



Thomas Noble & Russell
Accountants | Auditors | Business Advisers

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED

AND CONTROLLED ENTITY

ABN 56 000 144 963

FINANCIAL REPORT

YEAR ENDED 30 JUNE 2021

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DETAILED INCOME AND EXPENDITURE STATEMENTS

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**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2021**

Your directors present their report on the company and its controlled entity for the financial year ended 30 June 2021.

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

Peter A Comerford
Francis J McKey
James A Battese
John Z Black
Brad Birney
Scott Brereton
Vickie McAlister
Trudy Lamont
Sharon Davidson
Neil Crouch
Bruce Knight

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

Principal Activities

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

- the operation of a licensed club and;
- landlords of investment properties.

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

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

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

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

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

The consolidated entity continues to be impacted by COVID-19. Current operations are subject to a number of restrictions imposed by NSW State Government and these restrictions are altered from time to time. The consolidated entity continues to adhere to these requirements and will continue to closely monitor results to manage the expected economic impacts.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY**

ABN 56 000 144 963

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2021

Information on Directors

Director	Qualifications & Experience	Special Responsibility
Peter A Comerford	Solicitor	Director & President
Francis J McKey	Monumental Mason	Director & Vice President
James A Battese	Purchasing Officer	Director & Junior Vice President
John Z Black	Pharmacist	Director & Treasurer
Brad Birney	Council Employee	Director
Scott Brereton	Business Proprietor	Director
Vickie McAlister	Retired	Director
Trudy Lamont	Solicitor	Director, Appointed 25/10/2020
Sharon Davidson	Journalist/ Council	Director, Appointed 25/10/2020
Neil Crouch	Retired	Director, Resigned 25/10/2020
Bruce Knight	Retired	Previous Vice President, Resigned 25/10/2020

Meeting of Directors

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

Directors Meetings

	Monthly Board Meetings		Special Board and Committee Meetings	
	Eligible to Attend	Attended	Eligible to Attend	Attended
Peter A Comerford	12	12	5	5
Francis J McKey	12	12	6	6
Bruce Knight	4	3	0	0
John Z Black	12	11	5	3
Neil Crouch	4	4	0	0
James A Battese	12	12	5	5
Vickie McAlister	12	11	3	3
Scott Brereton	12	11	3	3
Brad Birney	12	12	3	3
Trudy Lamont	8	8	6	6
Sharon Davidson	8	7	6	6

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company. At 30 June 2021, the total amount that members of the company are liable to contribute if the company is wound up is \$15,634 (2020: \$15,776).

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2021**

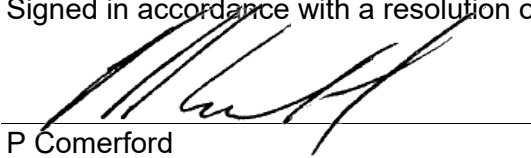
Operating Results

The operating profit for the club for the financial year amounted to \$2,534,978 (2020: \$292,412).

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2021 has been received and is enclosed with the financial report.

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



P Comerford
Director

Dated this 3rd day of November 2021



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of Casino Returned Servicemen's Memorial Club Limited and its controlled entity for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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

Dated at Lismore this 3rd day of November 2021.

THOMAS NOBLE & RUSSELL
CHARTERED ACCOUNTANTS

Per:

.....
A J BRADFIELD (Partner)
Registered Company Auditor

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2021**

	Notes	Consolidated Group	
		2021 \$	2020 \$
Revenue	2	13,352,696	9,788,794
Cost of Goods Sold		(1,701,369)	(1,345,126)
Employee Benefits Expense		(3,157,835)	(3,012,064)
Depreciation and Amortisation Expense		(1,145,028)	(1,291,873)
Gaming Expenses		(1,721,279)	(1,112,174)
Other Expenses		(2,840,249)	(2,552,088)
Finance Costs		(6,489)	(30,814)
Profit Before Income Tax		2,780,447	444,655
Income Tax Expense	3	(245,469)	(152,243)
Profit Attributable to Members of the Company		<u>2,534,978</u>	<u>292,412</u>
Other Comprehensive Income		<u>-</u>	<u>-</u>
Total Comprehensive Income		<u><u>2,534,978</u></u>	<u><u>292,412</u></u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

