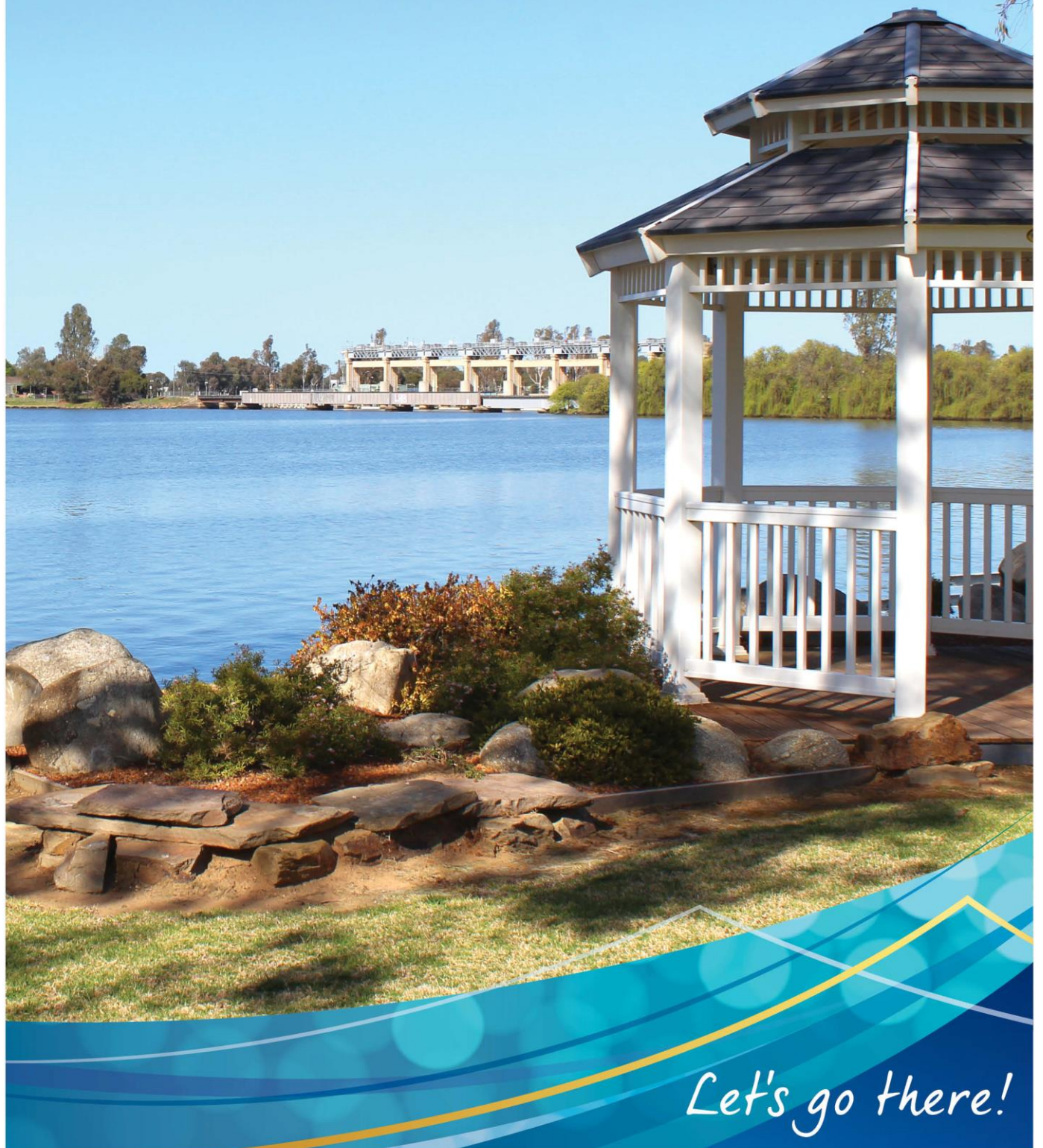


MULWALA & DISTRICT
SERVICES CLUB LIMITED

ANNUAL REPORT 2018

ClubMulwala

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Let's go there!

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of Ordinary Members of the Mulwala & District Services Club Limited ACN 000 908 485 will be held at the Clubhouse, Melbourne Street, Mulwala on Sunday 21st October, 2018 at 11am.

BUSINESS:

1. To confirm the Minutes of the previous Annual General Meeting held on 15th October, 2017
2. To receive and consider the reports of the Board of Directors.
3. To receive and consider the Financial Statements and Auditors report.
4. To introduce the Board for the ensuing year.
5. To deal with business of which due notice has been given. See Resolution below.
6. To deal with other business of which due notice has been given. (As distributed to RSL Members – special resolution to effect changes to the current Club Constitution)
7. To deal with any business that the meeting may approve of for which due notice has not been given.

Mulwala
24th September, 2018

By Order of the Board
Alan S. Rowe
Chief Executive Officer

MEMBERS PLEASE NOTE:

1. Questions pertaining to the financial statements are required to be lodged in writing, with the Chief Executive Officer, seven (7) days prior to this meeting.

Ordinary Resolution 1

Members will be asked to consider and if thought fit pass the following ordinary resolution

1. To comply with the Registered Clubs Act 1976 Section 10
That approval is given to a budget provision of an annual sum (not exceeding \$50,000) to meet such of the following expenses of the Club that may be approved by the Board of Directors from time to time:
 - a. The reasonable cost of meals and beverages for each Director at an appropriate time before or after a Board and other Meetings. The reasonable cost of meals and beverages for each Director and partner whilst Director is in uniform on duty representing the Club.
 - b. Reasonable expenses incurred by a Director either within the Club or elsewhere in relation to the duties of a Director including the entertainment of special guests of the Club in relation to Club business and such other promotional activities as may be approved by the Board.
 - c. The professional development and education of Directors over the following twelve months including: The reasonable cost of Directors attending ClubsNSW meetings, seminars, lectures, trade displays and other similar events that may be determined by the Board from time to time. The reasonable cost of Directors attending other Clubs throughout the State or relevant overseas venues for the purpose of observing their facilities and methods of operation.
 - d. Facilities to support the Directors in performance of their role, including: director car park, uniforms and any other equipment or facilities so approved by the Board.

NOTES TO RESOLUTION: Please note this resolution is required under the Registered Clubs Act and is procedural.

MULWALA & DISTRICT SERVICES CLUB LIMITED

ACN 000 908 485

BOARD OF DIRECTORS:

Chairman: Mr D. O'Meara ESM, OAM

Deputy Chairman: Mr B. Bouchier

Mr D. King

Directors: Mr C. Brennan

Mr J. Burn

Mr J. Clarke

Mr S. McBurnie

Mr K. Pendergast

CHIEF EXECUTIVE OFFICER: Mr A. Rowe

AUDITOR: Mr J.F. Haebich F.C.A

MULWALA & DISTRICT SERVICES CLUB LIMITED

MINUTES OF THE ANNUAL GENERAL MEETING OF MEMBERS OF THE MULWALA & DISTRICT SERVICES CLUB LIMITED

Held at the clubhouse Melbourne Street Mulwala on Sunday 15th October, 2017 at 11.00 am

PRESENT: Mr D O'Meara (Chairman), sixteen (16) ordinary RSL Members and twenty three (23) Associate Members – Total of 39.

