

GRIFFITH EXIES CLUB



2018 ANNUAL REPORT





CONTENTS

	Page No.
Directors' Report	13
Directors' Declaration	16
Independent Auditor's Report	17
Auditor's Independence Declaration	19
Statement of Profit or Loss and Other Comprehensive	20
Income Statement of Financial Position	21
Statement of Changes in Equity	22
Statement of Cash Flows	23
Notes to the Financial Statements	24

BOARD OF DIRECTORS



Eddy Mardon
Chairman



Gregory Collins
Vice Chairman



Lee Kimball
Treasurer



Andrew Scott



Matthew Geltsch



Mark Favell



Robert Spears



Ross Elliot



Mark Jaffrey



Garry Tucker
General Manager

Notice of Annual General Meeting

NOTICE is hereby given that the 46th Annual General Meeting of GRIFFITH EX-SERVICEMEN'S CLUB LIMITED will be held in the Mirrool Function Centre at the premises of the Club at Jondaryan Avenue, Griffith on Monday 18th September, 2018 at 7pm.

AGENDA

1 Apologies:

- 2 To confirm the minutes of the 45th Annual General Meeting held Monday 18th September 2017.
- 3 To receive reports from the Board of Directors.
- 4 To receive and consider the Balance Sheet, Statutory Profit & Loss, Statement of Cash Flows, Statement of Changes in Equity, Independent Audit Report, Auditor's Independence Declaration and associated notes.
- 5 To elect officers in accordance with the requirements of Articles 46, 47 & 48 of the Articles of Association of the Company.

6 Ordinary Resolution No: 1.

That pursuant to the Registered Clubs Act, the members hereby approve and agree to the members of the board during the twelve (12) month period preceding the 2018 Annual General Meeting receiving the following benefits and the members further acknowledge that the benefits outlined in sub-paragraph (i) and (vii) are not available to members generally but only to those members who are elected Directors of the Club:

- i) A reasonable meal and refreshments to be associated with each Board meeting of the Club;
- ii) The right for Directors to incur reasonable expenses in travelling to and from Directors meetings or to other constituted meetings as approved by the Board from time to time on the production of invoices, receipts or other proper documentary evidence of such expenditure;

Notice of Annual General Meeting

- iii) The reasonable cost of Directors attending the Clubs NSW and or RSL & Services Clubs association Annual General Meeting;
- iv) The reasonable cost of Directors attending seminars, lectures, trade displays and other similar events as may be determined by the Board from time to time;
- v) The reasonable cost of Directors attending other registered clubs for the purpose of viewing and assessing their facilities and the method of operation provided such attendances are approved by the Board as being necessary for the benefit of the Club;
- vi) The provision of blazers and associated apparel for the use of Club Directors when representing the Club;
- vii) The reasonable cost of Directors attending functions when representing the Club and at the Annual Directors/Life Members' dinner.

7 Ordinary Resolution No: 2.

That pursuant to the Registered Clubs Act, the members hereby approve and agree to the following honoraria being provided to the executive positions of the Board of Directors for the twelve (12) months period preceding the 2018 Annual General Meeting as follows:

(a) Chairman	\$4,800.00
(b) Vice Chairman	\$3,000.00
(c) Treasurer	\$3,000.00
(d) Director	\$1,200.00

Such honoraria to be paid monthly by equal instalments to the Directors.

Notice of Annual General Meeting

8. Ordinary Resolution No: 3.

Core and Non-Core Property of the Club.

Pursuant to Section 41J(2) of the registered Clubs Act for the financial year ended 30th June, 2018,

- (a) the following properties are core property of the Club;
 - (i) Griffith Ex-Servicemen's Club premises including carpark at 6-12 Jondaryan Ave Griffith;
 - (ii) Exies Sports Club premises including ovals at Speirs and Wakaden Street Griffith;
- (b) the following properties are non-core property of the Club;
 - (i) Exies Bagtown Motel and Function centre premises located at 2-4 Blumer Avenue Griffith
 - (ii) Premises located at 16-22 Yambil Street Griffith

Date: 10th August, 2018

By direction of the Board

G.N. Tucker
General Manager

Chairman's Report



Welcome members to your Chairman's 2017/18 annual report and time again to review our Club's operations over the past 12 months. This was a year that saw the completion of the Oval facility and Club upgrades at the Exies Sports Oval Complex. I would like to take this opportunity to thank all involved who assisted in delivering a first class complete Club and Sporting Complex and for the benefit of members and the community of Griffith as a whole.