	Notes	Consolidated Group	
		2021	2020
		\$	\$
CURRENT ASSETS			
Cash and Cash Equivalents	4	2,844,932	1,286,249
Trade and Other Receivables	5	59,007	159,295
Inventories	6	111,049	73,268
Other Assets	7	166,146	146,508
TOTAL CURRENT ASSETS		<u>3,181,134</u>	<u>1,665,320</u>
NON-CURRENT ASSETS			
Property, Plant and Equipment	8	17,692,776	16,767,433
Trade and Other Receivables	5	-	1,017,097
Intangible Assets	9	1,251,645	1,251,645
Deferred Tax Assets	10	112,625	122,252
TOTAL NON-CURRENT ASSETS		<u>19,057,046</u>	<u>19,158,427</u>
TOTAL ASSETS		<u>22,238,180</u>	<u>20,823,747</u>
CURRENT LIABILITIES			
Trade and Other Payables	12	1,142,512	1,022,520
Borrowings	13	756,780	730,383
Current Tax Liabilities	14	56,966	26,896
Provisions	15	321,427	315,212
Other Liabilities	16	145,304	93,994
TOTAL CURRENT LIABILITIES		<u>2,422,989</u>	<u>2,189,005</u>
NON-CURRENT LIABILITIES			
Borrowings	13	441,192	1,802,821
Deferred Tax Liabilities	14	-	-
Provisions	15	106,880	99,780
TOTAL NON-CURRENT LIABILITIES		<u>548,072</u>	<u>1,902,601</u>
TOTAL LIABILITIES		<u>2,971,061</u>	<u>4,091,606</u>
NET ASSETS		<u>19,267,120</u>	<u>16,732,141</u>
EQUITY			
Retained Earnings		<u>19,267,119</u>	<u>16,732,141</u>
TOTAL EQUITY		<u>19,267,119</u>	<u>16,732,141</u>

This Statement of Financial Position should be read in conjunction with the accompanying notes 8 of 37

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2021**

	Notes	Consolidated Group	
		2021	2020
		\$	\$
Cash Flows From Operating Activities			
Receipts From Customers		13,450,047	9,743,445
Payments to Suppliers and Employees		(9,340,553)	(7,919,548)
Interest Received		49,958	56,766
Interest Paid		(6,489)	(30,814)
Income Tax (Paid)/Refunded		(205,772)	(190,027)
Net Cash Provided By / (Used By) Operating Activities		<u>3,947,190</u>	<u>1,659,821</u>
Cash Flows From Investing Activities			
Payment for Property, Plant & Equipment		(2,070,372)	(1,228,996)
Receipts/(Payments) for Financial Assets		1,017,097	(1,017,097)
Net Cash Provided By / (Used By) Investing Activities		<u>(1,053,275)</u>	<u>(2,246,093)</u>
Cash Flows From Financing Activities			
Borrowings in Year		659,416	1,555,350
Repayment of Borrowings		(1,884,946)	(770,330)
Net Cash Provided By / (Used By) Financing Activities		<u>(1,225,530)</u>	<u>785,020</u>
Net Increase / (Decrease) in Cash Held		1,668,386	198,747
Cash and Cash Equivalents at the Beginning of the Financial Year		<u>750,776</u>	<u>552,029</u>
Cash and Cash Equivalents at the End of the Financial Year	4(a)	<u><u>2,419,161</u></u>	<u><u>750,776</u></u>

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group Retained Earnings \$
Balance at 30 June 2019	16,439,729
Profit for the year	<u>292,412</u>
Balance at 30 June 2020	16,732,141
Profit for the year	<u>2,534,978</u>
Balance at 30 June 2021	19,267,119

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

These financial statements include the consolidated financial statements and notes of Casino Returned Servicemen's Memorial Club Limited and RSM Properties Pty Ltd. Casino Returned Servicemen's Memorial Club Limited is a company limited by guarantee which is incorporated and domiciled in Australia. The financial statements were authorised for issue by the Directors on 3rd November 2021.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Significant Accounting Policies

a) Principles of Consolidation

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

Details of the controlled entity is contained in Note 11 to the financial statements.

