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

Key Estimates - Impairment

The group assesses impairment at the end of each reporting period by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessment of recoverable amounts incorporate a number of key estimates.

r) Fair Value Measurement

The Company may be required to measure some of its assets and liabilities at fair value on either a recurring or non recurring basis, depending on the requirements of the applicable Accounting Standard.

"Fair Value" is the price the Company would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market based measure, the closest equivalent market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise to the extent possible the use of observable market data.

To the extent possible, market information is extracted from the principle market for the asset or liability (i.e. market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the entity at reporting date (i.e. the market that maximises the receipts from the sale of the asset or minimises the payment made to transfer the liability, after taking into account transaction costs and transport costs).

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

s) Fair Value Measurement (Cont'd)

For non financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or sell it to another market participant that would use the assets in its highest and best use.

The fair value of liabilities and the entity's own equity instruments (if any) may be valued, where there is no observable market price in relation to the transfer of such a financial instrument, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, detailed in the respective note to the financial statements.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
NOTE 2 - REVENUE		
Revenue From Contracts with Customers		
Operating Activities		
Sale of Goods	5,245,712	4,049,332
Rental Income	1,516,351	1,205,379
Gaming	8,460,865	6,838,103
Subscriptions	47,953	47,621
	15,270,880	12,140,435
Other Revenue		
Gain on Disposal of Assets	1,818	-
Interest	2,572	-
Covid-19 Cashflow Boost	-	270,348
Other	376,645	438,549
	381,035	708,897
Total Revenue	15,651,915	12,849,332

Disaggregation of revenue from contracts with customers

Revenue from contracts with customers has been disaggregated into the timing of revenue recognition and the following table shows this breakdown:

Timing of revenue recognition

Goods transferred at a point in time	15,222,927	12,092,814
Services transferred over time	47,953	47,621
	15,270,880	12,140,435

NOTE 3 - INCOME TAX EXPENSE

The prima facie tax on profit from continuing operations is reconciled to the income tax expense as follows:

Prima facie tax payable on profit from continuing operations before income tax at 25%	503,968	512,483
Tax effect of non-deductible and non-assessable items	(332,349)	(297,437)
Income tax attributable to profit from continuing operations	171,619	215,045

The income tax expense comprises amounts set aside to:

Provision for Income Tax	177,968	158,131
Deferred Tax Assets/(Liabilities)	(6,349)	56,914
	171,619	215,045
<i>Average Effective Tax Rate</i>	8.51%	10.49%

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
NOTE 4 - CASH AND CASH EQUIVALENTS		
Cash at Bank and On Hand	<u>1,087,267</u>	<u>4,996,822</u>
a. Reconciliation of Cash		
Cash at Bank	1,087,267	4,996,822
Bank Overdraft	<u>(320,718)</u>	<u>(418,597)</u>
Cash and Cash equivalents - per the statement of Cash Flows	<u>766,548</u>	<u>4,578,225</u>
NOTE 5 - FINANCIAL ASSETS		
Financial Assets		
Term Deposits at amortised cost		
Current	4,500,000	-
Non-current	<u>1,000,000</u>	<u>-</u>
	<u>5,500,000</u>	<u>-</u>
NOTE 6 - TRADE AND OTHER RECEIVABLES		
Current		
Trade Receivables	81,413	108,986
Less Provision for Impairment	<u>-</u>	<u>-</u>
	81,413	108,986
Sundry Receivables	<u>750</u>	<u>750</u>
	<u>82,163</u>	<u>109,736</u>
NOTE 7 - INVENTORIES		
Current		
At Cost		
Finished Goods held for resale	<u>127,171</u>	<u>104,845</u>
NOTE 8 - OTHER ASSETS		
Current		
Prepaid Expenditure	329,703	256,028
Income Tax Refundable	<u>23,191</u>	<u>47,750</u>
	<u>352,895</u>	<u>303,778</u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
NOTE 9 - PROPERTY, PLANT & EQUIPMENT		
<i>Land</i>		
Freehold Land - at cost	2,549,377	2,515,296
<i>Buildings</i>		
Buildings - at cost	21,363,729	20,906,461
Less Accumulated Depreciation	(9,870,979)	(9,458,731)
	11,492,750	11,447,730
<i>Plant and Equipment</i>		
Plant and Equipment - at cost	10,402,736	10,028,013
Less Accumulated Depreciation	(8,068,424)	(7,503,047)
	2,334,312	2,524,966
Total Property, Plant and Equipment	16,376,439	16,487,992

