WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730

FINANCIAL REPORT

FOR THE YEAR ENDED
30 June 2024

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
DIRECTORS' REPORT

The directors present their report together with the financial report of Wingham District Memorial Services Club Ltd ("the Company") for the financial year ended 30 June 2024 and the auditor's report thereon.

Directors

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

Mr Derek Boughton	Appointed 22 November 2015 Resigned 26 November 2023 Retired Council Employee
Mr Rodney Moore	Appointed 23 November 2014 Builder
Mr James Harry Rider	Appointed 23 November 2014 Resigned 26 November 2023 Retired Office Manager / Bookkeeper
Mr Ronald Sullivan	President Appointed 20 November 2016 Retired policeman
Ms Donna Fowler	Appointed 18 June 2019 Resigned 26 November 2023 Retired school crossing supervisor
Mr James Dean	Appointed 18 June 2019 Employment consultant
Mr John Muxlow	Appointed 26 November 2021 Retired mechanic
Mr William Beach	Appointed 27 November 2022 Retired Financial Consultant
Mr Anthony Ryan	Appointed 19 December 2023 Retired

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

Company Secretary

Mr Dean McCarthy resigned as Company Secretary on 22 April 2024. Ms Jennifer Gralton was appointed Company Secretary on 22 April 2024. She is the Venue Manager for the Club.

Meetings of Directors

During the financial year, 20 meetings of directors were held and various Board Committee meetings were held. Attendances were:

	DIRECTORS MEETINGS	
	Number eligible to attend	Number Attended
Mr Derek Boughton	7	7
Mr Rodney Moore	20	14
Mr James Harry Rider	7	7
Mr Ronald Sullivan	20	19
Ms Donna Fowler	7	1
Mr James Dean	20	19
Mr John Muxlow	20	20
Mr William Beach	20	18
Mr Anthony Ryan	13	13

Principal Activities

The principal activity of the Company during the year to 30 June 2024 was a licensed and registered club. There was no significant change in the nature of the activity during the year.

Review of Operations & Results

The operating loss of the Company after providing for income tax amounted to $798,801 (2023: loss $848,150). The result included a profit on sale of $224,784 from the sale of poker machine entitlements. The operations of the Club have been impacted by the loss of revenue and significant operating costs for the year.

Dividends

As the Company is a company limited by guarantee it is prohibited by its constitution from paying dividends.

Significant Changes in State of Affairs

The operations of the Club have been impacted by the additional costs of doing business in current economic times and impact on cashflow of the significant capital renovations conducted at the Club over the last four years. As at 30 June 2024 members have voted to amalgamate the Club with Dubbo RSL Club Limited. This amalgamation was approved and took effect from 25 August 2024.

In the opinion of the Directors there were no other significant changes in the state of affairs of the Company that occurred during the financial year under review.

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
DIRECTORS' REPORT

After Balance Date Events

As at 30 June 2024 members have voted to amalgamate the Club with Dubbo RSL Club Limited. This amalgamation was approved and took effect from 25 August 2024.

Following the amalgamation all assets and liabilities of the Company will be transferred to Dubbo RSL Club Limited and Wingham District Memorial Services Club Ltd will be wound up.

There have been no other matters which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent years.

Future Developments

Following the amalgamation all assets and liabilities of the Company will be transferred to Dubbo RSL Club Limited and Wingham District Memorial Services Club Ltd will be wound up.

Indemnifying and Insurance of Officers and Auditor

During or since the end of the financial year the Company has not given an indemnity or entered an agreement to indemnify any person who is or has been an officer or auditor of the Company.

The Company has paid premiums to insure officers of the Company against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director or officer of the Company other than conduct involving a willful breach of duty in relation to the Company. Provisions of the policy prohibit disclosure of details of the policy.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set on page 5.

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

R.P. SULLIVAN.

Director

Director

Dated this 17th day of September 2024.