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

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

b) Income Tax

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

b) Income Tax (Cont'd)

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

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

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

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

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

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

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

c) Inventories

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

d) Property, Plant and Equipment

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

Property

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

Plant and Equipment

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

d) Property, Plant and Equipment (Cont'd)

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

The cost of fixed assets constructed within the economic entity includes the cost of materials, direct labour, borrowing costs and an appropriated proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation

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

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

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

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

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

Gains and losses, on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

e) Leases

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

This involves an assessment of whether:

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

Lessee accounting

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

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

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

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

Exceptions to lease accounting

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

e) Leases (Cont'd)

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

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

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

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

f) Financial Instruments

Initial recognition and measurement

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

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

Classification and subsequent measurement

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

Amortised cost is calculated as:

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

f) Financial Instruments (Cont'd)

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

The classification of financial instruments depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and at the end of each reporting period for held to maturity assets.

The Company does not designate any interest as being subject to the requirements of accounting standards specifically applicable to financial instruments.

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

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

(ii) Loan and receivables

Loans and receivables are non derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting year.

(iii) Held to maturity investments

Held to maturity investments are non derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Company's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Held to maturity investments are included in non current assets, except for those which are expected to be realised within 12 months after the end of the reporting period, which will be classified as current assets.

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NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

f) Financial Instruments (Cont'd)

(iii) Held to maturity investments (Cont'd)

If during the period the Company sold or reclassified more than an insignificant amount of the held to maturity investments before maturity, the entire held to maturity investments category would be tainted and reclassified as available for sale.

(iv) Available for sale financial assets

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

Available for sale financial assets are included in non current assets, except for those which are expected to be sold within 12 months after the end of the reporting period.

(v) Financial Liabilities

Non derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Fees payable on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Impairment of Financial Assets

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Available for sale financial assets

A significant or prolonged decline in value of an available for sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

g) Intangible Assets

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

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

h) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees at the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Employee benefits expected to be settled more than twelve months after the end of the reporting have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

i) Provisions

Provisions are recognised when the group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

j) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

k) Revenue

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

k) Revenue (Cont'd)

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

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

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

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

Sale of goods

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

Rendering of services

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

l) Trade and Other Receivables

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

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

m) Trade and Other Payables

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

n) Finance Costs

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

o) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

p) Comparative Figures

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

q) Critical Accounting Estimates and Judgements

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

Key Estimates - Impairment

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

r) Fair value Measurement

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

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

r) Fair value Measurement (Cont'd)

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

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

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

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

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group	
	2021	2020
	\$	\$
NOTE 2 - REVENUE		
Revenue From Contracts with Customers		
Operating Activities		
Sale of Goods	3,976,368	2,985,093
Rental Income	1,428,885	1,326,769
Gaming	7,051,113	4,631,426
Subscriptions	45,824	41,066
	12,502,189	8,984,354
Other Revenue		
Interest	49,958	56,766
Covid-19 Cashflow Boost	50,000	50,000
Jobkeeper	360,750	383,250
Other	389,799	314,424
	850,507	804,440
Total Revenue	13,352,696	9,788,794
NOTE 3 - INCOME TAX EXPENSE		
The prima facie tax on profit from continuing operations is reconciled to the income tax expense as follows:		
Prima facie tax payable on profit from continuing operations before income tax	749,694	135,794
Tax effect of non-deductible and non-assessable items	(504,224)	16,449
Income tax attributable to profit from continuing operations	245,469	152,243
The income tax expense comprises amounts set aside to:		
Provision for Income Tax	235,842	152,704
Deferred Tax Assets/(Liabilities)	9,627	(461)
	245,469	152,243
Average Effective Tax Rate	8.83%	34.24%