WELCOME: Mr O'Meara in opening the meeting welcomed all those present, acknowledging life member Mr Tony Nieuwenhout OAM.

APOLOGIES: P Dodman

MINUTES: Resolved on the motion of Messrs J Lonergan and A Dodman that the minutes of the Annual General Meeting held on 16th October 2016, a copy of which had been circulated to all members be confirmed as a true record of proceedings.

Carried

**DIRECTORS
REPORT AND
STATEMENT:** A copy of the Directors report and statement by Directors as circulated to all members pg 12-15 of Annual Report 2017.

Moved on the motion of G Pigdon and A Nieuwenhout that the report and statement be received.

Carried

**FINANCIAL
STATEMENTS &
AUDITORS REPORT:** Resolved on the motion of B Cossar and M Adams that the financial statements (pg 16 onwards), a copy of which had been circulated to all members, be accepted.

Carried

RESOLUTION: A copy of the resolution was circulated to all members, being a resolution required under the registered clubs act, to expend up to \$50,000 for the cost of out of pocket expenses incurred by the directors, the cost of attending conferences and professional development:

- a. The reasonable cost of meals and beverages for each Director at an appropriate time before or after a Board and other Meetings. The reasonable cost of meals and beverages for each Director and partner whilst Director is in uniform on duty representing the Club.

- b. Reasonable expenses incurred by a Director either within the Club or elsewhere in relation to the duties of a Director including the entertainment of special guests of the Club in relation to Club business and such other promotional activities as may be approved by the Board.
- c. The professional development and education of Directors over the following twelve months including: The reasonable cost of Directors attending ClubsNSW meetings, seminars, lectures, trade displays and other similar events that may be determined by the Board from time to time. The reasonable cost of Directors attending other Clubs throughout the State or relevant overseas venues for the purpose of observing their facilities and methods of operation.
- d. Facilities to support the Directors in performance of their role, including: director car park, uniforms and any other equipment or facilities so approved by the Board.

The resolution was passed on the motion of B Cossar and A Nieuwenhout.

Carried

GENERAL BUSINESS: There was no items of General Business.

Mr Brian Cossar wished to congratulate the Board and Management on a remarkable result, from where the Club has come from (3 years ago) to where it is today. It is an amazing effort and looking forward to the future of ClubMulwala.

Chairman O'Meara thanked all Members for attending and invited them to enjoy the hospitality of the Club.

CLOSURE

There being no further business the meeting closed at 11.04 am.

I certify that the above as a true record of proceedings.

CHAIRMAN: Des O'Meara

DATE: 16th October 2017

CHAIRMAN'S REPORT



Members,

Financial year 2017/18 has been another great success. In May 2018, our membership reached 18,959 members. Our Operations team, ably led by CEO Alan Rowe, has produced a record profit of \$1.692M, a fantastic effort. This is an increase of nearly \$450K on last year's result. Well done to Alan, the Management Team, and of course all our staff, who do outstanding work for the betterment of ClubMulwala. On behalf of the Board of Directors, I thank all staff members for their continued commitment.

ClubMulwala continue to support our local community charities and groups, donating over \$330,000 where it is required. ClubMulwala has a special allegiance with the Yarrowonga Mulwala RSL Sub Branch and Auxiliary, and the Cobram Yarrowonga Legacy Group. I know that

all these organisations appreciate our commitment each year.

ClubMulwala has progressed the Solar Carpark project which is now due for completion by 05 November 2018. This project is behind schedule due to delays in gaining the electrical input permits to input generated power into the grid. The contractor, Blue Tongue Solar, is committed to using local trades people where ever possible.

Late last year we renewed the balcony roof as the previous roof material had failed to stand up to the elements. This has made a great improvement to the front façade of ClubMulwala and is assisting in keeping this area cooler on the hot days.

We have also started our Boardwalk project on the foreshore area south of the Resort. This project gained council approval in July 2015 with a 5-year span for completion. The application document for the boardwalk was based on technical data/computations supplied by McBurnie Engineering. With Lake Mulwala being emptied and no assurance it was to be emptied again in the near future, the Board decided to start this project. The Board agreed to sub contract some of the construction to McBurnie Engineering, due to McBurnie Engineering's Intellectual Property being used in the design. The boardwalk is due for completion by December 2018, in time for the busy Christmas period.

In April/May our maintenance staff completed renovations of 10 Resort units, using local sub-contractors where necessary. The refurbished rooms are a credit to the team, and a great job was done all round. The plan is to refurbish 10 rooms each year on a rotating basis.

The Board has engaged Rubicon Design to put forward suggestions to revamp our premises, to take ClubMulwala forward into the next 20-30 years. In March, most of the Directors attended the Gaming Expo in Brisbane, to help keep abreast of trends in the industry. We also visited many clubs north and south of Brisbane, some of which used Rubicon for their re-designs. The Board has discussed some concept proposals with the Management Team and was given great feedback. We are waiting the next concept drawings from Rubicon before posting the agreed plans for members information.

I believe the Intra-house clubs are vital to ClubMulwala, with Outdoor and Indoor Bowls, and Snooker available to all members to join, participate and meet new people. I congratulate the various committees on their continued successes in their sports.

Directors have continued their commitment to broadening their knowledge in the Registered Clubs Industry, with three Directors attending the Advanced Governance Training run by ClubsNSW. It is planned to get the remaining Directors to attend this same course in the near future.

ClubsNSW is pushing governing boards to a more diversified composition, looking to get younger members as Directors, and to have a good gender mix in that process. The Board of ClubMulwala is always looking to recruit younger members, as most Directors are reaching that age where we will gladly hand over to the next generation. This will maintain the ideals of ClubMulwala into the future.

I thank the various ClubMulwala members that pass on their support for all the good things happening at ClubMulwala; it is heartening to hear their comments and feedback.

I have been privileged to have led this mighty ClubMulwala for the last two years, and I thank my fellow Directors, and our CEO Alan Rowe, for their contribution and commitment to ClubMulwala, and look forward to a challenging and rewarding 2018/20, if I am re-elected.

Des O'Meara ESM, OAM

CHAIRMAN

CEO's REPORT



To all of our 18,959 wonderful members, THANK YOU.

For making 2017/18 a year to remember for so many reasons.

Firstly, our financial result is still sinking in and is amazing.

Secondly, our team here at ClubMulwala what can I say about each and every one of them, they are incredible and a fantastic bunch to work with, Thank you.

The Board of Directors, Des and his team for their commitment and vision to enable us to keep progressing forward as a club, Thank you.

Lastly to you our members thank you for the ongoing support and patience while we try and build you a better club.

I would like to personally thank the families of our incredible team here at ClubMulwala for being so unbelievably supportive and understanding.

I would also like to congratulate the Directors on the last two years for the foresight to keep our club modern and fresh. We have got a Board that is in place for the best interest of the club.

It gives me great pleasure to present my fourth report to our members.

The 2017/18 year has been one of continued reinvesting back in our facility as seen by the installation of our Solar covered Car Park, our Motel Room upgrades, our foreshore development and the new balcony roof installed.

ClubMulwala has returned a Profit of \$1,692,179 for the 2017/18 financial year this compares to last year a profit of \$1,243,125 [2016/17].