The Club has committed over \$5,000,000 towards our Sports Club and Oval facility upgrade with the finished product already the envy of many visitor user groups. As well as this injection of funds we have continued to replace equipment and maintain the upkeep of facilities at our sites while absorbing price rises in beverages, wages, insurances and utility costs. Taking all these into consideration the club recorded a net profit of \$1,393,378 which I consider an excellent result!

Throughout the year the Club has continued improving building, equipment and infrastructure on our non-core property sites. The Exies Bagtown had further refurbishment on the accommodation rooms as well as the BBQ and pool areas and with our new management team we look forward to improved results in the year ahead. The second of our Yambil Street premises has had a complete refurbishment in preparation for the new tenants in Ray White Real Estate who will relocate their business to this site in August 2018.

The Board being mindful of its obligations to its members managed to maintain donations to worthy charities and continued commitment to sports in Griffith. The total channeled back directly and indirectly to these activities amounted to \$280,937. In addition, we made available to our members many discounted services in the way of vouchers and give-a-ways, conducted major cash promotions and rewarded our members with redeemable points and bonuses each time they purchased food & beverages throughout the club.

I would like to conclude by saying thank you to all Club Directors for their unrelenting confidence and support. They have given much to provide and maintain facilities of the Exies Clubs and for the enjoyment of members and guests. I would like to thank

Chairman's Report

all our members for your continuing support and in particular our staff who should be congratulated for maintaining and delivering the best of customer service and satisfaction. Finally, my sincere thanks must go to entire Management team for their professionalism and genuine awareness towards the future direction of the Club.

Eddie Mardon
Chairman of the Board
13th August 2018



Eddie Mardon

Chairman of the Board – 13th August 2018

General Manager's Report



General Managers Report 2018

It gives me great pleasure to present my 5th Annual Report as General Manager to the members at the 46th Annual General Meeting of the Griffith Ex-Servicemen's Club for the year ending 30th June, 2018

It has been an exciting year with major works completed at our Sports Club and I will provide a brief account of events since my last report and our objectives for the coming year.

Trading – I am pleased to report that during 2017 / 18 your Club has recorded another year of positive business performance, whilst making significant progress in improvements and customer service resulting in a net profit of \$1,393,378. Consolidated trading for the year was moderate in contrast to the outstanding 2016/17 financial year but considering the works undertaken, it was a pleasing result. The overall total income increased slightly by .75%, with a decline in net poker machine trade of 5.91% despite an increase in turnover and clearances, while total expenses had the largest impact particularly with Light and Power 37%, Insurances by 41%, Salaries and Wages by 18% and depreciation by 12% as major contributors. Management have negotiated new utility supply contracts and are committed to working hard to achieve at the very least, reductions in costs to our industry minimum standards.

Future Renovations – Your Board of Directors and Management are continuing to look at improvements at all of our venues. Main Club plans for refurbishment including gaming and new offices which are high on the agenda for the ensuing twelve months while we will also revisit our Club Strategic Plan to investigate strategies in regards to our catering services in the coming years ahead

Exies Prospects – The Board and Management are confident that Griffith Ex-Servicemen's Club will continue to see steady growth at both premises with proper planning, marketing, and maintaining industry margins to enable our club's continuity in repairs and maintenance programs and future Club developments. The results this year can be attributed to a lot of hard work and pro-active directors and staff, marketing and facility upgrades. We are also confident that the Exies Bagtown Motel will continue to grow as the preferred place for visitors to stay when hosting events and supporting sports Carnivals at the Exies Sports Complex.

General Manager's Report

Whilst there are areas that management recognises need attention in way of succession planning, our employees and directors have demonstrated very positive attitudes in learning new skills to combat and adapt to regulations including cultural and social changes that are part of the industry today. We are always aware of the continued threat of the on-line gaming offering and changes in technology that will affect the way we spend our time and leisure dollars and I can assure you all that the Exies will always work hard on keeping up to date with these trends and changes.

My Appreciation – The year in review has been a good year for the Griffith Ex-Servicemen's Club and I wish to thank all my staff for making this possible. Without their hard work and support, we would not have achieved so much in the fast changing environment. I also wish to thank our members and their guests for their patronage and support, and my Chairman Eddie Mardon and Board of Directors for their contribution of their knowledge, insight, and efforts. With your continued support, we look forward to another year of progression and success.