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group	
	2021	2020
	\$	\$
NOTE 4 - CASH AND CASH EQUIVALENTS		
Cash at Bank and On Hand	<u>2,844,932</u>	<u>1,286,249</u>
a. Reconciliation of Cash		
Cash at Bank	2,844,932	1,286,249
Bank Overdraft	<u>(425,771)</u>	<u>(535,473)</u>
Cash and Cash equivalents - per the statement of Cash Flows	<u>2,419,161</u>	<u>750,776</u>
NOTE 5 - TRADE AND OTHER RECEIVABLES		
Current		
Trade Receivables	58,257	21,295
Less Provision for Impairment	<u>-</u>	<u>-</u>
	58,257	21,295
Sundry Receivables	<u>750</u>	<u>138,000</u>
	<u>59,007</u>	<u>159,295</u>
Non-current		
Loan to Woodburn Evans Head RSL	<u>-</u>	<u>1,017,097</u>
<p>In August 2019, the Company entered into a secured mortgage agreement with Woodburn Evans Head RSL Club. The debtor is secured against the land owned by the Club and Gaming Machine Entitlements. The loan was repaid in the current year.</p>		
NOTE 6 - INVENTORIES		
Current		
At Cost		
Finished Goods held for resale	<u>111,049</u>	<u>73,268</u>
NOTE 7 - OTHER ASSETS		
Current		
Prepaid Expenditure	166,146	146,508
Income Tax Refundable	<u>-</u>	<u>-</u>
	<u>166,146</u>	<u>146,508</u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 8 - PROPERTY, PLANT & EQUIPMENT

	Consolidated Group	
	2021	2020
	\$	\$
<i>Land</i>		
Freehold Land - at cost	2,515,296	2,515,296
<i>Buildings</i>		
Buildings - at cost	20,906,461	20,115,225
Less Accumulated Depreciation	(9,045,110)	(8,584,886)
	11,861,351	11,530,339
<i>Plant and Equipment</i>		
Plant and Equipment - at cost	10,511,538	9,587,071
Less Accumulated Depreciation	(7,195,409)	(6,865,273)
	3,316,129	2,721,798
Total Property, Plant and Equipment	17,692,776	16,767,433

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.

2021

	Land	Buildings and work in progress	Plant & Equipment	Total
	\$	\$	\$	\$
Balance at the beginning of the year	2,515,296	11,530,339	2,721,798	16,767,433
Additions	-	951,311	1,293,404	2,244,715
Transfers	-	(160,074)	-	(160,074)
Disposals	-	-	(14,269)	(14,269)
Depreciation expense and write-downs	-	(460,223)	(684,804)	(1,145,027)
Carrying amount at the end of the year	2,515,296	11,861,351	3,316,129	17,692,776

2020

	Land	Buildings and work in progress	Plant & Equipment	Total
	\$	\$	\$	\$
Balance at the beginning of the year	2,515,296	11,115,251	3,199,764	16,830,311
Additions	-	1,151,059	77,935	1,228,994
Transfers	-	(164,789)	164,789	-
Disposals	-	-	-	-
Depreciation expense and write-downs	-	(571,183)	(720,690)	(1,291,873)
Carrying amount at the end of the year	2,515,296	11,530,339	2,721,798	16,767,433