Back in 2014/15 ClubMulwala lost \$164,797, the turnaround of ClubMulwala has now given us an extremely strong business model to use as a base for future reinvestment back in our club.

ClubMulwala is very focused on the Yarrawonga/Mulwala community with over \$330,000 of either cash or in-kind donations made within our community through numerous beneficiaries. We are also pleased to support and partner the RSL Sub Branch included in this are Legacy, Ladies Auxiliary and Mulwala Elderly Citizens.

Employing over 110 employees shows our commitment to Yarrawonga/Mulwala and will always continue to, without our members support we would not be able to do this.

I would like to take this opportunity to personally thank our Chairman Des and his current Board of Directors for their fantastic support and vision they are showing to keep our club strong and vibrant and moving in a positive, forward direction.

I would like to sincerely thank Darren, Maria, Peter, Stephen, Daniel, Jaki, Megan, Tracey, our Management Team and all our staff and their families for the tremendous job and commitment and effort over the past 12 months; all of our staff and their families are valued members of our team.

I would like to acknowledge and congratulate all our intra house affiliates including Indoor Bowls, Outdoor Lawn Bowls and Snooker. Thank you for your ongoing support of our Club.

We will be reinvesting back in our already wonderful facility over the coming years and implementing more and more positive changes for all our members and visitors to enjoy.

We can certainly look forward to the future with confidence as we continue to keep ClubMulwala one of the premier clubs and destinations on the Murray.

Alan Rowe

CHIEF EXECUTIVE OFFICER

INTRA HOUSE CLUB REPORTS

INDOOR BOWLS 2017 - 2018

It gives me great pleasure to present this Report for the year 2017 – 2018 year.

I would like to thank my committee and the match committee for all your support and help over the past year.

To the Board of Directors and Alan Rowe, thank you, for without your donations with prize money and afternoon teas for our Tournaments we would find it very hard to function.

Thanks, must also be given to you for the use of the Courtesy Bus for our Pennant Trips.

To Peter, Kerry and all catering staff, thank you for the great job you do and to the girl's downstairs at Reception, thank you for the typing and photocopying that you do for us.

Our social nights have been a great success with a dinner on the paddle steamer and cruise around the lake and then our Chinese Dinner at the Ski Club and a dinner at Burkes, which was also a great night out and very well attended.

Thank you to our members who entered Inter House Competitions. Presentation night was great night of food and music. Congratulations to all the Winners and Runner Ups. More on this will be in the Match Committee Report.

The over 80s day had a good turn up and our Charity Day raised \$1400 for Yarrawonga Ambulance – great effort. A special thanks to all who contributed.

Thank you to all our members who help put out the mats and bowls and help put them away, this is greatly appreciated.

Pennant had a fantastic result with Noel Owen's team winning the grand final. Our other teams finished equal 4th which was a big improvement on last year. Well done to all.

To our publicity officer, Phyllis Novotny and to our members who do our catering each week, thank you.

I wish the incoming committee every success for the next year.

Tricia Murphy
President
ClubMulwala Indoor Bowls

I am proud to present this, my first President's Report for the season 2017-2018.

On behalf of the members (Outdoor Bowls) I extend our thanks to the staff of ClubMulwala for their assistance over the past 12 months. Thank you to Alan (CEO) and Jaki for your support and guidance, please could you convey also our thanks to the Board of Management. To ClubMulwala Board's Representative, David King, thank you for your valued assistance over the year, you also took over the position as our Treasurer thank you.

I acknowledge and thank ClubMulwala's Catering Manager Peter and Functions Supervisor Kerry. Their professionalism and understanding with catering orders, this was appreciated as they provided excellent service. To the kitchen staff, chefs, front of house and bar staff, thank you from all the club bowlers and guest bowlers.

Bowling Visitors

From the beginning of the year we had clubs visiting us these bowler numbers approx. 350 with another 100 having to cancel due to weather conditions (heat), these teams were from Belmont (Geelong), Greensborough and V.R.I (Victorian Railways Institute), Leopold and all have indicated they will return in 2018-2019. Also, on the greens we had attendees from ClubMulwala conferences who came to play social bowls at the end of their conference days. Fees for the hire of bowls and green fees were made exempt and Members helped guide the non-bowlers in these groups. This was met with much laughter and was much appreciated by the groups involved.

Social bowls ran through the Winter, with good attendance from other clubs in our district and visitors to our region (over 800 social bowlers for the season).

Come and Try Days and Barefoot bowls over the Summer holiday period were a great success organised by our club's match committee members. Pleasant days were had bowling with a BBQ following. This resulted in bringing about the Twilight Social Bowls and this again had a better result than expected and should be extended next Season. This Season more than 2500 bowlers have played on our greens.

Pennant Midweek & Saturday

Prior to the start of the season, pennant practice was arranged between Tungamah, St James and ourselves. This has become an annual event. The afternoon was a huge success and appreciated by all who attended.

This season started off well with one team entered on Saturday and two on Tuesday. Unfortunately, Ovens & Murray inconsistency decisions with cancelations due to extreme weather, put a dampener on what was a good season for A4 Pennant, although we still finished on the bottom. Travelling 1.5hrs to play on greens that to say the least were not up to standard, yet not inspected by the O&M when the club pulled them out of service and then reinstated them at a later date in the season. I would recommend that if this happens next season to forfeit the game it is not worth the money spend on the bus and driver.

Midweek Pennant our B1 team had a hard season but showed a lot of fight finishing 7th for the season. Our A2 team made it to the finals but were knocked out in the second round.

This season we were only offered 1 final on our greens although we have 2 of the best greens in the O&M as was stated at last year's finals played at our club. This is another thing that the O&M have to take a look at, as some of the greens that were played on were not up to standard. This is not sour grapes by ClubMulwala as we won on one such green.

Pennant finals are what each club strives to play in and their fore finals should be played on the best greens available.

Over the past few months I have uploaded flyers, photographs and information onto social media websites of Lawn Bowls Australia, Bowls Victoria and World Wide Bowls Official, Scotland, South Africa, USA, Canada, England and Asia. The feedback I have received has put ClubMulwala in a good place. We hope to explore more social media outlets and help get our club name about throughout Australia as well as to overseas clubs. Our Facebook page 'ClubMulwala Lawn Bowls' is having a great response and provides information that could be useful to our club in the future.

Our team app that was introduced this season is working out after a few hiccups at the start the information that is relayed to club members on their phones, ipads and emails means that messages of upcoming events, news and pennant scores are delivered to all members as received.

Club Championships

All club championships were held over the season:

Ladies Club Champion	Kay Smith
Men's Club Champion	Norm Elford

Tournaments

A successful Ladies 3-Bowl Triples Tournament was held in October.

Our Krackerjack Competition was a success – held over two days on the Easter weekend. Thanks to the ladies for the smooth running of this tournament with great feedback from players who attended. Unfortunately, it was not possible for Pam and myself to attend.

To all our club committees, thank you for your efforts over the past year. Thanks to all members for all their efforts over the season and let's continue the good work for season 2018-19.

Special thanks to John Thurling and others for the support to me over the past season and especially over the past month greatly appreciated.

A very special thanks to Ged (our greenskeeper) without his hard work, you the members would not be playing on two of the best greens in Australia – Thanks Ged!