Garry Tucker

General Manager – 13th August 2018

Financial statements for the
year ended 30th June 2018



Financial Statements

2018

GRIFFITH EX-SERVICEMEN'S CLUB
ABN 26 001 062 942

Director's Report

FOR THE YEAR ENDED 30 JUNE 2018

Your directors present this report on the company for the financial year ended 30 June 2018.

DIRECTORS

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

E. J. Mardon	M. D. Geltch
G. D. Collins	M.G. Favell
M. L. Kimball	M. Jaffrey
R. A. Elliott	A. J. Scott
M. R. Spears	

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

INFORMATION ON DIRECTORS

<i>Director</i>	<i>Qualifications & experience</i>	<i>Special responsibilities</i>
E. J. Mardon	Property Developer Director 19 years	Chairman
G. D. Collins	Irrigation Project Manager Director 10 years	Vice-Chairman
M. L. Kimball	Regional Bank Manager Director 8 years	Treasurer
R. A. Elliott	Business Manager Director 9 years	
M. R. Spears	Retired Director 11 years	
M. D. Geltch	Manager Director 10 years	
M. G. Favell	Fleet/Stores Administrator Director 8 years	
M. Jaffrey	Company Accountant Director 4 years	
A. Scott	Business Owner Director 3 years	

Director's Report

FOR THE YEAR ENDED 30 JUNE 2018

MEETING OF DIRECTORS	ELIGIBLE	PRESENT	APOLOGY
E. J. Mardon	13	12	1
G. D. Collins	13	8	5
M. G. Favell	13	8	5
M. R. Spears	13	9	4
M. D. Geltch	13	9	4
R. A. Elliott	13	11	2
M. L. Kimball	13	11	2
M. Jaffrey	13	13	0
A. J. Scott	13	11	2

During the financial year there were 12 monthly meetings and 1 special meetings.

PRINCIPAL ACTIVITIES

The principal continuing activities of the Club are the encouragement of sport and the provision of recreational facilities for its members.

SHORT AND LONG TERM OBJECTIVES

The Board has established short and long term objectives as outlined in the Club's strategic plan which is reviewed on an annual basis. These objectives are both financial and non financial, and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the registered club industry.

STRATEGIES

To achieve its stated objectives, the company has adopted the following strategies:

In regards to staff training and development, we have continued to support staff through many seminars, workshops and conferences. Directors have also been attending seminars to keep in line with the legislation and governance procedures. We have also identified areas where succession planning is required and implemented new roles to assist in this process.

Director's Report

FOR THE YEAR ENDED 30 JUNE 2018

The ongoing upgrades to gaming operations and continued focus on functions and events has seen improved trading results. The Sports Club has shown significant increase in year to date trading and, with the upgrade now completed, revenues are expected to increase further in the coming years.

Facility upgrades in the coming year will include improvements to the Main Club premises and facilities. Work will also continue to build on our occupancy levels of our Motel by hosting and supporting sporting and community events when scheduled.

The Club is continuing to look into further investments opportunities to diversify its income streams but will focus on reducing debt while they investigate options with industry recognised consultants.

KEY PERFORMANCE MEASURES

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

MEMBERS' GUARANTEE

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the entity. At 30 June 2018, the total amount that the members of the company are liable to contribute if the company is wound up is \$17,660 (2017: \$18,676).

AUDITOR'S INDEPENDENCE DECLARATION

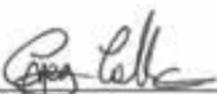
The auditor's independence declaration for the year ended 30 June 2018 has been received and can be found on page 9 of the financial report.

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

Director:


M. L. KIMBALL

Director:


G. D. COLLINS

Dated this: 14th day of August 2018

Director's Declaration

FOR THE YEAR ENDED 30 JUNE 2018

In accordance with a resolution of the directors of Griffith Ex-Servicemen's Club Limited, the directors declare that:

1. The financial statements and notes, as set out on pages 10 to 26, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 30 June 2018 and of the performance for the year ended on that date of the company.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director


M. L. KIMBALL

Director


G. D. COLLINS

Dated at Griffith this 14th day of August, 2018

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Independent Auditor's Report To The Members Of Griffith Ex-Servicemen's Club Limited

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of Griffith Ex-Servicemen's Club Ltd (the company), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In my opinion, the accompanying financial report of Griffith Ex-Servicemen's 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 30 June 2018 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001 .