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group	
	2021	2020
	\$	\$
NOTE 9 - INTANGIBLE ASSETS		
Poker Machine Entitlements - at cost	1,250,730	1,250,730
Formation Expenses - at cost	915	915
	<u>1,251,645</u>	<u>1,251,645</u>
 NOTE 10 - DEFERRED TAX ASSETS		
Deferred Tax Assets	<u>112,625</u>	<u>122,252</u>
The deferred tax assets comprise:		
Provisions	18,665	20,041
Property Plant & Equipment	92,169	101,140
Unearned revenue and accrued expenses	<u>1,791</u>	<u>1,071</u>
	<u>112,625</u>	<u>122,252</u>
 Deferred tax assets not recognised, the benefits of which will only be realised if the conditions for deductibility set out in Note 1(b) occur:		
Capital losses	<u>1,078,565</u>	<u>772,348</u>
 NOTE 11 - CONTROLLED ENTITY		
Controlled Entity Consolidated		
Subsidiaries of Casino Returned Servicemen's Memorial Club Ltd:		
- RSM Properties Pty Ltd		
Country of Incorporation: Australia		
Date of Incorporation: 31 May 2002		
Percentage owned: 100%		
 NOTE 12 - TRADE AND OTHER PAYABLES		
Current		
Trade & Other Payables	<u>1,142,512</u>	<u>1,022,520</u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group	
	2021	2020
	\$	\$
NOTE 13 - BORROWINGS		
Current		
Bank Overdraft Secured	425,771	535,473
Chattel Finance	<u>331,009</u>	<u>194,910</u>
	<u>756,780</u>	<u>730,383</u>
Non-Current		
Bank Bill Secured	-	1,700,000
Chattel Finance	<u>441,192</u>	<u>102,821</u>
	<u>441,192</u>	<u>1,802,821</u>
Security		

- a) The bank overdraft, loan and bills are secured by a registered first mortgage over the freehold properties of RSM Properties Pty Ltd and a floating charge over the assets and undertaking of Casino Returned Servicemen's Club Ltd and RSM Properties Pty Ltd. The carrying amount of assets pledged as security is represented by total assets for the economic entity on the Statement of Financial Position.

NOTE 14 - TAX LIABILITIES

Current		
Income Tax Payable	<u>56,966</u>	<u>26,896</u>
Non-Current		
Deferred Tax Liabilities	<u>-</u>	<u>-</u>

NOTE 15 - PROVISIONS

Current		
Employee Benefits	- Long Service Leave	130,889
	- Annual Leave	190,538
		<u>321,427</u>
		<u>315,212</u>
Non-Current		
Employee Benefits	- Long Service Leave	<u>106,880</u>
		<u>99,780</u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group	
	2021	2020
	\$	\$
NOTE 16 - OTHER LIABILITIES		
Current		
Rent Bond	6,493	2,203
Revenue Received in Advance	138,811	91,791
	145,304	93,994

NOTE 17 - RELATED PARTY INFORMATION

- a) Director Peter Comerford is a partner in the business Parker & Kissane which was paid \$385 in the year for legal work.
- b) Director Scott Brereton was paid \$1,355 for providing club vehicles services.

	2021	2020
	\$	\$
c) Key Management Personnel Compensation	916,091	829,859

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the consolidated group, directly or indirectly, including any director is considered key management personnel. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons.

d) **Other Related Party Transactions**

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

Transactions with other related parties are on normal commercial terms and conditions no more favourable than those available to others. The total of those transactions for the year was \$191,090 (2020: \$213,274).

NOTE 18 - MEMBERS GUARANTEE

Casino Returned Servicemen's Memorial Club Ltd is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of two dollars (\$2) towards meeting outstanding obligations of the company. At 30 June 2021 there were 7,817 members (2020: 7,887).

