



Kogarah Clubhouse

Directors



Chris Blaxland-Walker

Chairman



Megan Barker

Snr Vice Chairman



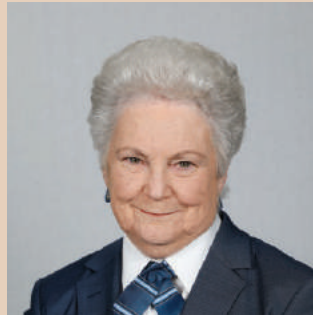
Todd Dalton

Jnr Vice Chairman



Ken Rawson

Director



Kayleen Samuel

Director



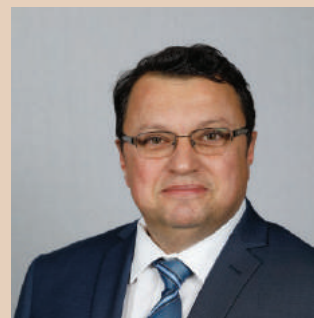
Tom Zdun

Director



Mal Paterson

Director



Grant Amer

General Manager



NOTICE OF ANNUAL GENERAL MEETING KOGARAH R.S.L. CLUB LTD

ACN 001 032 355

NOTICE IS GIVEN that the 50th Annual General Meeting of Kogarah RSL Club Limited (ACN 001 032 355) will be held at:

Location: Kogarah Clubhouse
252 Railway Parade Kogarah

Date: Sunday 30th October 2022

Time: 9.00am

Agenda:

1. To confirm the Minutes of the 2021 Annual General Meeting.
2. To receive and consider the reports of the Board.
3. To receive and consider the Financial Report, the Directors' Report and the Auditor's Report for the year ended 30 June 2022.

Note: The Kogarah RSL Annual Report for 2022 will be available online at www.kogarahclubhouse.com.au, alternatively a hard copy will be available on request at Kogarah Club reception.

4. To consider and, if thought fit, pass Ordinary Resolution 1 conferring Directors' benefits.
5. To consider and, if thought fit, pass Ordinary Resolution 2 conferring Honoraria on the Chairman, Welfare Officer and directors.
6. To consider and, if thought fit, pass Ordinary Resolution 3 confirming the appointment of a new auditor of the Club.
7. Call for any General Business.

ORDINARY RESOLUTION 1

That pursuant to section 10(6A)(b) of the Registered Clubs Act 1976, the Members hereby approve and agree to the members of the Board during the period preceding the 2023 Annual General Meeting receiving the following benefits:

- (i) That the directors be provided with a meal and refreshments upon their attendance at any meeting of the Board of Directors convened;
- (ii) That Directors may be reimbursed for any reasonable expenses incurred in attending or travelling to Board Meetings or other properly constituted meetings of Directors upon the production of receipts, invoices or other proper documentary evidence of such expenditure from time to time;
- (iii) The reasonable costs of Directors attending the Clubs NSW Annual General Meeting;
- (iv) The reasonable costs of Directors attending seminars, lectures, trade exhibitions or other similar events as may be determined by the Board of Directors from time to time;
- (v) The reasonable costs of Directors attending venues and participating in study tours on a domestic and international basis for the purpose of viewing and assessing relevant hospitality and associated 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 reasonable costs of Directors attending other Registered Clubs for the purpose of viewing and assessing their facilities and their methods of operation provided such attendances are approved by the Board of Directors as being necessary for the benefit of the Club;
- (vii) The provision of blazers and associated uniforms for the use of Club Directors when representing the Club; and
- (viii) The reasonable costs of Directors and their partners attending an annual dinner at the Club.

The Members of the Kogarah RSL Club Ltd acknowledge that the benefits conferred by this Ordinary Resolution 1 are not available to members generally but only to those members specified in the resolution.

ORDINARY RESOLUTION 2

That pursuant to section 10(6)(b) of the *Registered Clubs Act* 1976, the members of Kogarah R.S.L. Club Limited hereby approve and agree to the members of the Board during the period preceding the 2023 Annual General Meeting receiving the following Honoraria:

- Chairman - \$8,000 per annum;
- Senior Vice Chairman - \$4,000 per annum;
- Junior Vice Chairman - \$4,000 per annum;
- Ordinary Directors - \$3,000 each per annum; and
- Welfare Officer - \$2,000 per annum.

The Members of the Kogarah RSL Club Ltd acknowledge that the benefits conferred by this Ordinary Resolution 2 are not available to members generally but only to those members specified in the resolution.

ORDINARY RESOLUTION 3

That, the members of Kogarah RSL Club Limited (ACN 001 032 355) (**Club**) confirm the appointment of Maher Group Assurance Pty Ltd (ABN 34 136 549 356) as the auditors of the Club.