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024 there has been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Rhonda Futterleib

17th September 2024

22 Pulteney Street, Taree 2430

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 $	2023 $
Revenue & other income	2	6,679,263	8,030,902
Net finance income / (expense)	3	(142,212)	(61,486)
Cost of goods sold		(831,689)	(1,024,926)
Employee benefits expense		(1,674,182)	(1,791,054)
Depreciation expense	9(a)	(300,316)	(317,928)
Other expenses	4	(4,529,665)	(5,683,658)
Profit/(loss) before income tax expense		(798,801)	(848,150)
Income tax expense	5(a)	-	-
Profit/(loss) for period		(798,801)	(848,150)
Total comprehensive income/(expense) for period		(798,801)	(848,150)

The accompanying notes form part of these financial statements.

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	2024 $	2023 $
Balance at beginning of period	691,458	1,539,608
Profit / (loss) for the period	(798,801)	(848,150)
Total comprehensive income/(expense) for the period	(798,801)	(848,150)
Balance at end of period	(107,343)	691,458

The accompanying notes form part of these financial statements.

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	Note	2024 $	2023 $
CURRENT ASSETS			
Cash and cash equivalents	6	138,539	81,818
Trade and other receivables	7	111,028	252,486
Inventories	8	40,536	47,116
Financial Assets	9	5,000	5,000
TOTAL CURRENT ASSETS		295,103	386,420
NON-CURRENT ASSETS			
Property, plant and equipment	10	2,689,246	2,667,664
TOTAL NON-CURRENT ASSETS		2,689,246	2,667,664
TOTAL ASSETS		2,984,349	3,054,084
CURRENT LIABILITIES			
Trade and other payables	11	692,061	463,019
Financial liabilities	12	94,788	193,989
Employee benefits	13	100,071	120,088
Deferred income	14	12,195	175,032
TOTAL CURRENT LIABILITIES		899,115	952,128
NON-CURRENT LIABILITIES			
Financial Liabilities	12	2,093,369	1,304,147
Employee benefits	13	99,208	106,351
TOTAL NON-CURRENT LIABILITIES		2,192,577	1,410,498
TOTAL LIABILITIES		3,091,692	2,362,626
NET ASSETS		(107,343)	691,458
EQUITY			
Contributed equity	15	-	-
Retained profits		(107,343)	691,458
TOTAL EQUITY		(107,343)	691,458

The accompanying notes form part of these financial statements.

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 $	2023 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		6,817,253	8,307,691
Interest received		715	768
Payments to suppliers and employees		(6,939,598)	(8,535,275)
Interest and other finance costs paid		(142,927)	(62,254)
Net GST Paid to ATO		(230,453)	(179,468)
Net cash provided by (used in) operating activities	20	(495,010)	(468,538)
CASH FLOWS FROM INVESTING ACTIVITIES			
Community support payments		(28,959)	(13,192)
Proceeds from sale of property, plant and equipment		227,988	6,295
Purchase of property, plant and equipment		(325,102)	(653,236)
Net cash provided by (used in) investing activities		(126,073)	(660,133)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from / (Repayment) of borrowings		686,220	913,255
Net cash provided by (used in) financing activities		686,220	913,255
Net (decrease)/increase in cash held		65,137	(215,416)
Cash and cash equivalents at 1 July 2023		78,402	293,818
Cash and cash equivalents at 30 June 2024	20	143,539	78,402

The accompanying notes form part of these financial statements.

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
CONSOLIDATED ENTITY DISCLOSURE STATEMENT
for the year ended 30 June 2024

The Company does not have any subsidiaries and is not required to prepare consolidated financial statements under Australian Accounting Standards.

The accompanying notes form part of these financial statements.

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION

The financial report covers Wingham District Memorial Services Club Ltd as an individual entity. The Company is domiciled in Australia.

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

The following is a summary of the material accounting policies adopted by the Company in the preparation of the financial report.

The accounting policies have been consistently applied, unless otherwise stated.

The financial report was approved by the Directors on 17th September 2024.