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I confirm that the independence declaration required by the Corporations Act 2001 , which has been given to the directors of Griffith Ex-Servicemen's Club Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Emphasis of Matter - Basis of Accounting

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the Corporations Act 2001 . As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

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 company's annual report for the year ended 30 June 2018, but does not include the financial report and my auditor's report thereon. My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon. In connection with my audit of the financial report, my 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

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Independent Auditor's Report To The Members Of Griffith Ex-Servicemen's Club Limited

work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Report

My 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 my 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 decision of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Independent Auditor's Report To The Members Of Griffith Ex-Servicemen's Club Limited

- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the company to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the audit. I remain solely responsible for my audit opinion.

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



PINNACLEHPC PTY LTD
Justin P Keenan CPA
Registered Company Auditor 156228
135 Yambil Street Griffith NSW 2680

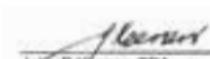
Dated this 14 day of August 2018

Auditor's Independence Declaration Under Section 307C Of The Corporations Act 2001

To The Director's of Griffith Ex-Servicemen's Club Limited

I declare that, to the best of my of: knowledge and belief, during the year ended 30 June 2018 there have been no contraventions of:

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



Justin P Keenan CPA
Registered Company Auditor 156228
135 Yambil Street Griffith NSW 2680

Date: 14 August 2018

ANNUAL REPORT 2018

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Statement of Profit or Loss & Other Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Revenues from ordinary activities	2	11,159,463	10,877,363
Employee benefits expense	3	(3,973,367)	(3,231,391)
Depreciation and amortisation expenses	3	(1,950,909)	(1,718,124)
Finance costs	3	(169,969)	(91,932)
Other expenses		(3,671,839)	(3,019,229)
Current year surplus (deficit) before tax		1,393,378	2,816,685
Income tax expense		-	-
Net current year surplus (deficit)		1,393,378	2,816,685
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that will be reclassified subsequently to profit or loss when specific conditions are met		-	-
Total other comprehensive income for the year		-	-
Total comprehensive income for the year		1,393,378	2,816,685
Total comprehensive income attributable to members of the entity		1,393,378	2,816,685

The accompanying notes form part of these financial statements.

ANNUAL REPORT 2018

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Statement of Financial Position As at 30 June 2018

	Note	2018 \$	2017 \$
CURRENT ASSETS			
Cash and cash equivalents	4	1,257,955	1,278,419
Accounts receivable and other debtors	5	60,494	42,912
Inventories on hand	6	110,688	108,861
Other financial assets	8	10,028	20,347
Other current assets	7	30,365	37,715
TOTAL CURRENT ASSETS		1,469,531	1,488,253
NON-CURRENT ASSETS			
Property, plant and equipment	9	26,598,170	24,608,480
Investments	10	1,237,085	1,190,000-
TOTAL NON-CURRENT ASSETS		27,835,256	25,798,480
TOTAL ASSETS		29,304,786	27,286,733
CURRENT LIABILITIES			
Accounts payable and other payables	11	676,631	1,123,273
Borrowings	12	208,631	176,145
Provisions	13	551,565	483,514
TOTAL CURRENT LIABILITIES		1,436,827	1,782,932
NON CURRENT LIABILITIES			
Accounts payable and other payables	11	7,213	10,009
Borrowings	12	3,716,363	2,288,235
Provisions	13	39,956	45,289
TOTAL NON-CURRENT LIABILITIES		3,763,532	2,343,533
TOTAL LIABILITIES		5,200,360	4,126,465
NET ASSETS		24,104,427	23,160,268
EQUITY			
Asset Revaluation Reserve		1,934,055	2,318,563
Retained Profits		22,170,372	20,841,705
TOTAL EQUITY		24,104,427	23,160,268

The accompanying notes form part of these financial statements.

ANNUAL REPORT 2018

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2018

	Retained Earnings	Asset Revaluation Reserve	Total
Balance at 1 July 2016	17,988,088	2,444,205	20,432,293
Comprehensive income			
Surplus for the year attributable to members	2,816,685	-	2,816,685
Other comprehensive income	-	-	-
Prior year adjustment	36,932	-	36,932
Revaluation of assets	-	(125,642)	(125,642)
Total comprehensive income attributable to members	<u>2,853,617</u>	<u>(125,642)</u>	<u>2,727,975</u>
Balance at 30 June 2017	20,841,705	2,318,563	23,160,268
Comprehensive income			
Surplus for the year attributable to members	1,393,378	-	1,393,378
Other comprehensive income for the year	-	-	-
Prior year adjustment	16 (64,711)	-	(64,711)
Revaluation of assets	-	(384,508)	(384,508)
Total comprehensive income attributable to members	<u>1,328,667</u>	<u>(384,508)</u>	<u>944,159</u>
Balance at 30 June 2018	<u>22,170,372</u>	<u>1,934,055</u>	<u>24,104,427</u>

The accompanying notes form part of these financial statements.