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 19 - COMPANY DETAILS

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

162 Canterbury Street
CASINO NSW 2470

NOTE 20 - PARENT INFORMATION

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

	2021	2020
	\$	\$
BALANCE SHEET		
ASSETS		
Current Assets	9,090,257	7,277,489
Non Current Assets	10,735,692	9,704,415
TOTAL ASSETS	19,825,949	16,981,903
LIABILITIES		
Current Liabilities	1,835,747	1,469,787
Non Current Liabilities	548,072	202,601
TOTAL LIABILITIES	2,383,819	1,672,388
EQUITY		
Retained Earnings	17,442,130	15,309,515
TOTAL EQUITY	17,442,130	15,309,515
STATEMENT OF COMPREHENSIVE INCOME		
Total Profit	2,085,954	(11,084)
Total Comprehensive Income	2,085,954	(11,084)

Guarantees

Casino Returned Servicemen's Memorial Club Ltd has guaranteed the borrowings of RSM Properties Pty Ltd. Further particulars are provided at Note 13.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 21 - COMMITMENTS

Contingent Liabilities

As at 30 June 2021 the consolidated entity did not have any contingent liabilities. (2020: nil).

Contractual Commitments

Casino Returned Servicemen's Memorial Club Ltd has entered into contractual commitments for:

	2021	2020
Plant & Equipment Purchases	316,368	816,159
Land & Buildings	<u>-</u>	<u>-</u>
Payable:		
- not later than 12 months	316,368	816,159

NOTE 22 - FINANCIAL RISK MANAGEMENT

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

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Consolidated Group	
	2021	2020
<i>Financial Assets</i>		
Cash and cash equivalents	2,844,932	1,286,249
Trade and other receivables	<u>59,007</u>	<u>1,176,392</u>
	<u><u>2,903,939</u></u>	<u><u>2,462,641</u></u>
<i>Financial Liabilities</i>		
Financial Liabilities at Amortised Cost		
- Trade and other payables	1,142,512	1,022,520
- Borrowings	<u>1,197,972</u>	<u>2,533,203</u>
	<u><u>2,340,484</u></u>	<u><u>3,555,724</u></u>

As at 30 June 2021 an amount of \$613,000 was available to the group as an unused finance facility should they require.

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 23 - EVENTS AFTER THE REPORTING DATE

The financial report was authorised for issue on 3rd November 2021 by the Board of Directors.

The impact of the COVID-19 pandemic is ongoing (restrictions on trading) and it is not practical to estimate the potential impact after the reporting date. The situation is rapidly evolving and is dependent on measures imposed by the Australian and NSW State Governments.

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

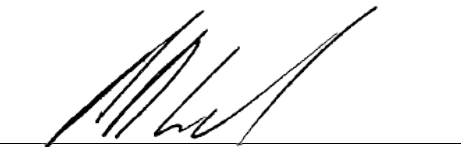
**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
A.B.N. 56 000 144 963
DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2021**

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 5 to 27 are in accordance with the *Corporations Act 2001*:
 - a) comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b) give a true and fair view of the financial position as at 30 June 2021 and of the performance for the year ended on that date of the consolidated entity.
2. In the directors' opinion there are reasonable grounds to believe that the consolidated entity will be able to pay its debts as and when they become due and payable.

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

Dated at Casino this 3rd day of November 2021.



P Comerford
Director

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

Report on the audit of the financial report

Opinion

We have audited the financial report of Casino Returned Servicemen's Memorial Club and its controlled entity ("the Company") which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the 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 2021 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

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

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

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

The directors are responsible for the other information. The other information comprises the information included in the Directors report for the year ended 30 June 2021, but does not include the financial report and our auditor's report thereon.

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

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

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



Responsibilities of the Directors for the Financial Report

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

In preparing the financial report, the directors are responsible for assessing the ability of the Company 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

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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



We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**THOMAS NOBLE & RUSSELL
CHARTERED ACCOUNTANTS**

Per:

A handwritten signature in black ink, appearing to read 'A J Bradfield', written over a horizontal dotted line.