a) Movements in Carrying Amounts

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

<u>2023</u>	Land	Buildings and work in progress	Plant & Equipment	Total
	\$	\$	\$	\$
Carrying Amount - Start	2,515,296	11,447,730	2,524,966	16,487,992
Additions	34,081	457,269	374,724	866,073
Disposals	-	-	-	-
Depreciation Expense	-	(412,248)	(565,377)	(977,625)
Carrying amount - End	2,549,377	11,492,750	2,334,312	16,376,439

<u>2022</u>	Land	Buildings and work in progress	Plant & Equipment	Total
	\$	\$	\$	\$
Carrying Amount - Start	2,515,296	11,861,351	2,463,309	16,839,956
Additions	-	-	635,870	635,870
Disposals	-	-	(5,787)	(5,787)
Depreciation Expense	-	(413,621)	(568,426)	(982,047)
Carrying amount - End	2,515,296	11,447,730	2,524,966	16,487,992

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

Consolidated Group
2023 **2022**
\$ \$

NOTE 10 - LEASES

a) Right-of-use assets

Plant & Equipment

At Cost	1,280,916	1,232,889
Accumulated Amortisation	(944,223)	(676,619)
Total Property, Plant and Equipment	336,693	556,270

Movements in carrying amounts of right-of-use assets

Year ended 30 June 2023

Balance at beginning of year	556,270	852,820
Other adjustments	-	(149,252)
Additions	48,027	151,433
Amortisation Expense	(267,604)	(298,731)
Balance at end of year	336,693	556,270

b) Lease liabilities

Current lease liabilities	189,528	271,888
Non-current lease liabilities	55,167	204,480
Total lease liabilities	244,695	476,368

The maturity analysis of lease liabilities based on contractual undiscounted cash flow is shown in the table below:

	< 1 year	1 - 5 years	Total undiscounted lease liabilities	Lease liabilities included in this Statement of Financial Position
	\$	\$	\$	\$
Lease liabilities				
2022	292,305	213,480	505,785	476,368
2023	197,852	56,928	254,780	244,695

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
NOTE 11 - INTANGIBLE ASSETS		
Poker Machine Entitlements - at cost	1,250,730	1,250,730
Formation Expenses - at cost	915	915
	1,251,645	1,251,645
NOTE 12 - DEFERRED TAX ASSETS		
Deferred Tax Assets	62,060	55,711
The deferred tax assets comprise:		
Provisions	22,558	16,099
Property Plant & Equipment	37,500	37,712
Unearned revenue and accrued expenses	2,002	1,900
	62,060	55,711
The movement in deferred tax assets during the year is as follows:		
Movements		
Opening Balance	55,711	112,625
Credited/(charged) to profit or loss	6,349	(56,914)
Closing Balance	62,060	55,711

NOTE 13 - CONTROLLED ENTITY

Controlled Entity Consolidated

Subsidiaries of Casino Returned Servicemen's Memorial Club Ltd:

- RSM Properties Pty Ltd

Country of Incorporation: Australia

Date of Incorporation: 31 May 2002

Percentage owned: 100%

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

Consolidated Group	
2023	2022
\$	\$

NOTE 14 - TRADE AND OTHER PAYABLES

Current

Trade & Other Payables	947,698	1,252,123
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NOTE 15 - BORROWINGS

Current

Bank Overdraft Secured	320,718	418,597
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Assets pledged as security

The bank overdraft is secured by first mortgages over the consolidated entity's land and buildings.