ANNUAL REPORT 2018

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Cash flows from operating activities			
Receipts from customers		69,296,727	64,836,048
Payments to suppliers and employees		(66,299,194)	(60,040,550)
Interest received		5,190	10,085
Finance costs		(169,969)	(91,932)
Net cash provided by operating activities		<u>2,832,754</u>	<u>4,713,651</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		74,489	123,810
Payments for property, plant and equipment		(4,104,629)	(4,279,278)
Payments for investment property		(47,085)	(1,190,000)
Net cash provided by investing activities		<u>(4,077,225)</u>	<u>(5,345,468)</u>
Cash flows from financing activities			
Proceeds from borrowings		1,763,157	976,604
Repayment of borrowings		(539,150)	(217,461)
Net cash used in financing activities		<u>1,224,007</u>	<u>(750,143)</u>
Net increase in cash held		(20,464)	118,326
Cash at beginning of financial year		1,278,419	1,160,093
Cash at end of financial year	4	<u>1,257,955</u>	<u>1,278,419</u>

The accompanying notes form part of these financial statements.

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

The financial statements cover Griffith Ex-Servicemen's Club Limited as an individual entity, incorporated and domiciled in Australia. Griffith Ex-Servicemen's Club Limited is a company limited by guarantee.

The financial statements were authorised for issue on 10 August 2018 by the directors of the company.

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied 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, 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.

Accounting Policies

(a) Revenue

Revenue from the sale of goods is recognised upon delivery of goods to customers.

Donations and bequests are recognised when revenue is received.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

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

(b) Inventories on Hand

Inventories are measured at the lower of cost and current replacement cost.

Inventories acquired at no cost or for nominal consideration are measured at the current replacement cost as at the date of acquisition.

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Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

(c) Property, Plant and Equipment

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

Freehold Property

Freehold land and buildings are shown at their fair value based on periodic valuations by external independent valuers, less subsequent depreciation for buildings.

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

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

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

Freehold land and buildings that have been contributed at no cost or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

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 recognised as expenses in profit or loss in the financial period in which they are incurred.

Plant and equipment that have been contributed for no cost or for nominal cost are recognised at the fair value of the asset at the date it is acquired.

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 the asset's useful life to the 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:

Land and Buildings	2.50% - 20.00%
Plant and Machinery	7.50% - 100.00%
Plant and Equipment Under Lease	40%

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus. The entity holds poker machine licences either acquired through a past business combination or granted for no consideration by the NSW government. AIFRS requires that licences outside of a pre-AIFRS transition business combination be recognised initially at its fair value as at the date it was granted with a corresponding adjustment to profit and loss to recognise the grant immediately as income. Until new gaming legislation taking effect in April 2002 allowing poker machine licences to be traded for the first time, the entity has determined the fair value at grant date for licences

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

granted pre April 2002 to be zero. Licences granted to the entity post April 2002 are initially recognised at fair value. The entity has determined that the fair market for poker machine licences does not meet the definition of an active market and consequently licences recognised will not be revalued each year.

(d) Investment Property

Investment property, comprising land and buildings situated at 16 - 22 Yambil Street, Griffith NSW 2680, is held to generate long-term rental yields and enable the Club to actively support community organisations. Part of the property is rented to local community organisations at a rate lower than the arm's length market value rental. The difference between the actual rental amount charged and the arm's length market value rental is a CDSE donation. Investment property is initially measured at cost and subsequently measured at fair value. Investment properties are shown at cost including subsequent capital expenditure on improvements, less depreciation where applicable.

(e) Leases

Leases of property, plant and equipment, where substantially all the risks and benefits incidental to the ownership of the asset but not the legal ownership are transferred to the entity, are classified as finance leases. Finance leases are capitalised, recognising an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term. Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(f) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

the company commits itself to either purchase or sell the asset (ie trade date accounting is adopted). Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified at 'fair value through profit or loss,' in which case transaction costs are recognised as expenses in profit or loss immediately.

Classification and Subsequent Management

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost. 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 the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the *effective interest* method. The *effective interest* method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense item in profit or loss.