Explanatory Message to Members regarding Ordinary Resolution 1

Section 10(1)(i) of the *Registered Clubs Act 1976* prohibits the Club from offering a benefit to any member unless it is offered equally to all members of the Club. Section 10(6A) of the *Registered Clubs Act 1976* allows a member to receive a benefit where the benefit is not in the form of money and is approved by an ordinary resolution passed by a general meeting of the members of the Club prior to the benefit being provided.

Ordinary Resolution 1 seeks the members' approval for the expenditure by the Club on the matters referred to in paragraphs (i) to (ix) of Ordinary Resolution 1.

Explanatory Message to Members regarding the Ordinary Resolution 2

Section 10(1)(i) of the *Registered Clubs Act 1976* prohibits the Club from offering a benefit to any member unless it is offered equally to all members of the Club. Section 10(6)(b) of the *Registered Clubs Act 1976* allows a member to receive a sum of money paid to the member in respect of his or her services as a member of the Board of the Club or of any committee (Honorarium) where that payment is approved by an ordinary resolution passed at a general meeting of the members of the Club prior to the benefit being provided.

Ordinary Resolution 2 seeks the members' approval to confer an Honorarium on the Chairman, Senior Vice Chairman, Junior Vice Chairmen, Ordinary Directors and Welfare Officer of the Club in the amounts specified in Ordinary Resolution 2.

Explanatory Message to Members regarding the Ordinary Resolution 3

1. In late 2021, the board of the Club decided to call for expressions of interest from appropriately resourced auditors, with respect to the financial audit of the Club. The decision to call for expressions of interest was purely a business and corporate governance strategy.
2. As part of the process, the Club's incumbent auditor, Frank Clune & Son, was requested to submit an expression of interest. The Club's existing auditor informed the Club that it had decided not to submit an expression of interest.
3. The Club received a submission from audit firm Maher Group Assurance Pty Ltd. Maher Group Assurance Pty Ltd audits a number of registered clubs and has provided its consent to the appointment as auditor of the Club.
4. On 30 May 2022, the board resolved, subject to approval from ASIC, to appoint Maher Group Assurance Pty Ltd as the Club's auditor and to put a resolution confirming the appointment of Maher Group Assurance Pty Ltd as the Club's auditors, to the next annual general meeting of the Club in accordance with section 327B of the Corporations Act 2001.
5. The Club's incumbent auditor tendered its resignation to the Club and to the Australian Securities and Investments Commission.
6. Ordinary Resolution 3 is to have the members of the Club confirm the appointment of Maher Group Assurance Pty Ltd as the auditors of the Club.

General Notes to Members

1. Please Note: The Annual General Meeting is being held at Kogarah Clubhouse, 252 Railway Parade Kogarah.
2. Life Members, and financial RSL members and Associate members (except employees of the Club) are entitled to vote on the Ordinary Resolutions.
3. To be passed, each Ordinary Resolution must receive a simple majority (50% + 1) of the votes in favour from those members who being eligible to do so, vote in person at the meeting.
4. Members should read the Explanatory Message to Members following the Ordinary Resolutions, which explains the nature and effect of each resolution.
5. Please direct any question or concerns about the Ordinary Resolutions to the General Manager of the Club, if possible before the meeting.
6. Members of the Club, who are employees of the Club, cannot vote on the Ordinary Resolutions.
7. Proxy Votes are not allowed under the Registered Clubs Act 1972.
8. The Board commends the Ordinary Resolutions to the members.

BY ORDER OF THE BOARD

GRANT AMER

Secretary

Chairman's Report - 2022

As I sit down to write this report, we have been made aware of the extremely sad news of the passing of Queen Elizabeth II. One of the fundamental tenants all organisations like ours has of course been a sincere loyalty based to the monarch of our country. Of course, wish our new King all the very best for his Reign.

The club has made an EBITDA profit of \$133,572 and we are very pleased that we have been able to do so under continuing difficult circumstances in relation to the impact of Covid on us and of course the economic issues caused by it.

There have been a number of events and members promotions in relation to the 75th anniversary of the club. These have been well attended and the feedback from members has been very encouraging. I would take this opportunity to thank the members and the staff for providing such a wonderful atmosphere as we reached a significant milestone in the history of our club.

It is significant to note that even though the club was closed for approximately three months through the Covid lockdown we have been able to make a EBITDA profit and continue the wonderful operations of the club in the community.

As part of our celebrations of our 75th anniversary it has been possible to appoint a Patron of the club and we are very happy that the honourable Chris Minns MP leader of the opposition in New South Wales was elected by the membership to that position as Patron of the club. It was also very pleasing at the same time we were able to Misto life membership of the club on three members, these are Mr Les Blackley, Mr Ken Rawson and Mrs Kay Samuel. I'm sure you'll join me in what has been a fantastic contribution from each of these members to the club over a number of years. And that they are well deserved in having a life membership bestowed upon them.