Basis of preparation

The financial report is presented in Australian dollars and has been prepared on an accruals basis and is based on historical costs. Cost is based on the fair values of the consideration given in exchange for assets.

The Consolidated Entity Disclosure Statement has been prepared in accordance with the Corporations Act 2001.

Going Concern

Despite the excess of current liabilities ($899,115) over current assets ($295,103), negative cashflow from operations of $495,010 and the loss for the year of $798,801 the financial statements have been prepared on a going concern basis as the members have agreed to amalgamation with Dubbo RSL Club Limited effective 25 August 2024. At the time of signing the amalgamation agreement Dubbo RSL Club Limited undertook to lend funds to the Company to allow it to continue to pay its debts when due and payable and Dubbo RSL Club Ltd will be responsible for all debts of the Company once amalgamated.

Estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Financial Instruments

Non derivative financial instruments

Non derivative financial instruments comprise investments in debt securities, trade and other receivables, cash and cash equivalents and trade and other payables.

Non derivative financial instruments are initially recognised at fair value. Subsequent to initial recognition non derivative financial instruments are measured at fair value.

Cash & cash equivalents

Cash and cash equivalents comprise cash on hand and at call deposits with banks or financial institutions. Bank overdrafts that are repayable on demand are included as a component of cash and cash equivalents for the purpose of the statement of cashflows.

Trade & other receivables

Trade and other receivables are stated at their amortised cost less impairment losses.

Trade & other payables

Trade and other payables are stated at their cost.

Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses. Cost includes expenditures directly attributable to the acquisition of the asset. The costs of day to day servicing of property, plant and equipment are recognised in the profit and loss as incurred.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognised net within other income or other expenses in the profit or loss.

Depreciation

The depreciable amount of all plant & equipment is depreciated on a straight line and diminishing value basis over their useful lives commencing from the time the asset is held ready for use. Land is not depreciated. Rates and methods are reviewed annually for appropriateness.

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

Class of depreciable asset	*Depreciation Rate*
Buildings	2.5%
Plant, fittings & equipment	5 - 40%
Poker machines	9 – 40%
Motor vehicles	18.75%

Impairment

At each reporting date the Company reviews the carrying values of its financial assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the difference between the assets carrying amount and the estimated future cash flows discounted at the original effective interest rate is recognised through the profit and loss as an impairment loss.

The carrying value of the Company's non financial assets are also reviewed at each reporting date to determine if there is an indication of impairment. If an indication exists then the assets recoverable amount, being the higher of its value in use and its fair value less costs to sell, is estimated. An impairment loss is recognised in the profit and loss if the carrying amount exceeds the recoverable amount.

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs for completion and selling expenses.

Leases

Leases are capitalised, recognising a right to use asset and a lease liability.

The right to use asset is initially recognised at the present value of the lease payments that are unpaid at the date of recognition. Lease payments are discounted at the interest rate implicit in the lease.

The lease liability is initially recognised at the carrying amount of the right to use asset increased by the interest on the lease liability.

Right of use assets are depreciated on a straight-line basis over their estimated useful lives.

Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Employee benefits

Short-term benefits

Liabilities for employee benefits for wages, annual leave and sick leave arising from services rendered by employees to balance date represent present obligations. Employee benefits expected to be settled within one year have been measured at the amount expected to be paid when the liability is settled, plus related on-costs, such as workers' compensation insurance and payroll tax.

Long-term benefits

Other 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. The discount rate is the yield at reporting date on AA credit rated or government bonds that have maturity dates approximating the Company's obligations.

Superannuation

Contributions are made by the Company to employee superannuation funds and are charged as expenses when incurred.

Income Tax

Income tax expense comprises current and deferred tax. Income tax is recognised in the Statement of Comprehensive Income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustments to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the reporting date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Comparative Figures

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

Revenue

Revenue from the sale of goods is recognised (net of returns, discounts and allowances) when control of the goods passes to the customer.