(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 value being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iv) Available-for-sale financial assets

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

(v) Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired. A financial asset or a group of financial assets will be deemed to be impaired if, and only if, there is objective evidence of impairment as a result of the occurrence of one or more events (a 'loss event'), which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

In the case of financial assets carried at amortised cost, loss events may include indications that the debtors, or a group of debtors, are experiencing financial difficulty, default or delinquency in interest or principal payments, indications that they will enter into bankruptcy or other financial reorganisation and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having undertaken all possible measures of recovery, if the management establishes that the carrying amount cannot be recovered by any means, at that point the writing off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance accounts.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party and the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(g) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying value of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell it and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable value is recognised in profit or loss. Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset. Where it is not possible to estimate the recoverable amount of an asset, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belongs. Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation reserve in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation reserve for that same class of asset.

(h) Employee Benefits

Short-term employee benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

Other long-term employee provisions

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss as part of employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

The company's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

(i) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(j) Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

(k) Goods and Service Tax

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 Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position. Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from or payable to the ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

(l) Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997 .

(m) Provisions

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

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

(n) Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year. When an entity applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

(o) Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

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 company.

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

2. REVENUE	2018	2017
Operating activities of company:		
Sales revenue	2,923,505	2,068,664
Gaming revenue	6,663,113	7,042,473
Subscriptions and nominations	25,121	39,841
Interest received 2(a)	5,190	10,085
Other revenue	1,468,045	1,592,490
	<u>11,084,974</u>	<u>10,753,553</u>
All interest received is from other corporations		
Non-operating activities:		
Proceeds from sale of non-current assets	74,489	123,810
	<u>74,489</u>	<u>123,810</u>
Total revenue	<u>11,159,463</u>	<u>10,877,363</u>

3. PROFIT FROM ORDINARY ACTIVITIES

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

EXPENSES:	2018	2017
Administration	2,749,850	2,299,695
Entertainment	19,084	21,658
Cost of goods sold	1,010,456	822,922
	<u>3,779,391</u>	<u>3,144,275</u>
Employee costs	3,975,359	3,223,370
Provision for employee entitlements	(1,992)	8,021
	<u>3,973,367</u>	<u>3,231,391</u>
Borrowing costs 3(a)	169,969	91,932
Depreciation & Amortisation	1,950,909	1,718,124
Total expenses from ordinary activities	<u>9,873,636</u>	<u>8,185,722</u>
Non-operating activities:		
Net gain/(loss) on disposal of non-current assets	107,551	125,046

(a) All borrowing costs are payable to other corporations

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

4. CURRENT ASSETS	2018	2017
CASH AND CASH EQUIVALENTS		
Cash on hand	<u>1,257,955</u>	<u>1,278,419</u>
	<u>1,257,955</u>	<u>1,278,419</u>
Reconciliation of cash		
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	305,000	285,000
Current Account	118,355	191,376
Maxi Direct Account	480,624	438,410
Staff Leave Account	226,095	223,741
Bagtown Cheque Account	<u>127,881</u>	<u>139,892</u>
	<u>1,257,955</u>	<u>1,278,419</u>

5. ACCOUNTS RECEIVABLE AND OTHER DEBTORS

Trade debtors	53,058	38,123
Other debtors	<u>7,437</u>	<u>4,790</u>
	<u>60,494</u>	<u>42,912</u>

(i) CREDIT RISK - ACCOUNTS RECEIVABLE AND OTHER DEBTORS

The company does not have any material credit risk exposure to any single receivable or group of receivables.

The following table details the company's accounts receivable and other debtors exposed to credit risk with ageing analysis and impairment provided for thereon. Amounts are considered as "past due" when the debt has not been settled within the terms and conditions agreed between the company and the customer or counter party to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the company.

The balances of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

ANNUAL REPORT 2018

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

Accounts Receivable	2018	2017
Gross Amount		
Past due and impaired		
<30	16,783	12,324
31 - 60	129	338
61 - 90	402	1,597
>90	204	-
Within initial trade terms	35,541	23,864
	53,058	38,123

Other Debtors

Gross Amount		
Past due and impaired		
<30	7,437	4,790
31 - 60	-	-
61 - 90	-	-
>90	-	-
Within initial trade terms	-	-
	7,437	4,790

6. INVENTORIES ON HAND

Inventories on hand - at cost	110,688	108,861
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7. OTHER CURRENT ASSETS

Prepayments	27,662	33,096
Borrowing Costs	2,703	4,619
	30,365	37,715

8 FINANCIAL ASSETS

CURRENT

Financial assets at fair value through profit or loss

- Investments in Australian listed shares,

held for trading	8(a)	10,028	20,347
		10,028	20,347

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

NON-CURRENT	2018	2017
Available-for-sale-financial assets		
- Investments in Australian listed 8(b) shares, held for sale.		
Held-to-maturity financial assets		
- Investments in government and fixed interest securities	-	-

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

Securities in listed corporations are held for trading purposes to generate capital gains and to generate income through the receipt of dividends.