One of the exceedingly pleasing duties that we have as a membership based organisation is the disbursement of club grants to those organisations who do wonderful work in our communities and provide such special care. This year we are very pleased to announce that we have donated \$24,000 to the Morris children's fund and this continues the wonderful work that the club has done over the last 75 years in raising over \$7.75 million in grants to worthwhile organisations in the community.

I would also like to offer our congratulations to those sporting groups that we sponsor in particular the St George AFL, the Kogarah Waratah's soccer, Kogarah cougars, and of course the St George/Sutherland women's cricket club. I am sure that they have had a fantastic season in each of their own rights and very much looking forward to our continued sponsorship with these magnificent organisations. And we thank them for their continued support of the club as well.

I would also like to take this opportunity to thank my fellow board members. The management and staff of the club who do a fantastic job in providing such a wonderful venue for the benefit of all of our membership.

I'm very much looking forward to our first full uninterrupted year of trading and look forward to seeing each and everyone of you in the club very soon.

On behalf of my family, I wish to extend to each and every one of you a very Merry Christmas and a happy New Year.

Christopher Blaxland-Walker
Chairman

General Manager's Report – 2022

Dear Members,

The club's financial statements for the year ending 30th June 2022 have been submitted and distributed for your information and consideration. We disclose an overall EBITDA "operating profit" of \$133,572 and an audited loss of \$1,184,345 including depreciation and amortization of \$928,695.

Covid-19 had another turn at trying to destabilize the operations of the club, from 27/6/21 to 10/10/21 the clubs' operations were severely hampered, with only minimal take-away sales from Blake St Kitchen able to take place. All staff were either stood down or had their hours dramatically reduced. This in-turn resulted in staffing issues when the Club re-opened in October & continues to be a problem at present like many other hospitality venues.

During the year, the Board took the strategic decision to exit the TGS gaming machine lease agreement and to take the opportunity to update the Club's finance arrangements with the CBA. Both of these decisions along with the strong growth in gaming revenue during 2021/2022, are expected to provide the Club with a much stronger financial result in 2022/23.

During the year Kogarah Clubhouse was honored to be able to provide financial support to well respected charities, The Morris Children's Fund, who provides assistance to children with disabilities through the Clubgrants program. The Club was also able to partner with local sporting clubs Kogarah Waratah Junior Soccer Club and St. George AFL Club, Kogarah Cougars Rugby League Club & Sutherland / St. George Women's Cricket Club.

I would like to congratulate Jordan Wu & his team in "The Pearl Asian Dining House" for their professionalism during the year, noting their ability to also adapt to the trading restrictions imposed on them, whilst still providing excellent Food & Service.

Our Kogarah Clubhouse staff including Sue, James, Kristian & the whole team, I would like to thank you for your commitment to the Club during both Covid-lockdown & the re-opening phase.

I would like to take the opportunity to congratulate everyone associated with the Club over the last 75 years and pay thanks to The Board of Directors for their continued support to the myself & our management team during these uncertain times, and the loyal Kogarah Clubhouse members, who have continued to support our new venue.

All members are reminded that membership renewals are open from 1/11/22 to 31/1/23 and that all bonus points are extinguished on 31/12/22.

To all Members, Staff and their families, a very Merry Xmas and Happy New Year.

Grant Amer
General Manager



KOGARAH RSL CLUB LTD

A company limited by guarantee, incorporated in NSW
(ABN 75 001 032 355)

FINANCIAL REPORT

30 JUNE 2022

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2022

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

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KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

DIRECTORS' REPORT

Your directors present their report on Kogarah R S L Club Limited (the company) for the financial year ended 30 June 2022.

Directors

The directors of the company at any time during or since the end of the financial year are as follows:

Name of Director	Position	Qualifications, Experience & Responsibilities
Chris Blaxland-Walker	Chairman	Chris joined the board in 2019. Chris is an experienced General Manager with a demonstrated history of working in the financial services industry. Skilled in Business Planning, Operations Management, Wealth Accumulation, Asset Management, and Retirement Planning. He currently works as General Manager Distribution with ClearView Wealth Limited and was previously State Manager NSW for CommInsure. Member of the Finance Committee.
Megan Barker	Senior Vice Chairman	Megan joined the board in 2019. Megan is a florist.
Todd Dalton	Junior Vice Chairman	Todd joined the board in 2019. Todd is a Director of Turning Point Financial Services Pty Ltd and an experienced financial planner. Member of the Finance Committee.
Ken Rawson	Director	Ken joined the board 2009. He is retired.
Kayleen Samuel	Director	Kayleen joined the board in 2016. Kayleen is retired.
Tom Zdun	Director	Tom joined the board in 2019. Tom has a diverse background in property development having been responsible for the acquisition and delivery of major development projects in the residential, commercial, health and retirement sectors across Australia. He currently works with a national privately owned property construction and development group, Traders In Purple, as Development Director NSW. Member of the Finance Committee.
Mal Paterson	Director	Mal joined the board in 2021. Mal is experienced in sales and management. He is currently the General Manager - Service at Toyota Material Handling Australia.