Albert Dodman (Dod)
President

Snooker Report 2017-2018

We have once again had a wonderful year of Snooker at Club Mulwala, with a mix of social nights and more serious competition nights, with all our members minds focused on the end prize. That's not to say that there isn't laughter and banter in the back ground. We have a great club that is inclusive of all members no matter what gender, age, nationality or ability. To integrate members with varying abilities, so they can play with equal chance of winning, we use a handicapping system that averages each player's ability, which is totally transparent and is adjusted fortnightly dependant on the number of games they win and lose. Which gives rise to many close, nail biting finishes to frames? Though none of this would be possible without the continuing support and facilities provided by ClubMulwala.

Once again our Club Champion this year was Jake Thompson, who defeated his father Darren Thompson in the final, which was a close, hard fort match that went down to the wire, with several of our members watching on, in a match that was played at a high club standard. Through young eyes and with a more attacking style, saw Jake take the deserved win. The "B" grade Championship final was between Hans Lang and Darren Edwards with Hans Lang playing too well on the night. And the Doubles Championship was a family affair with father/son pair Jake & Darren Thompson taking on mother/daughter pair Shirley & Samantha Ridley in the final, with the father/son getting their names on the honour board. This shows that snooker is a wonderful game that can be played across the generations and as a family.

Our social nights played on Wednesday's at 7.00pm, are open to all members and guests at minimal cost, with ClubMulwala vouchers to be won to use at the any of the clubs great, varied eateries, accommodation or Essenza day Spa.

Though if you would like to take your snooker on more seriously, become a snooker member and compete in our Monday competition nights, that vary in format from Spring and Autumn team events, to our Digger's Tribute tournament played monthly throughout the year, where you accrue points, dependant on your results and win great prizes. And our "Player of the year" who is the most consistent and wins the most games throughout the year. We also have several social nights out yearly to enjoy the Clubs Digger's restaurant and have a Christmas/presentation night at the conclusion to the year.

Our members have again excelled in tournaments across the state, country and internationally, especially Adrian Ridley winning the Australian National Snooker Championship and the Oceania Championship. Which is played against players from not only Australia but from the whole region, including New Zealand, Fiji and Papa New Guinea? With wins like these and playing other ranking tournaments across the country has meant Adrian has spent a considerable time this year as the number 1 ranked player in Australia. These results also meant Adrian was selected as a wildcard to play at the highest level, the World Professional Snooker Championships in England, where he acquitted himself wonderfully under the pressure of the worlds spot light, being on the TV table with cameras in his face, beamed to millions of viewers and playing against a previous World Champion Graeme Dott.

Jake Thompson also acquitted himself well, with the highlight being, winning the Victorian Junior Billiards Championship and getting runner up in the Victorian Junior Snooker and eight ball Championships. Jake also represented Victoria in the Australian eight ball Championships in Adelaide.

We are always welcoming new members, so come down on Wednesday nights at 7.00pm and have a good night of snooker and socializing. While getting the chance to watch or even play against some of the country's best adult and junior players, with the finalists winning ClubMulwala vouchers and cash prizes.

President

Darren Thompson

COMMUNITY SUPPORT & DEVELOPMENT

The following local organisations have benefited from assistance from ClubMulwala:

- Yarrawonga Mulwala RSL Sub-Branch
- Yarrawonga Cobram Legacy Groups
- Yarrawonga Mulwala RSL Women's Auxiliary
- The Veteran Community
- Yarrawonga Health Age Care
- Yarrawonga Health
- Gift Tree Yga Health
- Yarrawonga Helping Hands
- Moira Health Alliance MHA Care
- Meals on Wheels
- Alzheimer's Awareness Week
- Dementia Fundraiser
- PALS – Gorman / Respite House
- Yarrawonga Friends in Common
- Yarrawonga SES
- Yarrawonga Neighbourhood House
- Salvation Army – Red Cross
- Mulwala Fire Brigade
- Yarrawonga Fire Brigade
- Yarrawonga Fire Brigades Groups
- Yarrawonga Men's Shed
- Yarrawonga Rotary
- Cohuna Lions Club
- Yarrawonga & Mulwala Probus Clubs'
- Yarrawonga Mulwala Lions Club
- Yarrawonga Lioness Club Craft Expo
- Mulwala Elderly Citizens Village
- Yarrawonga & Mulwala Senior Citizens
- Yarrawonga Godfathers
- Murray River Rumble (Toms family, Yth boxing, army cadets & mul public school)
- ClubMulwala Lawn Bowls Club
- ClubMulwala Snooker Club
- ClubMulwala Indoor Bowls Club
- Yga & Border Agricultural Society – Annual Show
- Corowa Pastoral, Agricultural & Horticultural Society – Annual Show
- Buckles & Boots Linedancing
- Mulwala Blue Light Disco
- Bluearth Organisation
- Country Women's Association CWA
- Festival of 1000 voices
- Fundraiser for following locals & surrounds: Jack Bassett, Jake Butcher, Leni Ramsdale, Liam Martin, Sam Mickelson, Gavan Dowling, superhero Ryder, Susan Butcher, Mick Howard, Michael Viggor
- Matt Parker Royal Children's Hospital Appeal
- Trevor Davis Pay It Forward
- Sacred Heart Primary School
- Sacred Heart College
- Sacred Heart College – Phillipines Immersion
- Yarrawonga College P-12 Primary
- Yarrawonga College P-12 Secondary
- Yarrawonga College P-12 'Kokoda Trek'
- Mulwala Public School
- Mulwala Pre-School
- St Francis Xavier School Urana
- St Marys School Corowa – Euroa Primary
- Walbundrie Public School - Merrijig Primary
- Cobram & District Special School
- Yarrawonga Football Netball Club
- Mulwala Football Netball Club
- Tim Levesque Golf Day
- Tungamah Football Netball Club
- Rennie Football Netball Club
- CDHBU Football Netball Club
- Albury Football Club – Plympton Football Club
- Billabong Crows Football Netball Club
- Kangaroo Flats Football Netball Club
- Berrigan Netball Club – Goorambat Football
- Murray League Football Netball Club (Jnrs)
- Tunzafun - Might Murray Trek
- Yarrawonga Pre-school Occasional Care
- Yarrawonga Lawn Tennis Club
- Yarrawonga Junior Sports Carnival
- Yarrawonga Mulwala Table Tennis Assoc.
- Yga Mul Lakers Rep Basketball Assoc.
- Yarrawonga Mulwala Little Athletics
- Yarrawonga Artist Association
- Yamaha Cod Classic
- Katamatite Cricket Club
- Lake Mulwala Angling Club
- Sun Country Dance Studio'
- Youanmite Hall
- Yarrawonga Gala Ball & Dance W'end group
- Laverton Bowls Club
- K.I.D.S Foundation
- Various Cancer Fundraisers: Peter MacCallum Center, Relay for Life, Biggest Morning teas, Give me 5 for Kids etc
- Good Friday Appeals
- Sun Country Historic Vehicle & Machinery Club
- Emergency Services 2017 Golf Day
- Golden Retriever Rescue
- Veteran Affairs Story Writing & Art Comp.
- Yga Sports Health & Performance Seminar

Club Mulwala is proud to be able to support these and many other worthy organisations throughout the year.