Financing arrangements

Unrestricted access was available at the reporting date to the following lines of credit:

Total facilities

Bank Overdraft	650,000	650,000
Total Facilities	650,000	650,000

Used at the Reporting Date

Bank Overdraft	320,718	418,597
Total Facilities Used	320,718	418,597

Unused at the Reporting Date

Bank Overdraft	329,282	231,403
Total Facilities Unused	329,282	231,403

NOTE 16 - TAX LIABILITIES

Current

Income Tax Payable	19,285	44,436
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**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
NOTE 17 - PROVISIONS		
Current		
Employee Benefits - Long Service Leave	217,794	127,760
- Annual Leave	195,897	187,490
	<u>413,691</u>	<u>315,250</u>
Non-Current		
Employee Benefits - Long Service Leave	<u>115,738</u>	<u>96,398</u>
NOTE 18 - OTHER LIABILITIES		
Current		
Rent Bond	6,493	6,493
Revenue Received in Advance	161,759	155,128
	<u>168,252</u>	<u>161,622</u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 19 - RELATED PARTY INFORMATION

a) Transactions with related parties

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

The following transactions occurred with related parties:

	Consolidated Group	
	2023	2022
	\$	\$
Payments to related parties		
Parker & Kissane - related entity of P. Comerford	-	550
Bridgestone Service Centre - related entity of S. Brereton	-	999
Primal Strength & Conditioning - related entity of club employee	800	1,600
North Coast Cabinets Pty Ltd - related entity of T. Lamont	201	-
McDonalds Pharmacy - related entity of J. Black	90	-
	<u>1,091</u>	<u>3,149</u>

The transactions between the parent entity and its controlled entity during the year were as follows:

Sale of land assets by parent entity to controlled entity	<u>1,149,500</u>	<u>-</u>
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Balances between the parent entity and its controlled entity at the end of the year are as follows:

Loans receivable by parent entity	<u>6,912,909</u>	<u>5,631,539</u>
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b) Key Management Personnel Compensation	<u>956,505</u>	<u>376,899</u>
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Any person(s) having authority and responsibility for planning, directing and controlling the activities of the consolidated group, directly or indirectly, including any director is considered key management personnel. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons.

c) Other Related Party Transactions

Other related parties include close family members of key management personnel who are employees of the club.

Transactions with other related parties are on normal commercial terms and conditions no more favourable than those available to others. The total of those transactions for the year was \$162,363 (2022: \$161,107).

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 20 - MEMBERS GUARANTEE

Casino Returned Servicemen's Memorial Club Ltd is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of two dollars (\$2) towards meeting outstanding obligations of the company. At 30 June 2023 there were 9,278 members (2022: 8,336).

NOTE 21 - COMPANY DETAILS

The registered office and principal place of business of the company is:
162 Canterbury Street
CASINO NSW 2470

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 22 - PARENT INFORMATION

The following information has been extracted from the books and records of the parent and has been prepared in accordance with Australian Accounting Standards.

	2023	2022
	\$	\$
BALANCE SHEET		
ASSETS		
Current Assets	12,785,077	11,046,134
Non Current Assets	10,548,010	10,286,673
TOTAL ASSETS	<u>23,333,087</u>	<u>21,332,807</u>
LIABILITIES		
Current Liabilities	1,721,657	1,929,072
Non Current Liabilities	170,905	300,878
TOTAL LIABILITIES	<u>1,892,562</u>	<u>2,229,950</u>
EQUITY		
Retained Earnings	21,440,525	19,102,857
TOTAL EQUITY	<u>21,440,525</u>	<u>19,102,857</u>
STATEMENT OF COMPREHENSIVE INCOME		
Total Profit	2,583,148	1,660,722
Total Comprehensive Income	<u>2,583,148</u>	<u>1,660,722</u>

NOTE 23 - CONTINGENCIES AND COMMITMENTS

Contingent Liabilities

As at 30 June 2023 the Group did not have any contingent liabilities. (2022: nil).