Director meeting attendances

The number of Board meetings held and attended by each director were as follows:

Name of Director	Number of Board meetings attended	Number of Board meetings held
Chris Blaxland-Walker	12	12
Megan Barker	11	12
Todd Dalton	11	12
Ken Rawson	10	12
Kayleen Samuel	11	12
Tom Zdun	12	12
Mal Paterson	9	12

Members' limited liability

In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$2.00 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter. Based on the number of members at 30 June 2022, the total members' liability would be \$20,032.

Operating results

The loss of the company for the financial year after providing for income tax amounted to \$1,184,345.

KOGARAH R S L CLUB LIMITED

ABN: 75 001 032 355

DIRECTORS' REPORT

Short-term objectives

The short term objectives of the company are to position the services offered by the club to be effective in meeting the needs of its members and the community within the context of a competitive marketplace.

Long-term objectives

The long term objectives of the company are to provide the right infrastructure necessary to effectively meet the short term objectives on an ongoing basis and to provide a commercial result that ensures the longevity of its operations.

Strategy for achieving the objectives

In order to meet the short and long term objectives stated above the company will continue to manage the potential risk to the organisation from legislative changes and continuously assess the performance of its assets to maximise the ability of the company to meet its objectives. The Board of Directors and management regularly address cash flow forecasts and apply budgetary controls to monitor the financial condition of the company.

Principal activities

During the financial year the principal continuing activities of the company were to provide social and entertainment activities and amenities to the members and guests by conducting the business of a licenced social club. The Kogarah Clubhouse is a 2,000 square metre social precinct offering a great mix of contemporary entertainment and dining options. For more than 60 years, the club has proudly served the community and supported the country's returned servicemen and women.

Performance measurement

The company uses the Club Data Online system to measure its performance within industry participants to ensure services offered are contemporary and appropriate. The company will continue to evaluate and assess the effectiveness of its commercial operations and assess its financial performance consistently. A finance committee has been elected by the board to review the financial operating results on a monthly basis.

Auditor's independence declaration

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

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

Director:



Christopher Blaxland-Walker

Director:



Megan Barker

Dated this 19th day of September 2022

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
KOGARAH R S L CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022 there have been:

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

Maher Group Assurance Pty Limited



Jason Maher

Taren Point

Dated this 19th day of September 2022

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2022

	Note	2022 \$	2021 \$
Revenue	2	4,513,245	4,999,828
Cost of sales		(1,334,063)	(1,300,226)
Employee benefits expenses		(1,767,319)	(1,693,243)
Legal and professional fees		(149,921)	(253,783)
Occupancy costs		(469,470)	(528,423)
Promotion and entertaining		(319,595)	(359,595)
Other expenses		(339,305)	(341,769)
Profit before interest, tax, depreciation and amortisation		<u>133,572</u>	<u>522,789</u>
Depreciation and amortisation expenses		(928,695)	(1,085,696)
Loss from operating activities		<u>(795,123)</u>	<u>(562,907)</u>
Finance income	2	187	3,749
Finance costs		(389,409)	(350,101)
Net finance costs		<u>(389,222)</u>	<u>(346,352)</u>
Loss before income tax		<u>(1,184,345)</u>	<u>(909,259)</u>
Income tax expense	3	-	-
Loss for the year		<u>(1,184,345)</u>	<u>(909,259)</u>
Other comprehensive income		-	-
Total comprehensive (Loss) income for the year		<u><u>(1,184,345)</u></u>	<u><u>(909,259)</u></u>

The accompanying notes form part of these financial statements.

**KOGARAH R S L CLUB LIMITED ABN:
75 001 032 355**

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	1,462,704	1,908,799
Trade and other receivables	5	35,742	81,241
Inventories	6	55,996	48,648
Other current assets	7	90,963	65,623
TOTAL CURRENT ASSETS		1,645,405	2,104,311
NON-CURRENT ASSETS			
Property, plant and equipment	8	19,247,629	19,354,037
TOTAL NON-CURRENT ASSETS		19,247,629	19,354,037
TOTAL ASSETS		20,893,034	21,458,348
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	569,992	369,118
Borrowings	10	416,654	387,130
Lease liabilities	11	-	558,400
Employee benefits	12	251,033	179,592
Other current liabilities	13	93,089	105,105
TOTAL CURRENT LIABILITIES		1,330,768	1,599,345
NON-CURRENT LIABILITIES			
Borrowings	10	4,661,775	3,678,188
Lease liabilities	11	-	26,022
Other non-current liabilities	13	481,500	551,457
TOTAL NON-CURRENT LIABILITIES		5,143,275	4,255,667
TOTAL LIABILITIES		6,474,043	5,855,012
NET ASSETS		14,418,991	15,603,336
EQUITY			
Reserves	14	6,198,747	6,198,747
Retained earnings	15	8,220,244	9,404,589
TOTAL EQUITY		14,418,991	15,603,336

The accompanying notes form part of these financial statements.