DIRECTOR'S REPORT

Your Directors present their report on the Company for the financial year ended 30 June 2018.

1. DIRECTORS

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

Brian Patrick Bouchier
Colin Gerard Brennan
John Phillip Burn
John Michael Clarke
John Phillip Futch (resigned 14.10.2017)
David Wilfred King
Shane Douglas McBurnie
Desmond John O'Meara
Kerry William Pendergast

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

2. COMPANY SECRETARY

The following person held the position of Company Secretary at the end of the financial year: Mr Alan Rowe – Mr Rowe has been employed as the Chief Executive since 1st day of December 2014.

3. PRINCIPAL ACTIVITIES & OBJECTIVES

The principal activities & objectives of the company during the year were that of a Registered Club providing various facilities and amenities including accommodation and a Day Spa, bar and dining facilities and entertainment for its members. These activities assisted in achieving the company's objectives by providing funds to allow the ongoing upkeep and enhancement of the facilities. The company measures its performances by being able to upgrade and enhance its facilities within its financial limitations.

4. STRATEGIES

The company strives to attract and retain quality staff who are committed to upkeep the Clubs mission statement which is 'To achieve total customer satisfaction by providing service excellence, using employees and products produced in a caring and safe environment, whilst at all times following the ideals of the Returned & Services League.

5. 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 objectives are being achieved.

6. OPERATING RESULT

The net amount of operating profit of the Company for the year was \$1,692,179.

7. DIVIDENDS PAID OR RECOMMENDED

The company has not paid or declared any dividend since the end of the previous financial year. The constitution of the company prohibits a distribution of a dividend.

8. REVIEW OF OPERATIONS

The Profit from ordinary trading operations was \$1,692,179 compared with the operating profit of \$1,243,125 in the prior year.

9. FINANCIAL POSITION

A review of the balance sheet shows the movements in the company's position as follows:

Net increase in current assets	\$2,054,887
Net increase in total assets	\$2,205,515
Increase in liabilities	\$528,421
Increase in working capital	\$1,672,391
Purchases of fixed assets	\$1,438,575

10. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In the opinion of the Directors, there were no significant changes in the state of affairs of the company that occurred during the financial year under review not otherwise disclosed in this report or in the accounts.

11. AFTER BALANCE DATE EVENTS

Since the end of the financial year, the Directors are not aware of any matter or circumstance not otherwise dealt with in the report or accounts that have significant or may significantly affect the operation of the company, the results of those operations or the state of affairs of the Company in subsequent financial years.

12. FUTURE DEVELOPMENTS

Renovations of a further ten rooms at Resort is scheduled for May/June 2019, the cost expected to be about \$250,000, the Boardwalk installation at the front of our Resort lawns is scheduled to be completed at a cost of approx. \$180,000. A complete upgrade/renovation of the upper/ lower levels of the Clubhouse is in planning stage with Rubicon working on plan options, this project has a 10 year scope (5 stages) with stage 1 to commence next year.

13. ENVIRONMENTAL ISSUES

The company's operations are not subject to any significant environmental regulation under a law of the Commonwealth or of a State or Territory. The board believes that the company has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they apply to the company.

14. INFORMATION ON DIRECTORS

	Experience:	Occupation:
Brian Patrick Bouchier <i>Deputy Chairman</i>	- Board Member since 2007 -Member of Club Directors Institute	Funeral Director
Colin Gerard Brennan	- Board Member since 2016 - Member of Club Directors Institute	Retired
John Phillip Burn	- Board Member since 2016 - Member of Club Directors Institute	Retired
John Michael Clarke	- Board Member since 2016 -Member of Club Directors Institute	Retired
David Wilfred King <i>Deputy Chairman</i>	- Board Member since 2014 -Member of Club Directors Institute	Retired
Shane Douglas McBurnie	- Board Member since 2010 -Member of Club Directors Institute	Director Business owner
Desmond John O'Meara <i>Chairman</i>	- Board Member since 2016 -Member of Club Directors Institute	Retired
Kerry William Pendergast	- Board Member since 2010 -Member of Club Directors Institute	Retired

15. DIRECTOR'S REMUNERATION

Since the end of the previous financial year no Director has received or become entitled to receive a remuneration (other than a remuneration included in the aggregate amount of remuneration received or due and receivable by Directors shown in the accounts, or the fixed salary of a full-time employee of the company) by reason of a contract made by the company with the Director or with a firm of which they are a member or with a company in which they have a substantial financial interest, save and except Mr S McBurnie who is an employee of a company with whom the club has traded.

16. MEETINGS OF DIRECTORS

During the financial year twelve Monthly meetings of Directors and two special meetings were held. Attendances by each Director during the year were as follows:

	Number Eligible to attend	Number Attended
Mr Brian Bouchier	14	12
Mr Colin Brennan	14	14
Mr John Burn	14	12
Mr John Clarke	14	12
Mr John Futcher	3	3
Mr David King	14	14
Mr Shane McBurnie	14	13
Mr Desmond O'Meara	14	13
Mr Kerry Pendergast	14	14

17. INDEMNIFYING OFFICERS OR AUDITOR

During or since the end of the financial year, the company has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

The company has paid premiums to insure each of the following directors and executives against liabilities for costs and expense incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the company, other than conduct involving a willful breach of duty in relation to the company.

B.P.Bouchier, C.G.Brennan, J.P.Burn, J.M.Clarke, D.W.King, S.D.McBurnie, D.J.O'Meara, K.W. Pendergast, A.S. Rowe

18. MEMBERSHIP

The number of Members as at 30 June is as follows:

	2018	2017
Ordinary	18,956	14,775
Life Members	3	3
TOTAL	<u>18,959</u>	<u>14,778</u>

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 \$5 each to meet any outstanding obligations of the company. At 30 June 2018, the total amount that members of the company are liable to contribute if the company is wound up is \$94,795 (2017 \$73,890)

19. PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

20. AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration for the year ended 30 June 2018 has been received and can be found on page 31 of the financial report.

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

Signed at Mulwala, on this the 24th day of September, 2018

Des O'Meara
Chairman

Brian Bouchier
Director

MULWALA AND DISTRICT SERVICES CLUB LIMITED ACN: 000 908 485

STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE 2018

	Notes	2018 \$	2017 \$
Trading revenue		16,534,767	15,773,726
Subscriptions		111,711	64,636
Other revenue		237,507	207,130
	2	<u>16,883,985</u>	<u>16,045,492</u>
Advertising		75,479	95,680
Amortization	1(b) & 3	188,914	247,995
Buses		102,782	114,206
Cost of sales		2,355,349	2,284,551
Customer loyalty program		103,746	29,007
Depreciation	1(b) & 3	1,025,506	992,417
Donations and sponsorship		96,502	132,250
Cleaning		37,473	69,482
Electricity and gas		514,357	457,789
Entertainment		364,570	379,061
Insurance		94,894	80,900
Other expenses		2,111,273	1,061,849
Personnel expenses		4,819,158	5,739,833
Poker machine taxes and monitoring fees		2,121,652	1,902,004
Promotions	1(o)	648,608	632,586
Repairs and maintenance		386,482	394,847
Training costs		35,241	39,935
		<u>15,081,987</u>	<u>14,654,393</u>
Result from operating activities		1,801,998	1,391,100
Rent paid RSL		109,091	109,091
Finance income and expense			38,884
Finance costs			
Profit before income tax		<u>1,692,907</u>	<u>1,243,125</u>
Income tax	1(g)	0	0
Operating Profit/-Loss for the year		1,692,907	1,243,125
Profit on Sale of Residential Properties			
Prior Year Adjustments	1 (p)		
Net Operating Profit/-Loss		<u>1,692,907</u>	<u>1,243,125</u>

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
Net current year surplus/-loss	1,692,907	1,243,125
Other comprehensive income	<u>0</u>	<u>0</u>
Total income/-loss attributable to members of the entity	1,692,907	1,243,125
Transfer to pre-capital gains tax reserve	<u>1,692,907</u>	<u>1,243,125</u>

The accompanying notes form part of these financial statements.