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

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

Net finance income / (expense)

Finance income comprises interest revenue on funds invested. It is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. Interest expense is recognised as incurred.

Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of the acquisition of the asset or as part of an item of expense.

Receivables and payables are stated with the amount of the GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position. Cashflows are included in the Statement of Cashflows on a gross basis. The GST components of cashflows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cashflows.

Segment reporting

A segment is a distinguishable component of the Company that is engaged in either providing related products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

The Company operates in the registered club industry in Australia.

New standards and interpretations not yet adopted

The Directors consider that new standards and interpretations currently issued but not yet applicable will not have a significant impact on the Company's financial report.

NOTE 2: REVENUE and OTHER INCOME	2024 $	2023 $
Revenue		
— Bar operations	886,447	990,671
— Catering	710,246	757,982
— Gaming	4,695,128	6,118,638
	6,291,821	7,867,291
Other income		
— Jobkeeper/COVID grants	-	13,332
— Inner Clubs revenue	368	1,497
— Profit on sale of plant & equipment	224,784	2,574
— Subscriptions	23,187	23,732
— Commissions	21,982	27,613
— Rent received	15,211	11,818
— Other	101,910	83,045
	387,442	163,611
TOTAL REVENUE	6,679,263	8,030,902

NOTE 3: NET FINANCE INCOME /(EXPENSE)		
Interest revenue from other persons	715	768
Interest expense to other persons	(142,927)	(62,254)
	(142,212)	(61,486)

NOTE 4: OTHER EXPENSES

	2024 $	2023 $
Other expenses include:		
Poker machine jackpots	3,176,678	4,124,837
Insurance	193,792	161,741
Annual poker machine duty	141,611	260,750
Members expenses	48,466	91,511
Audit fees	23,927	24,041
Movement in employee benefit expense	(27,160)	17,645
Repairs & Maintenance	162,091	163,588
Sponsorship	69,686	55,924
Managers & Directors expenses	27,485	51,708

NOTE 5: INCOME TAX

	2024	2023
a. Income tax expense		
Profit / (loss) before income tax	(798,801)	(848,150)
Income tax using the corporate tax rate of 25%	(199,700)	(212,038)
Increase in income tax expense due to:		
— non-deductible depreciation and amortisation	1,168	1,053
— Carry forward losses not recognised	28,243	36,804
	(170,289)	(174,181)
Decrease in income tax expense due to:		
— Income attributable to members	170,289	174,181
Income tax expense on pre tax net profit	-	-

b. Deferred tax assets

The potential deferred tax asset arising from tax losses and other temporary differences has not been recognised as an asset because recovery of the tax losses is not probable.

	2024	2023
Tax losses carried forward	1,857,391	1,738,227

The potential deferred tax asset will only be obtained if:

- the Company derives future assessable income of a nature and amount sufficient to enable the asset to be realised;
- the Company continues to comply with the conditions of deductibility imposed by law; and
- no changes in tax legislation adversely affect the Company in realising the asset.

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
NOTE 6: CASH AND CASH EQUIVALENTS	$	$
Cash on hand	52,056	49,487
Cash at bank		
Commonwealth Bank – Working Accounts	65,771	20,812
Commonwealth Bank – TAB Account	4,173	1,164
Commonwealth Bank – Keno Account	9,888	2,294
Cash at bank – Fishing Club *	4,507	4,139
Cash at bank – Bowls Club	2,144	3,922
	138,539	81,818

*Balance as at 30 April 2024.

Amounts are at call. The effective interest rate for all accounts at 30 June 2024, was <1% (2023: 0-2.05%).

NOTE 7: TRADE AND OTHER RECEIVABLES

	2024	2023
CURRENT		
Trade debtors	883	181,493
Sundry debtors	40,771	21,443
Prepayments	29,499	49,550
Deposits paid	39,875	-
	111,028	252,486

All receivables are considered collectable so no provision for impairment has been raised (2023: NIL). Amounts are non-interest bearing. The Company's receivables are aged 0 – 90+ days.