**KOGARAH R S L CLUB LIMITED ABN:
75 001 032 355**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022**

Note	Retained Earnings \$	Asset Revaluation Reserve \$	General reserve \$	Total \$
Balance at 1 July 2020	10,313,848	6,125,970	72,777	16,512,595
Profit (Loss) attributable to members	(909,259)	-	-	(909,259)
Balance at 30 June 2021	<u>9,404,589</u>	<u>6,125,970</u>	<u>72,777</u>	<u>15,603,336</u>
Profit (Loss) attributable to members	(1,184,345)	-	-	(1,184,345)
Balance at 30 June 2022	<u><u>8,220,244</u></u>	<u><u>6,125,970</u></u>	<u><u>72,777</u></u>	<u><u>14,418,991</u></u>

The accompanying notes form part of these financial statements.

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and other	4,558,744	5,377,340
Payments to suppliers and employees	(4,222,207)	(4,522,282)
Interest received	187	3,749
Finance costs paid	(108,984)	(347,158)
Net cash provided by operating activities	21 <u>227,740</u>	<u>511,649</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	<u>(1,134,439)</u>	<u>(412,007)</u>
Net cash used in investing activities	<u>(1,134,439)</u>	<u>(412,007)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	5,000,000	-
Repayment of borrowings	<u>(4,539,396)</u>	<u>(962,854)</u>
Net cash provided by (used in) financing activities	<u>460,604</u>	<u>(962,854)</u>
Net decrease in cash held	(446,095)	(863,212)
Cash at beginning of financial year	1,908,799	2,772,011
Cash at end of financial year	21 <u><u>1,462,704</u></u>	<u><u>1,908,799</u></u>

The accompanying notes form part of these financial statements.

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

1 Summary of Significant Accounting Policies

The financial statements cover Kogarah R S L Club Limited (the company) as an individual entity. Kogarah R S L Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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 financial statements are presented in Australian dollars, which is the company's functional currency, and have been rounded to the nearest dollar.

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 were authorised for issue on 19 September 2022 by the directors of the company.

Accounting Policies

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Trade and Other Receivables

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for doubtful debts. 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.

At the end of each reporting period, the carrying amount of trade and other receivables is reviewed and an allowance for doubtful debts is recognised when there is objective evidence that individual receivables are not recoverable.

KOGARAH R S L CLUB LIMITED

ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a weighted-average basis.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Property, Plant and Equipment

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

Property

Buildings and Leasehold improvements are measured on the cost basis less depreciation.

Plant and equipment

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

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

Depreciation

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

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5%
Plant and equipment	5.0 - 33.3%

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

The estimated useful life for each class of depreciable assets are:

Class of Fixed Asset	Useful Life
Buildings	40 Years
Plant and equipment	3 - 20 Years

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of profit or loss and other comprehensive income.

Impairment of Non-Financial Assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in the statement of profit or loss and other comprehensive income.

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

Leases

The company as a lessee

The company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. In such instances, the company recognises a right-of-use asset and a corresponding lease liability with respect to all lease agreements, except for short term leases, cancellable leases that if cancelled by the lessee the losses associated with the cancellation are borne by the lessor and low value leased assets. For these leases, the company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

Measurement and presentation of lease liability

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the company uses its incremental borrowing rate.

The following items are also included in the measurement of the lease liability:

Fixed lease payments offset by any lease incentives;

Variable lease payments, for lease liabilities which are tied to a floating index;

The amounts expected to be payable to the lessor under residual value guarantees;

The exercise price of purchase options (if it is reasonably certain that the option will be exercised); and

Payments of penalties for terminating leases, if the lease term reflects the lease terminating early.

The lease liability is separately disclosed on the statement of financial position. The liabilities which will be repaid within twelve months are recognised as current and the liabilities which will be repaid in excess of twelve months are recognised as non-current.

The lease liability is subsequently measured by reducing the balance to reflect the principal lease repayments made and increasing the carrying amount by the interest on the lease liability.

The company is required to remeasure the lease liability and make an adjustment to the right of use asset in the following instances:

The term of the lease has been modified or there has been a change in the company assessment of the purchase option being exercised, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate;

A lease contract is modified and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate; and

The lease payments are adjusted due to changes in the index or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using the initial discount rate. However, if a change in lease payments is due to a change in a floating interest rate, a revised discount rate is used.