MULWALA AND DISTRICT SERVICES CLUB LIMITED ACN: 000 908 485

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2018

	Notes	This Year \$	Last Year \$
CURRENT ASSETS			
Cash and cash equivalents	6	3,987,837	1,943,584
Trade and other receivables	7	64,586	34,050
Inventories	1(a)	227,010	248,509
Other - prepayments		50,932	33,462
Total Current Assets		4,330,365	2,259,605
NON-CURRENT ASSETS			
Property, plant and equipment	8	10,976,180	10,760,438
Investments		32	32
Other - unsecured loan		520,907	586,021
Total Non-Current Assets		11,497,119	11,346,490
TOTAL ASSETS		15,827,484	13,606,096
CURRENT LIABILITIES			
Trade and other payables	9	1,517,172	1,150,819
Interest bearing liabilities	10	-	10,000
Provisions	11	316,689	290,545
Total Current Liabilities		1,833,861	1,451,364
NON-CURRENT LIABILITIES			
Trade and other payables		448,162	313,923
Interest bearing liabilities	10	0	0
Provisions	11	92,313	80,568
Total Non-Current liabilities		540,475	394,491
TOTAL LIABILITIES		2,374,336	1,845,855
NET ASSETS		13,453,148	11,760,241
MEMBERS'EQUITY			
Current Years Earnings		1,692,907	10,517,116
Retained profit		11,760,241	1,243,125
TOTAL MEMBERS'EQUITY		13,453,148	11,760,241

The accompanying notes form part of these financial statements.

MULWALA AND DISTRICT SERVICES CLUB LIMITED ACN: 000 908 485

STATEMENT OF CHANGES IN EQUITY

AS AT 30 JUNE 2018

	Notes	Retained Surplus \$
Balance as at 1 July, 2016		<u>10,517,116</u>
Comprehensive Income		
Surplus (Deficit) for the year attributable to members of the entity		
Other comprehensive income for the year		<u>1,243,125</u>
Total income attributable to members of the entity		1,243,125
Balance as at 30 June, 2017		<u>11,760,241</u>
There are no revaluation or financial reserves		
Balance as at 1 July, 2017		<u>11,760,241</u>
Surplus for the year attributable to members of the entity		1,692,907
Total income attributable to members of the Entity		<u>1,692,907</u>
Balance as at 30 June, 2018		1,692,907
Balance as at 30 June, 2018 - Total Members Equity		<u>13,453,148</u>
There are no revaluation or financial reserves.		

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2018

	Notes	This Year inflows/-outflows \$	Last Year inflows/-outflows \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		16,806,731	15,996,181
Payments to suppliers & employees		-13,694,439	-13,481,540
Finance costs		-	-40,611
Interest Received		12,919	6,985
Adjustment to Previous Financial Year			
Net cash provided by operating activities	2	3,125,211	2,481,015
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant & equipment		-1,404,900	-1,287,866
Proceeds from sale of fixed assets		-	24,727
Proceeds from sale of Poker Machine Licences			
		-1,404,900	-1,263,139
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		-1,448	-989,185
Proceeds from borrowings		260,276	88,525
Repayment of loan		65,114	65,113
Net cash flows from financing activities		323,942	-835,547
Movement in cash		2,044,253	382,329
Cash at the beginning of the financial year		1,943,584	1,561,255
Cash at the end of the financial year	1	3,987,837	1,943,584

NOTES TO THE CASH FLOW STATEMENT**1. Reconciliation of cash**

For the purpose of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the statement of cash flow is reconciled to the related items in the balance sheet as follows:

	This Year	Last Year
Cash at bank	3,383,815	1,419,421
Cash on hand	604,022	524,163
	3,987,837	1,943,584

2. Reconciliation of Net Cash provided by Operating Activities to Operating Profit after Income Tax

Operating profit after income tax	1,692,907	1,243,125
Adjustment to Previous Financial Year		
ADD - Non cash flows in operating activities		
Amortisation	188,914	247,995
Depreciation	1,025,506	992,417
	2,907,327	2,483,537
LESS - Profit on sale of fixed assets	-	-908
	2,907,327	2,482,629
Change in operating assets & liabilities		
Increase (Decrease) Creditors & accruals	278,190	-89,619
Adjustment to Previous Financial Year		
(Decrease) Increase Subscriptions & deposits in advance	-33,798	-46,828
(Increase) Decrease Trade debtors	-30,537	5,410
(Increase) Decrease Prepayments	-17,470	129,124
(Increase) Decrease Stock on hand	21,499	299
Cash flows from operations	3,125,211	2,481,015

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 JUNE 2018

Reporting Entity

The financial statements cover Mulwala & District Services Club Ltd as an individual entity, incorporated and domiciled in Australia. Mulwala & District Services Club Ltd is a company limited by guarantee.

The financial statements were authorized for issue on 24th September, 2018 by the directors of the company.

Note 1. Summary of Significant Accounting Policies

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001. The Company is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

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, except for the cashflow information, have been prepared on an accrual 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.

Early Adoption of Accounting Standards

The Company has not elected to apply any pronouncements before their operative date in the annual reporting period beginning 1 July 2017.

Critical Accounting Estimates

The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. There are no areas that involve a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements other than those described in the following accountancy policies.

Comparative Figures

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

Compliance with AIFRS

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

In preparing the financial report the company has elected to apply options and exemptions available within AIFRS that are applicable to not for profit entities.

Economic Dependence

Mulwala & District Services Club Ltd is not dependent upon any entity or event.

Note 1:**a) Inventories**

Inventories are measured at the lower of cost, current replacement costs or net realisable value. Costs are assigned on the first in first out basis and does not include any element of fixed or variable overhead. Net realisable value is determined by reference to current selling prices of the various stock lines.

b) Property, plant and equipment

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

Freehold property

Freehold land and buildings are shown at their value based on periodic, valuations by external independent values, 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 recognized 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 recognized in other comprehensive income under the heading of revaluation surplus. All other decreases are recognized 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 recognized 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 recognized 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(e) for details of impairment).

Subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate, only when it is probable the 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 recognized as expenses in profit or loss in the financial period in which they are incurred.