Contractual Commitments

As at 30 June 2023, the Group does not have any contractual commitments for capital expenditure (2022: NIL)

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

**Consolidated Group
2023 2022**

NOTE 24 - AUDITORS REMUNERATION

Remuneration of the auditor, Thomas Noble & Russell, for:-

- auditing the financial statements	26,200	25,465
- other services	18,650	20,150
	44,850	45,615
	44,850	45,615

NOTE 25 - FINANCIAL RISK MANAGEMENT

The group's financial instruments consist mainly of deposits with banks, receivables, trade and other payables and borrowings.

The totals for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:

**Consolidated Group
2023 2022**

Financial Assets

Cash and cash equivalents	1,087,267	4,996,822
Trade and other receivables	82,163	109,736
Financial Assets	5,500,000	-
	6,669,430	5,106,559

Financial Liabilities

Financial Liabilities at Amortised Cost

- Trade and other payables	947,698	1,252,123
- Borrowings and lease liabilities	565,413	894,965
	1,513,111	2,147,088
	1,513,111	2,147,088

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

NOTE 26 - EVENTS AFTER THE REPORTING DATE

The financial report was authorised for issue on 9th November 2023 by the Board of Directors.

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
A.B.N. 56 000 144 963
DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2023**

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 5 to 33 are in accordance with the *Corporations Act 2001* :
 - a) comply with Australian Accounting Standards - Simplified Disclosures; and
 - b) give a true and fair view of the financial position as at 30 June 2023 and of the performance for the year ended on that date of the consolidated entity.
2. In the directors' opinion there are reasonable grounds to believe that the consolidated entity 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.

Dated at Casino this 9th November 2023.



B Birney
Director

Independent Auditor's Report to the Members of Casino Returned Servicemen's Memorial Club Limited and its controlled entity

Report on the audit of the financial report

Opinion

We have audited the financial report of Casino Returned Servicemen's Memorial Club Limited and its controlled entity ("the Group") which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, 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 Group is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Group's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards – Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group 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 (including Independence Standards)* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2023, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of the Directors for the Financial Report

The directors of the Group are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures 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 ability of the Group 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 Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

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

**THOMAS NOBLE & RUSSELL
CHARTERED ACCOUNTANTS**

Per:

.....
A J BRADFIELD (Partner)

Dated at Lismore this 9th day of November 2023

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
REPORT ON OTHER INFORMATION
FOR THE YEAR ENDED 30 JUNE 2023**

To the Members of the Casino Returned Servicemen's Memorial Club Limited

Our examination was made for the purpose of forming an opinion on the statutory financial statements. The "other financial information" consisting of the Detailed Income and Expenditure Statement and Detailed Trading Statements are presented for the purposes of additional analysis and is not a required part of the statutory financial statements. Such information has been subjected to the auditing procedures applied in the examination of the statutory financial statements, however we do not express any opinion on the completeness or accuracy of the "other financial information".