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

Measurement and presentation of right-of-use asset

The right-of-use assets recognised by the company comprise the initial measurement of the related lease liability, any lease payments made at or before the commencement of the contract, less any lease incentives received and any direct costs. Costs incurred by the company to dismantle the asset, restore the site or restore the asset are included in the cost of the right-of-use asset.

It is subsequently measured under the cost model with any accumulated depreciation and impairment losses applied against the right-of-use asset. If the cost of the right-of-use asset reflects that the company will exercise a purchase option, the right-of-use asset is depreciated from the commencement date to the end of the useful life of the underlying asset. Otherwise, the company depreciates the asset over the shorter period of either the useful life of the asset or the lease term. The depreciation starts at the commencement date of the lease and the carrying value of the asset is adjusted to reflect the accumulated depreciation balance.

Any remeasurement of the lease liability is also applied against the right-of-use asset value.

The right-of-use assets are presented within Property, Plant and Equipment in the statement of financial position.

Trade and Other Payables

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

Trade payables are recognised at their transaction price. The carrying values are considered to be a reasonable approximation of the fair values. Trade payables are obligations on the basis of normal credit terms.

Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

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

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

Revenue and Other Income

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

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

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

Sale of goods

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods to members and other patrons and is recognised at the point the goods are provided as this corresponds to the transfer of significant risks and rewards of ownership of the goods.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Membership subscriptions

Membership subscriptions paid in advance are initially recognised as a liability. Revenue is recognised on a straight line basis over the membership period, based on the membership category for which subscriptions have been received.

Sale of property, plant and equipment

The gain or loss on disposal of property, plant and equipment is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal (including incidental costs) and is recognised as other income or other expenses at the date control of the asset passes to the buyer.

Other income

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

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

Income Tax

The income tax expense for the year is the tax payable on the current year's taxable income. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

Deferred income tax is provided on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax assets and liabilities are recognised at the tax rates expected to apply when the assets are recovered or the liabilities are settled. Current and deferred tax is recognised as an expense in the income statement except when it relates to items credited or debited directly to equity, in which case the deferred tax is also recognised directly in equity.

Deferred tax assets are recognised to the extent that it is probable that sufficient taxable profits will be available, against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation, and the anticipation that the company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Trade debtors and trade creditors in the Statement of Financial Position are shown inclusive of GST.

Significant Event

The consequences of the Coronavirus (COVID-19) pandemic are continuing to be felt around the world, and its impact on the company, if any, has been reflected in its published results to date. Whilst it would appear that control measures and related government policies, including the roll out of the vaccine, have started to mitigate the risks caused by COVID-19, it is not possible at this time to state that the pandemic will not subsequently impact the company's operations going forward. The company now has experience in the swift implementation of business continuation processes should future lockdowns occur, and these processes continue to evolve to minimise any operational disruption. Management continues to monitor the situation both locally and internationally.

Comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year.

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

Critical Accounting Estimates and Judgments

The preparation of the financial statements requires management to make estimates and judgements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - Estimation of useful lives of assets

The estimated useful lives and related depreciation charges for property, plant and equipment are determined by management. The useful lives could change significantly to those estimated.

Key judgments - Deferred tax assets

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits, together with future tax planning strategies.

Key judgments - Long service leave provision

The liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at reporting date. In determining the present value of the liability, attrition rates, salary growth rates and an appropriate discount factor have been considered.

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
2 Revenue		
Operating activities		
Sale of goods	1,622,140	1,649,914
Rendering of services	2,321,015	2,943,190
Membership subscriptions	13,123	29,830
Rent received	147,542	99,469
Other revenue	409,425	277,425
	4,513,245	4,999,828
Non-operating activities		
Interest received	187	3,749
	187	3,749
Total revenue	4,513,432	5,003,577
3 Income Tax Expense		
Current income tax		
Current income tax charge	-	-
Reconciliation between income tax expense and prima facie tax on accounting profit		
Accounting profit / (loss) before income tax	(1,184,345)	(909,259)
Tax at Australia's statutory income tax rate of 25% (PY 26%)	296,086	236,407
Adjust for tax effect of:		
Income attributable to members	3,281	17,506
Expenses attributable to members	(9,903)	(5,039)
Mutuality principle	(299,256)	(243,376)
Other items (net)	(16,049)	(13,619)
Tax losses not utilised (utilised)	25,841	8,121
Income tax expense / (benefit)	-	-

Deferred tax assets arising from deductible temporary differences and unused tax losses have not been recognised to the extent that it is not probable that taxable profit will be available against which the deductible temporary differences and unused tax losses can be utilised.