Plant and equipment that have been contributed at no cost or for nominal cost are recognized 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 assets useful life to the company commencing from the time the asset is available for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used in each class of depreciable assets are:

Buildings	2.50%
Plant & Equipment	18-22.5%
Leasehold Improvements	Term of Lease

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 or losses are recognized 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.

c) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the company are classified as finance leases. Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Lease assets are amortised on a straight line basis over their estimated useful lives where it is likely that the company 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 charged as expenses in the periods in which they are incurred.

d) Financial Instruments

The company has no financial instrument.

e) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying amounts 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 and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognized 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 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's class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

Where an impairment loss on a revalued asset is identified, this is recognized against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

f) Employee Provisions

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee provisions payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows attributable to employee provisions.

Contributions are made by the company to employee superannuation funds and are charged as an expense when incurred.

The company does not record, as an asset or a liability, the difference between the employer established defined benefit superannuation plan's accrued benefits and the net market value of the plan's assets.

g) Income Tax

The company recognises the principles of tax effect accounting in terms of Australian Accounting Standards. However, in view of the method of calculation of the company's taxable income (a calculation of non-member income only) the effect of the application of the principle would be insignificant and the amount of the deferred tax and liabilities to be eventually realised or payable are uncertain. For these reasons, tax effect accounting has not been applied in these accounts.

h) Goods & 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 Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables in the Balance Sheet are shown inclusive of GST.

Cash flows are included in the statement of cash flows net of the GST component.

i) Cash

Cash and cash equivalents comprises cash balances, call deposits and highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk in change in value. Bank overdrafts that are repayable on demand and form an integral part of the club's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

j) Revenue

Revenue from the sale of goods and services is recognised upon the delivery of the goods and services to the customers. All revenue is stated net of goods and services tax (GST).

Interest income is recognised as it accrues at the current interest rate.

k) 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. Accounts receivable are initially recognized at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(e) for further discussion on the determination of impairment losses.

l) Provisions

Provisions are recognized 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 recognized represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

m) 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 recognized as a current liability with the amounts normally paid within 30 days of recognition of the liability.

n) Critical Accounting Estimates and Judgments

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.

o) Promotions

Not all Members Benefits and internal promotion expenses are accounted for in our accounting system. In previous years' internal journals were entered increasing the income and shown as an expense against promotion.

p) Adjustments to previous financial year

2. Revenue	Notes	This Year	Last Year
Opening activities		\$	\$
Sale of goods and other trading revenue		16,683,442	15,953,871
Rental revenue		38,647	20,000
Profit on sale of non-current assets		-	908
Interest received		12,919	6,985
Members Subscriptions		111,711	64,636
Total Revenue		16,846,719	16,046,400

3. Expenses

Interest expense on financial liabilities, includes hire purchase charges	-	38,884
Employee benefits expense - contributions to defined superannuation funds	466,255	451,907
Minimum lease payments	109,091	109,091

Audit Fees

Audit Services	18,450	17,900
Other services		-

Profit from ordinary activities before income tax has been determined after

Depreciation of non-current assets

Buildings	7,932	8,217
Amortisation	188,914	247,995
Plant and equipment	1,017,574	984,200
Total Depreciation	<u>1,214,420</u>	<u>1,240,412</u>

Amortisation of non-current assets

Leasehold improvements	188,914	247,995
------------------------	---------	---------

Rental expense on operating Leases

Land rental	5a	109,091	109,091
Finance Cost		-	38,884

4 Director's Remuneration

No remuneration has been paid to Directors, none of whom are in full time employment of the Club. Directors' expenses incurred are expenses incurred in carrying out Directors duties and obligations.

5 Capital and Leasing Commitments

(a) Operating Lease Commitments

The company has an operating lease on land at an annual rental of \$109,091 payable annually.

(b) The club site lease is for a (12) twelve month period with fifty-two renewable options, rental negotiable.

The club intends to take up the options of the club site lease. The current rental is \$109,091.

(c) The Company has the following capital commitments:

- Solar Carpark; not expected to exceed \$1,000,000
- Boardwalk (Resort) not expected to exceed \$150,000

	This Year \$	Last Year \$
6. Cash and cash equivalents		
Cash on hand	604,022	524,163
Cash at bank	<u>3,383,815</u>	<u>1,419,421</u>
	<u>3,987,837</u>	<u>1,943,584</u>
7. Trade and other receivables		
Current: Trade Debtors	<u>64,586</u>	<u>34,050</u>
8. Property, Plant and Equipment		
(a) Land and Buildings		
Freehold land - at cost	1,361,004	1,361,004
Less impairment	<u>-661,004</u>	<u>-661,004</u>
	<u>700,000</u>	<u>700,000</u>
Residential land and buildings	277,100	277,100
Less accumulated depreciation	<u>-178,900</u>	<u>-170,968</u>
	<u>98,200</u>	<u>106,132</u>

Leasehold improvements: -

Clubhouse, motel building, bowling green

and surrounds - at cost

Less accumulated amortization

Total land and buildings

15,848,393

-8,782,814

7,065,579

15,771,644

-8,593,900

7,177,744

(b) Plant and Equipment

Plant and equipment - at cost

Less accumulated depreciation

Total Plant and equipment

15,083,122

-11,970,721

3,112,401

13,729,708

-10,953,147

2,776,561

Total

10,976,180

10,760,437

Reconciliation of the carrying amounts for each class of property, plant and equipment are set out below.

	Freehold	Residential	Leasehold	Equipment,	Total
	Land	Land & Buildings	Improvement	Fitting & vehicles	
Balance as at 1 July 2017	700,000	106,132	7,177,744	2,776,561	10,760,437
Additions			76,749	1,353,414	1,430,163
Disposals					
Depreciation expense		-7,932	-188,914	-1,017,574	-1,214,420
Balance at 30 June 2018	700,000	98,200	7,065,579	3,112,401	10,976,180

Notes

This Year
\$

Last Year
\$

9. Trade and other payables

Current

Unsecured liabilities

Trade creditors and accrued expenses

Term Contract Loans

Prepaid income

920,493

443,203

153,476

1,517,172

646,379

317,165

187,274

1,150,818

Non-Current

Unsecured liabilities

loan RSL Sub Branch

Term Contract Loans

0

448,162

0

313,923

10. Interest Bearing Liabilities

Secured liabilities

Debenture Mortgage

-

-

10,000

10,000

Term Contracts Loans

-

-

10,000

10,000

Total Secured Liabilities

-

10,000

Current		
Term Contracts Loans	-	317,165
Secured Debenture Mortgage	-	10,000
	-	327,165
Non-Current		
Term Contracts Loans	-	313,923
Secured Debenture Mortgage	-	0
	-	313,923
Unsecured Liability Interest Bearing		
Current		
Loan - RSL Sub Branch	-	0
Total Interest Bearing Liability	-	10,000

Secured liabilities are secured by a registered mortgage over the assets and income of the company. Interest is charged at prevailing market rates.

11. Employee Provisions

	2018	2017
	\$	
Opening Balance as at 1 July 2017	371,133	367,002
Additional provisions raised during year	335,374	270,659
Amounts used	-297,505	-266,548
Balance as at 30 June 2018	409,002	371,113

Analysis of Employee Provisions

	2018	2017
	\$	\$
Current:		
Annual leave entitlements	287,578	259,739
Long service leave entitlements	29,111	30,806
Total current employee provisions	316,689	290,545
Non-Current:		
Long service leave entitlements	92,313	80,568

12. Gaming Machine Profit and Community Support and Development

The profit from poker machines for the poker machine tax year ended 31 August 2018 was \$9,149,794.