NOTE 8: INVENTORIES

	2024	2023
CURRENT		
Finished goods at cost	40,536	46,051
Other consumables	-	1,065
At net realisable value	40,536	47,116

	2024 $	2023 $
NOTE 9: FINANCIAL ASSETS		
Term Deposit – NAB	5,000	5,000

Interest is payable at 4% and the facility has no maturity date.
The term deposit is security over a guarantee re TAB facilities.

NOTE 10: PROPERTY, PLANT AND EQUIPMENT

	2024	2023
Land – at cost	101,750	101,750
Buildings - at cost	3,490,145	3,368,129
Accumulated depreciation	(1,883,676)	(1,807,716)
	1,606,469	1,560,413
Plant, fittings & equipment - at cost	2,230,864	2,205,200
Accumulated depreciation	(1,633,038)	(1,534,495)
	597,826	670,705
Poker machines - at cost	1,611,816	1,853,025
Accumulated depreciation	(1,303,983)	(1,620,519)
	307,833	232,506
Motor vehicles - at cost	33,481	33,481
Accumulated depreciation	(27,592)	(26,233)
	5,889	7,248
Right of Use assets	167,124	167,124
Accumulated amortization	(97,645)	(72,082)
	69,479	95,042
Total Property, Plant and Equipment	2,689,246	2,667,664

NOTE10: PROPERTY, PLANT AND EQUIPMENT con't

a. Movements in Carrying Amounts

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

	Land	Buildings	Plant, fittings & equipment	Poker machines	Motor vehicles	Right of Use	Total
	$	$	$	$	$	$	$
Balance at beginning of year	101,750	1,560,413	670,705	232,506	7,248	95,042	2,667,664
Additions	-	122,016	42,709	149,744	-	10,637	325,106
Disposals/Transfers	-	-	-	(3,208)	-	-	(3,208)
Depreciation expense	-	(75,960)	(115,588)	(71,209)	(1,359)	(36,200)	(300,316)
Carrying amount at end of year	101,750	1,606,469	597,826	307,833	5,889	69,479	2,689,246

NOTE 11: TRADE AND OTHER PAYABLES

	2024 $	2023 $
CURRENT		
Trade creditors	188,142	198,842
GST liabilities	11,711	52,432
Accrued charges	492,208	211,745
	692,061	463,019

Amounts are non-interest bearing. Creditors are expected to be paid within 60 days.

NOTE 12: FINANCIAL LIABILITIES

		2024 $	2023 $
CURRENT			
Bank overdraft		-	8,416
Credit card	f.	12,570	353
Lease liabilities	d.	49,838	79,843
Commonwealth Bank Loan	a.	-	85,200
Insurance loan		32,380	20,177
		94,788	193,989

NOTE 12: FINANCIAL LIABILITIES con't

		2024	2023
NON CURRENT		$	$
Lease liabilities	d.	49,635	224,735
Loan Dubbo RSL Club Ltd		2,043,734	-
Bank Loan	a,b & c	-	1,079,412
		2,093,369	1,304,147

a. The NAB loan term was repaid during the year

b. Lease liabilities secured over the equipment leased – includes poker machines, senpos and the sound ceiling and are repayable monthly. Terms range from 12 months to 5 years. Leasing facility limit is $99,473.

c. A NAB credit card facility with a $15,000 limit at a rate of 13.25%. The balance is cleared monthly. At 30 June 2024 $2,430 was unused.

NOTE 13: EMPLOYEE BENEFITS

CURRENT		
Annual leave	78,764	98,674
Long service leave	19,509	19,569
RDO's	1,798	1,845
	100,071	120,088
NON-CURRENT		
Long service leave	99,208	106,351

NOTE 14: DEFERRED INCOME

CURRENT		
Grants in advance	-	159,759
Subscriptions in advance	12,195	15,273
	12,195	175,032

NOTE 15: CONTRIBUTED EQUITY

The Company is a company limited by guarantee.