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
4 Cash and Cash Equivalents		
Current		
Cash on hand	252,000	162,000
Cash at bank	1,205,704	1,741,799
Cash on deposit	5,000	5,000
	<u>1,462,704</u>	<u>1,908,799</u>
5 Trade and Other Receivables		
Current		
Trade debtors	46,402	26,560
Less: Provision for doubtful debts	(13,934)	(13,934)
	<u>32,468</u>	<u>12,626</u>
Other debtors	3,274	68,615
	<u>35,742</u>	<u>81,241</u>
6 Inventories		
Current		
At cost:		
Stock on hand - bar	47,760	42,600
Stock on hand - food	8,236	6,048
	<u>55,996</u>	<u>48,648</u>
7 Other Assets		
Current		
Prepayments	90,963	65,623
	<u>90,963</u>	<u>65,623</u>

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
8 Property, Plant and Equipment		
LAND AND BUILDINGS		
Land:		
Land - at directors valuation	3,060,000	3,060,000
	<u>3,060,000</u>	<u>3,060,000</u>
Buildings:		
Buildings - at directors valuation	13,530,543	13,530,543
Less: Accumulated depreciation	(898,747)	(569,768)
	<u>12,631,796</u>	<u>12,960,775</u>
Total land and buildings	<u><u>15,691,796</u></u>	<u><u>16,020,775</u></u>
PLANT AND EQUIPMENT		
Plant and equipment:		
Plant and equipment	4,490,236	3,356,111
Less: Accumulated depreciation	(934,403)	(607,270)
	<u>3,555,833</u>	<u>2,748,841</u>
Right-of-use assets:		
Poker machines - right-of-use	-	1,003,290
Less: Accumulated depreciation	-	(418,869)
	<u>-</u>	<u>584,421</u>
Total plant and equipment	<u><u>3,555,833</u></u>	<u><u>3,333,262</u></u>
Total property, plant and equipment	<u><u>19,247,629</u></u>	<u><u>19,354,037</u></u>

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

2022 **2021**
\$ **\$**

Movements in Carrying Amounts

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

	Land	Buildings	Plant & Equipment	based Plant and Equipment	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2020	3,060,000	13,298,564	2,665,872	1,003,290	20,027,726
Additions	-	-	412,007	-	412,007
Depreciation expense	-	(337,789)	(329,038)	(418,869)	(1,085,696)
Balance at 30 June 2021	<u>3,060,000</u>	<u>12,960,775</u>	<u>2,748,841</u>	<u>584,421</u>	<u>19,354,037</u>
Additions	-	231	1,134,208	-	1,134,439
Disposals	-	-	-	(312,152)	(312,152)
Depreciation expense	-	(329,210)	(327,216)	(272,269)	(928,695)
Carrying amount at 30 June 2022	<u><u>3,060,000</u></u>	<u><u>12,631,796</u></u>	<u><u>3,555,833</u></u>	<u><u>-</u></u>	<u><u>19,247,629</u></u>

Valuation of land and buildings

The basis of the valuation of land and buildings is fair value. Land has been revalued by the directors and is based on the Statutory Land Value assessed by the NSW Valuer General for December 2019 rating purposes. The building has been revalued by the directors and the values are based on the BMT Quantity Surveyors report dated 9 September 2020. The directors do not believe that there has been a material movement in fair value since the revaluation date to the date of approval of these financial statements. Valuations are based on current prices for similar properties in the same location and condition.

When revaluing the land and buildings the directors reviewed the key assumption made by the Valuer General and BMT Quantity Surveyors and agreed to adopt those values. The directors are satisfied that the carrying amount does not exceed the recoverable amount of land and buildings as at the reporting date.

9 Trade and Other Payables

Current

Trade creditors	251,410	183,710
Other payables	<u>318,582</u>	<u>185,408</u>
	<u><u>569,992</u></u>	<u><u>369,118</u></u>

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
10 Borrowings		
Current		
Loans - Bank	<u>416,654</u>	<u>387,130</u>
Non-Current		
Loans - Bank	<u>4,661,775</u>	<u>3,678,188</u>
11 Lease Liabilities		
Current		
Lease liability	<u>-</u>	<u>558,400</u>
Non-Current		
Lease liability	<u>-</u>	<u>26,022</u>
12 Employee Benefits		
Current		
Provision for annual leave	129,826	94,184
Provision for sick leave	84,591	72,853
Provision for long service leave	36,616	12,555
	<u>251,033</u>	<u>179,592</u>
13 Other Liabilities		
Current		
Income in advance	53,500	53,500
Membership in advance	39,589	51,605
	<u>93,089</u>	<u>105,105</u>
Non-Current		
Income in advance	<u>481,500</u>	<u>551,457</u>

KOGARAH R S L CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
Security		
<p>The bank loan provided by the Commonwealth Bank of Australia was to finance the club's fit out. The loan is secured on the club premises Lot 1 250-258 Railway Parade, Kogarah and the commercial premises at Lot 2 250-258 Railway Parade, Kogarah, along with first ranking charge over all present and after acquired property of the company. The loan is repayable by November 2029.</p>		
14 Reserves		
Asset Revaluation Reserve		
Opening Balance for the year	6,125,970	6,125,970
General reserve		
Opening Balance for the year	72,777	72,777
	6,198,747	6,198,747
15 Retained Earnings		
Retained earnings at the beginning of the financial year	9,404,589	10,313,848
Net loss attributable to members of the company	(1,184,345)	(909,259)
Retained earnings at the end of the financial year	8,220,244	9,404,589
16 Commitments		
There were no commitments as at the current or previous reporting date.		
17 Contingent Liabilities		
There were no contingent liabilities as at the current or previous reporting date.		