The amount of community benefits paid under the Club Grants Scheme for the poker machine tax year was \$303,840.

13. Financial Risk Management

Liquidity Risk

Liquidity risk is the risk that the club will not be able to meet its financial obligations when they fall due. The company's approach to managing liquidity risk is to ensure, as far as possible that it will always have sufficient liquidity to meet its liabilities when they fall due, under both normal and stressed conditions without incurring unacceptable losses or risk damage to the company's reputation.

Credit Risk

Exposure to credit risk

The carrying amount of the company's financial assets represents the maximum credit exposure. The company's maximum credit exposure at 30 June 2017 was:

	Notes	This Year Carrying Amount	Last Year
Receivables	7	64,586	34,050
Cash & cash equivalents	6	3,987,837	1,943,584
Loan unsecured		520,907	586,021
		<u>4,573,330</u>	<u>2,563,655</u>

The Club's maximum exposure to credit risk for trade receivables at reporting date was solely focused on the immediate geographic region.

The Club's maximum exposure to credit risk for trade receivables at report date by customer type was:

		Carrying Amount	
Trade debtors	7	48,713	34,050
		<u>48,713</u>	<u>34,050</u>

Impairment Losses

The aging of the Club's receivables at reporting date was as follows:

	Gross	2018 Impairment Losses	Gross	2017 Impairment Losses
Not past due	64,586	0	34,050	0

Based on historic default rates, the company believes that no impairment allowance is necessary in respect of receivables.

Liquidity Risk

The following are contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting arrangements:

Financial Liabilities

	Carrying Amount \$	Contractual Cash Flows \$	<12 months \$	1-2 Years \$	2-5 Years \$	>5 Years \$
30 June 2018						
Term Loan Contracts	891,365	891,365	443,203	443,203	4,959	
Trade & other payables (excl. employee benefits & prepaid income)	920,493	920,493	920,493			
Debenture Mortgage						
	1,811,858	1,811,858	1,363,696	443,203	4,959	

Financial Assets

	Carrying Amount \$	Contractual Cash Flows \$	<12 months \$	1-2 Years \$	2-5 Years \$	>5 Years \$
30 June 2018						
Cash & cash equivalents	3,987,837	3,987,837	3,987,837			
Loan unsecured	520,907	590,907	No repayment arrangement as at 30 June 2018			
Trade and other receivables	64,586	64,586	64,586			
	4,573,330	4,643,330	4,052,423			

Financial Liabilities

	Carrying Amount \$	Contractual Cash Flows \$	<12 months \$	1-2 Years \$	2-5 Years \$	>5 Years \$
30 June 2017						
Term loan contracts	631,088	631,088	317,165	313,923		
Trade & other payables (excl. employee benefits & prepaid income)	674,379	674,379	674,379			
Debenture Mortgage	10,000	10,000				
	1,315,467	1,315,467	991,544	313,923		

Financial Assets

	Carrying Amount \$	Contractual Cash Flows \$	<12 months \$	1-2 Years \$	2-5 Years \$	>5 Years \$
30 June 2017						
Cash & cash equivalents	1,943,584	1,943,584	1,943,584			
Loan unsecured	586,021	586,021	No repayment arrangement as at 30 June 2017			
Trade and other receivables	34,050	34,050	34,050			
	2,563,655	2,563,655	1,977,634			

Interest Rate Risk

At the reporting date the interest rate profile of the company's interest bearing financial instruments was:

	Carrying Amount		
	Note	2018	2017
Loan	10	0	0
Variable instruments		0	10,000

Sensitivity Analysis

The following table illustrates sensitivities to the company's exposure to changes in interest rates and equity prices. The table indicates the impact on how profit and equity values reported at the end of the reporting period would have been affected by changes in the relevant risk variable that management considers to be reasonably possible.

The sensitivities assume that the movement in a particular variable is independent of other variables.

	Profit \$	Equity \$
Year ended 30 June 2018		
+/- 1% interest rates	0	0
Year ended 30 June 2017		
+/- 1% interest rates	100	100
	2018 Carrying Amount \$	2017 Carrying Amount \$
Financial assets		
Cash on hand	3,987,837	1,943,584
Accounts receivable and other debtors	48,713	34,050
Total Financial assets	<u>4,036,550</u>	<u>1,977,634</u>
Financial liabilities		
Accounts payable and other payables	1,073,969	551,123
Hire purchase liabilities	891,365	631,088
Total Financial liabilities	<u>1,965,334</u>	<u>1,182,211</u>

The fair values disclosed in the above table have been determined based on the following methodologies.

Cash on hand, accounts receivable and other debtors, and accounts payable and other payables are short-term instruments in nature whose carrying amount is equivalent to fair value. Trade and other payables exclude amounts provided for accrued leave, which is outside the scope of AASB 139.

Fair Values

Fair values versus carrying amount

The fair values of financial assets and liabilities were equal to the carrying amount shown in the balance sheet as at reporting date.

14 Contingent Liabilities and Assets

The Company has no known contingent liabilities.

15 Members' Guarantee

The Company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is to wound up, the constitution states that each Member is required to contribute a maximum of \$5 each to meet any outstandings and obligations of the company.

At 30 June 2018 the number of Members was 6,924.

16 Consulting Fees

The NSW Registered Club Act requires fees paid in excess of \$30,000 to be reported.

Fees reportable are: Nil

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Mulwala & District Services Club Limited, the Directors declare that:

1. The financial statements and notes, as set out on pages 16 to 30 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 of the company as at 30 June 2018 and of its performance for the year ended on that date.
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.

Des O'Meara
Chairman

Brian Bouchier
Director

Dated this 24th Day of September, 2018.

AUDITOR'S INDEPENDENCE DECLARATION

UNDER S 307C OF THE CORPORATIONS ACT 2001

TO THE DIRECTORS OF THE MULWALA AND DISTRICT SERVICES CLUB LIMITED

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

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

JF HAEBICH FCA
CHARTERED ACCOUNTANT
38 Belmore Street, Yarrowonga VIC 3730

Dated this 24th Day of September, 2018.

INDEPENDENT AUDITOR'S REPORT
To The Members of the
MULWALA AND DISTRICT SERVICES CLUB LIMITED

Report on The Financial Report

I have audited the accompanying financial report of the Mulwala & District Services Club Ltd, 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.

Directors Responsibility for the Financial Report

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting my audit I have complied with the independence requirements of Corporations Act 2001. I confirm that the independence declaration required by the Corporations Act 2001, which has been given to the Directors of the Mulwala & District Services Club Limited, would be in the same terms if given to the Directors as at the date of this audit report.

Electronic Presentation of Audited Financial Reports

This auditor's report relates to the financial report of the Mulwala & District Services Club Ltd for the year ended 30 June 2018, that may be included on the company's website. The auditor's report refers only to that financial report and it does not provide an option on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications, they are advised to refer to the hard copy of the audited financial report to confirm the information included in this audited financial report.

Auditor's Opinion

In my opinion, the financial report of the Mulwala & District Services Club Limited 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 performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and the Corporations regulations 2001.

JF HAEBICH FCA
CHARTERED ACCOUNTANT
38 Belmore Street, Yarrawonga VIC 3730

Dated this 24th Day of September, 2018.