If the Company is wound up, the constitution states that each member is required to contribute to a maximum of $5.00 towards meeting any outstanding obligations of the Company.

As at 30 June 2024, there were 2,069 (2023: 2,706) members of the Company.

NOTE 16: CAPITAL & LEASING COMMITMENTS

Capital Commitments

There were no capital commitments by the Company at 30 June 2024. Any capital expenditure post 30 June 2024 was fully funded by Dubbo RSL Club Limited.

In June 2020 the Club entered an agreement for the installation of solar panels. The solar panels are owned by OnGeneration (the installer). The Company is responsible for the insurance of these panels. At the conclusion of this agreement in 2030 the Company must pay an exit fee of $18,823.

Leasing Commitments

The Club have entered into short term rental agreements with Silverchef for kitchen equipment. Over the next 12 months the Club is committed to paying $29,174 for the use of this equipment.

NOTE 17: RELATED PARTIES

a. Key management personnel remuneration	2024 $	2023 $
Key management personnel were remunerated as follows:		
Short term salary benefits paid to all key management personnel of the Company by the Company and any related parties	398,951	301,530
Post employment superannuation benefits paid to all key management personnel of the Company by the Company and any related parties	41,622	30,345
	440,573	331,875

b. Key Management Personnel

The names of the key management personnel during the financial year are:

Mr Derek Boughton – resigned 26 November 2023

Mr Rodney Moore

Mr James Harry Rider – resigned 26 November 2023

Mr Ronald Sullivan

Ms Donna Fowler – resigned 26 November 2023

Mr James Dean

Mr William Beach

Mr John Muxlow

Mr Dean McCarthy – Secretary Manager – resigned 22 April 2024

Mrs Jennifer Gralton – Venue Manager

Ms Erica Dart – Restaurant Manager

Ms Sky Lewis

Ms Lyn Fahey

NOTE 17: RELATED PARTIES

c. Key management personnel transactions

During the year the Company paid personal car expenses of Ms Jennifer Gralton as she was requires to use her car for business purposes. Total cost paid was approximately $1500.

Transactions between key management personnel and their related entities are on normal commercial terms and conditions no more favorable than those available to other parties.

NOTE 18: CONTINGENT LIABILITIES

The National Australia Bank have provided a guarantee to a supplier of the Company for $5,000. This guarantee acts as a security bond to the supplier should the Company fail to meet their obligations to the suppliers. The bank are holding a term deposit of $5,000 as security over this guarantee. At the date of this report the directors believe it is unlikely that these guarantees will be drawn upon.

NOTE 19: FINANCIAL RISK MANAGEMENT

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer fails to meets its obligations and arises principally from the Company's receivables from customers. The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the Statement of Financial Position and the Notes to the Financial Statements.

Trade and other receivables

The Company's exposure is influenced mainly by the individual characteristics of each customer. The majority of receivables are from daily trading activities and are received within 30 business days.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. To ensure it can meet its obligations it invests excess funds in higher interest rate deposits, it only undertakes capital works when funds are available from monies invested and maintains a positive cash balance in its bank accounts at all times.

Market risk

Market risk is the risk that changes in market conditions will affect the Company's income. The Company has significant exposure to market risk as it is reliant on the continued use by patrons of its gaming facilities. Government initiatives such as the banning of smoking indoors has had an impact on this risk area and will continue to do so in future years.

NOTE 19: FINANCIAL RISK MANAGEMENT con't

Interest rate risk

The bank loans are subject to interest rate risk as they are at a variable interest rate. The funds deposited in the Online Saver account are also subject to interest rate risk. All other bank balances are non interest bearing.

Fair value

Unless otherwise stated carrying amounts disclosed on the Statement of Financial Position are the fair value of the financial assets and liabilities.