(b) Available-for-sale financial assets

Available-for-sale financial assets comprise investments in the ordinary issued capital of various entities. There are no fixed returns or fixed maturity dates attached to these investments. Gains and losses recognised in other comprehensive income in respect of available-for-sale financial assets

Net fair value gain/(loss) on remeasurement

Net fair value gain on disposal

Total gains (losses) recognised in other comprehensive income	-	-
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9 PROPERTY, PLANT AND EQUIPMENT**Land and buildings**

Buildings at fair value:

- 2014 independent valuation of Main Club	31,901,545	
28,598,373		
Less accumulated depreciation (10,108,822)	(11,531,022)	
Total land and buildings	20,370,523	
18,489,552		

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

Plant and Equipment	2018	2017
Plant and equipment		
At Cost	12,714,067	12,194,255
Less accumulated depreciation	<u>(9,130,788)</u>	<u>(8,243,460)</u>
	3,583,280	3,950,796
Leased assets	873,945	859,177
Accumulated depreciation	<u>(611,869)</u>	<u>(572,016)</u>
	262,076	287,161
Total plant and equipment	<u>3,845,356</u>	<u>4,237,956</u>
Total property, plant and equipment	<u>26,598,170</u>	<u>24,608,480</u>

Movements in carrying amounts **2018**

	Land and Buildings	Leased Assets
Balance at beginning of year	20,370,523	287,161
Additions at cost	4,345,955	14,768
Disposals	-	-
Revaluation increment	<u>(324,859)</u>	<u>-</u>
	24,391,619	301,929
Depreciation expense	<u>(1,638,805)</u>	<u>(39,853)</u>
Carrying amount at end of year	<u>22,752,814</u>	<u>292,076</u>

2018

	Plant & Equipment	Total
Balance at beginning of year	3,950,796	24,608,480
Additions at cost	1,733,834	6,094,557
Disposals	(1,796,449)	(1,769,449)
Revaluation increments	<u>(59,649)</u>	<u>(384,508)</u>
	3,855,531	28,549,079
Depreciation expense	<u>(272,251)</u>	<u>(1,950,909)</u>
Carrying amount at end of year	<u>3,583,280</u>	<u>26,598,170</u>

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

Asset revaluations

The freehold land and buildings at the main club were independently valued at 30 June 2014 following the completion of the major renovations. The freehold land and buildings at the sports club were independently valued in 2018 following the completion of the major renovations and facility upgrades. The valuation was based on the fair value less cost to sell. The critical assumptions adopted in determining the valuation included the location of the land and buildings, the current demand for land and buildings in the area, recent sales data for similar properties, and continuation of use of the land and buildings.

(a) Land

Under the Registered Clubs Act 1976 , the company is required to distinguish between its core and non-core property.

(b) Core & Non-Core Property

Pursuant to Section 41J(2) of the Registered Clubs Act 1976 , for the financial year ended 30 June 2018:

- (a) all property held by the company, excluding 2-4 Blumer Avenue, Griffith and 16-22 Yambil Street, Griffith are to be classified as core property; and
- (b) the property at 2-4 Blumer Avenue, Griffith and 16-22 Yambil Street, Griffith are to be classified as non-core property.

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

10. INVESTMENTS	2018	2017
NON-CURRENT		
Investment property - 16-22 Yambil Street, Griffith NSW 2680	1,237,085	1,190,000
	<u>1,237,085</u>	<u>1,190,000</u>
11. ACCOUNTS PAYABLE AND OTHER PAYABLES		
CURRENT		
Accounts payables	521,116	629,460
Accruals	118,204	128,137
Sporting Group Imprest Accounts	4,613	3,148
Goods and Services Tax	(226)	3
Subscriptions in advance	32,924	21,616
Grants in advance	-	340,909
	<u>676,631</u>	<u>1,123,273</u>
NON CURRENT		
Subscriptions in advance	7,213	10,009
(a) Financial liabilities at amortised cost classified as trade and other payables		
Accounts and other payables		
- Total current	676,631	1,123,273
- Total non-current	7,213	10,009
Financial liabilities as accounts payable and other payables	<u>683,844</u>	<u>1,133,282</u>
12. BORROWINGS		
Current	208,631	176,145
Non-current	3,716,363	2,288,235
	<u>3,924,993</u>	<u>2,464,380</u>
CURRENT		
Lease liabilities	208,631	176,145
	<u>208,631</u>	<u>176,145</u>
NON-CURRENT		
Lease liabilities	72,270	22,749
Bank loan liabilities	3,644,093	2,265,486
	<u>3,716,363</u>	<u>2,288,235</u>

Lease liabilities are secured by the underlying leased assets.