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
<hr/>		
18 Auditor's Remuneration		
<p>During the financial year the following fees were paid or payable for services provided by the auditors of the company (2022: Maher Group Assurance Pty Ltd, 2021: Frank Clune & Son):</p>		
Audit services		
Audit of the financial statements	15,000	15,000
Other services		
Other services	4,185	2,000
	19,185	17,000

19 Key Management Personnel

Key management personnel, being those persons having authority and responsibility for planning, directing and controlling the activities of the entity, include the directors and senior management.

The totals of remuneration paid to key management personnel of the company during the year are as follows:

Key management personnel compensation	365,342	347,512
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20 Related Party Transactions

There were no transactions with related parties during the current or previous reporting periods.

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
<hr/>		
21 Cash Flow Information		
a) Reconciliation of Cash		
Cash and cash equivalents consist of cash on hand and balances with banks, and investments in money market instruments. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:		
Cash on hand	252,000	162,000
Cash at bank	1,205,704	1,741,799
Cash on deposit	5,000	5,000
	1,462,704	1,908,799
b) Reconciliation of net cash provided by operating activities to profit after income tax		
Operating profit (loss) after income tax	(1,184,345)	(909,259)
Adjustments:		
Depreciation	928,695	1,085,696
Financing flows in operating profits	280,238	2,943
(Increase) Decrease in inventories	(7,348)	(20,149)
(Increase) Decrease in receivables	45,499	378,312
(Increase) Decrease in prepayments	(25,341)	(5,925)
Increase (Decrease) in trade and other creditors	200,874	(7,515)
Increase (Decrease) in employee provisions	71,441	32,067
Increase (Decrease) in income in advance	(81,973)	(44,521)
	227,740	511,649

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

2022
\$

2021
\$

22 Company Details

The registered office of the company is:

Kogarah Clubhouse, 254 Railway Parade, Kogarah NSW 2217

The principal place of business is:

Kogarah Clubhouse, 254 Railway Parade, Kogarah NSW 2217

The principal activities of the company are that of a Registered Club.

23 Disclosure Requirements under Section 41E of the Registered Clubs Act

Core and Non-core Property

Section 41E of the Act defines core property as meaning any real property owned or occupied by a registered club that comprises:

- (a) the defined premises of the club; or
- (b) any facility provided by the club for use of its members and their guests; or
- (c) any other property declared, by resolution passed by a majority of the members present at a general meeting of the ordinary members of the club, to be core property of the club.

Non-core property is defined as meaning any real property owned or occupied by the club that is not core property.

The core property of the company is the Club Stratum (Lot 1 DP 1251807).

The non-core property of the company is the Commercial Stratum (Lot 2 DP 1251807).

KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355

DIRECTORS' DECLARATION

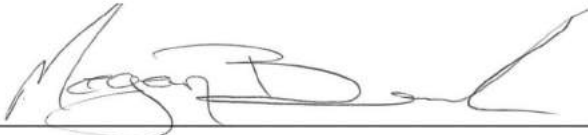
The directors of the company declare that:

1. The financial statements and notes, as set out on pages 4 to 24, are in accordance with the Corporations Act 2001 including:
 - (a) giving a true and fair view of the company's financial position as at 30 June 2022 and of its performance as represented by the results of its operations and its cash flows for the year ended on that date; and
 - (b) complying with Australian Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001; and
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: 

Christopher Blaxland-Walker

Director: 

Megan Barker

Dated this 19th day of September 2022

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355**

Auditor's Opinion

We have audited the accompanying financial report of Kogarah R S L Club Limited (the company), which comprises the statement of financial position as at 30 June 2022, and 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, and notes to the financial statements comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (a) giving a true and fair view of the company's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001.

Basis for Auditor's Opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement. Our responsibilities under those standards are further described in the Auditor's Responsibility section of our report.

We are independent of the company in accordance with the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the code.

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

Other Information

The directors of the company are responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial report and our auditor's report thereon.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355**

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report 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 Australian Accounting Standards - Simplified Disclosures and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibility

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

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

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KOGARAH R S L CLUB LIMITED
ABN: 75 001 032 355**

We identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

We 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.


We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors.

We conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.

We evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

Maher Group Assurance Pty Limited



Jason Maher

Taren Point

Dated this 19th day of September 2022

Kogarah
CLUBHOUSE