**THOMAS NOBLE & RUSSELL
CHARTERED ACCOUNTANTS**

A J BRADFIELD (Partner)
Registered Company Auditor

Dated at Lismore this 9th Day of November 2023.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
Bar Trading Statement		
Sales	2,657,853	2,157,592
Less Cost of Goods Sold		
Opening Stock	79,026	53,144
Purchases	<u>1,030,600</u>	<u>862,834</u>
	1,109,626	915,978
Plus Closing Stock	<u>80,805</u>	<u>79,026</u>
Gross Profit - Bar	1,629,033	1,320,639
Less Expenses		
Depreciation	799	3,062
Replacements	21,733	13,686
Repairs and Maintenance	5,445	6,471
Wages	<u>645,172</u>	<u>543,160</u>
Net Profit - Bar	<u><u>955,884</u></u>	<u><u>754,261</u></u>
Catering Trading		
Sales	2,389,464	1,755,876
Less Cost of Goods Sold		
Opening Stock	10,565	23,897
Purchases	<u>1,146,591</u>	<u>713,810</u>
	1,157,156	737,707
Plus Closing Stock	<u>25,264</u>	<u>10,565</u>
Gross Profit - Catering	1,257,572	1,028,734
Less Expenses		
Depreciation	11,907	6,224
Gas	44,868	41,115
Laundry	16,134	6,842
Replacements	53,510	34,450
Repairs and Maintenance	16,988	14,999
Wages	<u>1,248,748</u>	<u>931,698</u>
Net Profit - Catering	<u><u>(134,583)</u></u>	<u><u>(6,594)</u></u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
Gaming Income		
Poker Machine Gross Receipts	8,214,735	6,629,135
Less Expenses		
Depreciation	223,966	256,313
Monitoring Fee	62,739	48,844
Poker Machine Tax	1,676,750	1,269,146
Repairs and Maintenance	187,470	177,938
Promotions and Prizes	319,464	159,142
	<u>5,744,345</u>	<u>4,717,753</u>
Poker Machines - Net Profit		
Add other gaming income		
Keno - Net Commissions	190,296	170,414
Tab - Net Commissions	(6,196)	(3,256)
	<u>5,928,445</u>	<u>4,884,911</u>
Less Wages	<u>313,040</u>	<u>214,508</u>
Net Profit - Gaming	<u><u>5,615,405</u></u>	<u><u>4,670,403</u></u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
Income	\$	\$
Trading Income		
Bar	955,884	754,261
Gaming	5,615,405	4,670,403
Catering	(134,583)	(6,594)
	<u>6,436,706</u>	<u>5,418,071</u>
Members Subscriptions		
Subscriptions	47,953	47,620
	<u>47,953</u>	<u>47,620</u>
Other Income		
Rent	1,491,731	1,205,379
Profit on Disposal of Assets	1,818	2,399
Sundry	267,612	509,605
	<u>1,761,162</u>	<u>1,717,384</u>
Total Income Received	<u>8,245,821</u>	<u>7,183,074</u>
Less Expenditure		
Accountancy Fees	19,432	19,771
Advertising	55,230	96,554
Auditor's Remuneration	26,200	23,150
Bank Charges	42,902	42,521
Computer Expenses	56,439	64,781
Cleaning Labour	367,122	284,569
Cleaning Materials	74,097	54,255
Consultants	122,095	130,585
Depreciation and Amortisation	1,008,558	1,015,044
Directors' Expenses	136,924	60,957
Electricity	199,378	175,411
Entertainment	146,527	103,621
Interest	20,865	32,828
Insurance	316,902	212,493
Land Tax	37,685	37,426
Lease Expenses	-	1,094
Legal	14,462	25,923
Long Service Leave	117,861	13,036
	<u>2,762,679</u>	<u>2,394,019</u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023**

	Consolidated Group	
	2023	2022
	\$	\$
Sub Total	2,762,679	2,394,019
Loss on Disposal Of Assets	-	-
Motor Vehicle	75,697	69,718
Management Fees	32,393	2,528
Payroll Tax	146,068	86,090
Printing and Stationery	64,038	54,486
Promotions	681,191	522,620
Rates	151,729	149,403
Rents	30,596	29,812
Repairs and Maintenance	536,061	485,906
Security Service	173,208	136,426
Sponsorship	290,674	237,047
Staff Expenses	125,858	79,652
Staff Training	42,574	25,368
Sundry	16,643	15,783
Superannuation	340,116	252,183
Telephone	11,493	13,700
Trade Subscriptions	18,563	13,447
Wages and Salaries	701,773	521,495
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	6,201,353	5,089,685
Operating profit before associated club's net expenditure	2,044,468	2,093,388
Less Associated Clubs' Net Expenditure		
Bowling Club	4,265	(544)
Football Club	(30,162)	10,686
Junior League Club	34,100	8,320
Fishing Club	4,400	1,287
Youth Club	4,271	12,585
Snooker Club	275	4,181
Pigeon Club	1,200	3
RSM Cavaliers Cricket Club	15,274	7,343
Juniors Cricket	-	(1,171)
Casino RSM Redbacks	(5,118)	506
RSM Garden Club	92	263
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	28,597	43,458
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Operating Profit Before Income Tax	2,015,871	2,049,931