NOTE 20: CASH FLOW INFORMATION

	2024 $	2023 $
a. Reconciliation of Cash Flow from Operations with Profit / (Loss) after Income Tax		
Profit / (Loss) after income tax	(798,801)	(848,150)
Items classified as investing/financing activities		
Investing activities	28,959	13,192
Non-cash flows in profit		
(Profit) / Loss on sale of non-current assets	(224,784)	(2,574)
Depreciation	300,316	317,928
Changes in assets and liabilities		
Decrease/(increase) inventories	6,580	9,831
Decrease/(increase) trade and other receivables	141,458	(157,796)
Increase/(decrease) in trade and other payables	241,259	120,317
Increase/(decrease) in deferred income	(162,837)	61,069
Increase/(decrease) in employee benefits	(27,160)	17,645
Cash flows from operations	(495,010)	(468,538)

Reconciliation of Cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the Statement of Financial Position as follows:

	2024 $	2023 $
Cash on hand, at bank, overdraft, term deposit	143,539	78,402

NOTE 21: STATEMENT OF OPERATIONS BY SEGMENTS

The Company operates in the registered club industry in Australia.

NOTE 22: EVENTS SUBSEQUENT TO REPORTING DATE

As at 30 June 2024 members have voted to amalgamate the Club with Dubbo RSL Club Limited. This amalgamation was approved and took effect from 25 August 2024.

Following the amalgamation all assets and liabilities of the Company will be transferred to Dubbo RSL Club Limited and Wingham District Memorial Services Club Ltd will be wound up.

No other matter or circumstance has arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent years.

NOTE 23: COMPANY DETAILS

The registered office and principal place of business of the company is:

28 Bent Street
Wingham NSW 2429

WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD
ABN 15 000 982 730
DIRECTORS' DECLARATION

In the opinion of the directors of Wingham District Memorial Services Club Ltd

1. the financial statements and notes, as set out on pages 6 to 22 are in accordance with the Corporations Act 2001, including:
   a. complying with Australian Accounting Standards – Simplified Disclosures and the Corporations Regulations 2001; and
   b. give a true and fair view of the financial position of the Company as at 30 June 2024 and its performance, as represented by the results of its operations and its cashflows, for the year ended on that date; and
   c. the information contained in the attached Consolidated Entity Disclosure Statement is true and correct; 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 ______________________ R.P. SULLIVAN

Director ______________________

Dated this 17th day of September 2024

INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD

Report on the Financial Report

Opinion

I have audited the financial report of Wingham District Memorial Services Club Limited (the Company), which comprises the Statement of Financial Position as at 30 June 2024, the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a material accounting policy information, the Consolidated Entity Disclosure Statement and the Directors' Declaration.

In my opinion, the accompanying financial report of Wingham District Memorial Services Club Limited, 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 2024 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code. I confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Material Uncertainty Regarding Going Concern

Despite the excess of current liabilities ($899,115) over current assets ($295,103), negative cashflow from operations of $495,010 and the loss for the year of $798,801 the financial statements have been prepared on a going concern basis as the members have agreed to amalgamation with Dubbo RSL Club Limited effective 25 August 2024. At the time of signing the amalgamation agreement Dubbo RSL Club Limited undertook to lend funds to the Company to allow it to continue to pay its debts when due and payable and Dubbo RSL Club Ltd will be responsible for all debts of the Company once amalgamated.

INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2024, but does not include the financial report and our auditor's report thereon. My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon. In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of:

- the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001; and
- the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001; and

for such internal control as the directors determine is necessary to enable the preparation of:

- the financial report, other than the consolidated entity disclosure statement, that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- the consolidated entity disclosure statement that is true and correct and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters 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 Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the 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.

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/Home.aspx. This description forms part of my auditor's report.

INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
WINGHAM DISTRICT MEMORIAL SERVICES CLUB LTD

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion.

  My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation. I 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 I identify during my audit.

I also provide the directors with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards. From the matters communicated with the directors, I determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Rhonda Futterleib

Address: 22 Pulteney Street, Taree, NSW, 2430

Dated 18th day of September 2024

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