Borrowings are secured by a Fixed & Floating Charge over all assets and uncalled capital and a Mortgage over property located at Cnr Yambil & Jondaryan Street Griffith NSW 2680 and 16-22 Yambil Street Griffith NSW 2680

Notes To The Financial Statements

FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
13. PROVISIONS		
CURRENT		
Provision for Annual & Sick Leave	246,893	202,989
Provision for Long Service Leave	304,671	280,525
	<u>551,565</u>	<u>483,514</u>
NON CURRENT		
Provision for Long Service Leave	39,956	45,289
	<u>39,956</u>	<u>45,289</u>
14. CAPITAL AND LEASING COMMITMENTS		
(a) Finance Lease Commitments		
Payable - minimum lease payments		
- not later than 12 months	208,631	176,145
- later than 12 months but not later than 5 years	72,270	22,749
- greater than 5 years	-	-
Minimum lease payments	280,901	198,894
Less future finance charges	-	-
Present value of minimum lease payments	<u>280,901</u>	<u>198,894</u>
15. RESERVES		
(a) Revaluation Reserve		

The revaluation reserve records the revaluation of non-current assets.

16. PRIOR YEAR ADJUSTMENT

Previously, poker machine jackpots for linked machines were recorded as a provision. Due to the complexity of measuring and estimating the likelihood of the various jackpots being won on all poker machines, this provision is no longer recorded. As a result, the provision was reversed against retained earnings as it was initially recorded in previous income years.

ANNUAL REPORT 2018

GRIFFITH EX-SERVICEMEN'S CLUB LIMITED
ABN 26 001 062 942

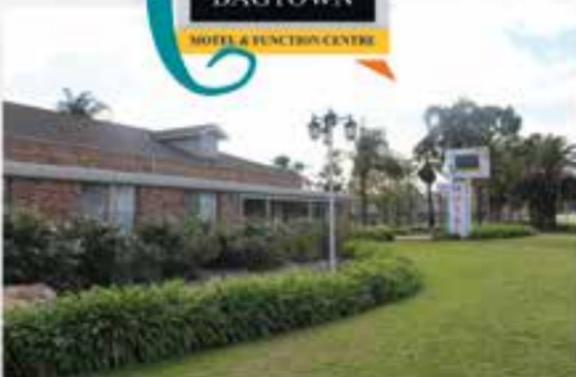
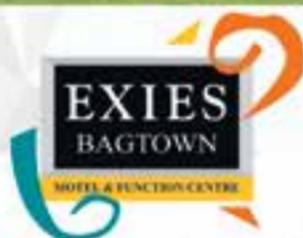
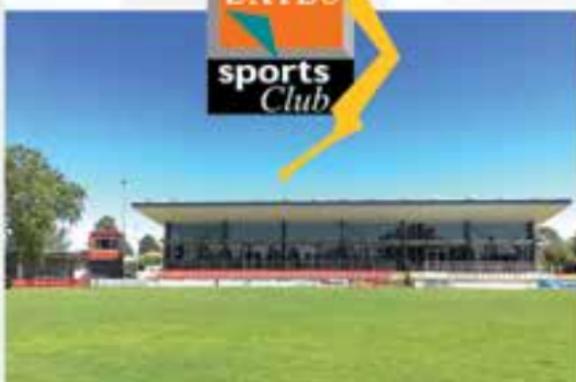
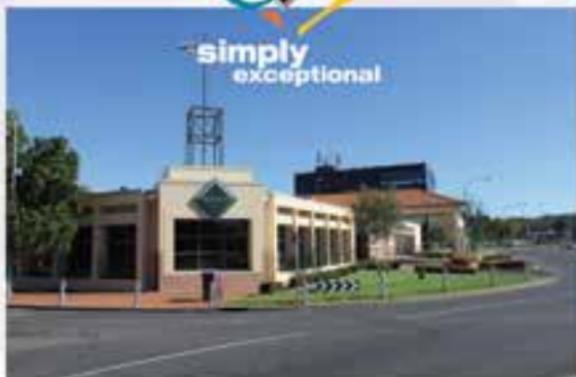
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simply



exceptional





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