A J BRADFIELD (Partner)

Dated at Lismore this 3rd day of November 2021

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963**

**REPORT ON OTHER INFORMATION
FOR THE YEAR ENDED 30 JUNE 2021**

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

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

**THOMAS NOBLE & RUSSELL
CHARTERED ACCOUNTANTS**



A J BRADFIELD (Partner)
Registered Company Auditor

Dated at Lismore this 3rd day of November 2021

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group	
	2021	2020
	\$	\$
Bar Trading Statement		
Sales	2,048,335	1,428,962
Less Cost of Goods Sold		
Opening Stock	24,955	64,119
Purchases	880,397	581,391
	<u>905,352</u>	<u>645,510</u>
Less Closing Stock	<u>70,865</u>	<u>24,955</u>
Gross Profit - Bar	1,213,847	808,407
Less Expenses		
Depreciation	3,423	3,628
Replacements	13,836	17,307
Licence Fee	-	-
Repairs and Maintenance	4,720	2,618
Wages	497,008	412,678
Net Profit - Bar	<u><u>694,860</u></u>	<u><u>372,176</u></u>
Catering Trading		
Sales	1,739,063	1,409,573
Less Cost of Goods Sold		
Opening Stock	18,224	24,617
Purchases	739,545	593,139
	<u>757,769</u>	<u>617,756</u>
Less Closing Stock	<u>23,897</u>	<u>18,224</u>
Gross Profit - Catering	1,005,191	810,041
Less Expenses		
Depreciation	6,373	7,060
Gas	44,456	35,400
Laundry	2,237	5,181
Replacements	41,481	33,810
Repairs and Maintenance	18,050	33,130
Wages	965,987	821,084
Net Profit - Catering	<u><u>(73,392)</u></u>	<u><u>(125,624)</u></u>

**CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
AND CONTROLLED ENTITY
ABN 56 000 144 963
DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	Consolidated Group	
	2021	2020
	\$	\$
Gaming Income		
Poker Machine Gross Receipts	6,853,644	4,454,099
Less Expenses		
Depreciation	394,646	436,725
Monitoring Fee	61,855	50,154
Poker Machine Tax	1,329,898	789,996
Repairs and Maintenance	195,037	172,776
Promotions and Prizes	142,627	104,887
Statewide Link Fees	-	-
	<hr/>	<hr/>
Poker Machines - Net Profit	4,729,581	2,899,561
Add other gaming income		
Keno - Net Commissions	152,728	135,698
Tab - Net Commissions	9,130	3,351
	<hr/>	<hr/>
	4,891,440	3,038,610
Less Wages	<hr/>	<hr/>
	281,195	235,834
	<hr/>	<hr/>
Net Profit - Gaming	<u>4,610,245</u>	<u>2,802,777</u>

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2021

	Consolidated Group	
	2021	2020
	\$	\$
Income		
Trading Income		
Bar	694,860	372,176
Gaming	4,610,245	2,802,777
Catering	<u>(73,392)</u>	<u>(125,624)</u>
	5,231,714	3,049,329
Members Subscriptions		
Subscriptions	<u>45,824</u>	<u>41,066</u>
	45,824	41,066
Other Income		
Rent	1,428,885	1,326,769
Profit on Disposal of Assets	26,821	1,455
Sundry	<u>668,303</u>	<u>633,912</u>
	<u>2,124,009</u>	<u>1,962,136</u>
Total Income Received	<u>7,401,547</u>	<u>5,052,531</u>
Less Expenditure		
Accountancy Fees	19,523	21,132
Advertising	106,362	71,786
Auditor's Remuneration	22,550	22,550
Bank Charges	51,075	49,574
Computer Expenses	49,027	44,930
Cleaning Labour	292,446	277,244
Cleaning Materials	57,993	41,323
Consultants	72,536	54,103
Depreciation	740,586	844,460
Directors' Expenses	94,289	55,276
Electricity	177,254	162,411
Entertainment	94,189	114,540
Interest	6,489	29,080
Insurance	179,998	174,311
Land Tax	40,999	34,184
Lease Expenses	755	1,137
Legal	31,583	23,471
Long Service Leave	<u>5,461</u>	<u>57,788</u>
	<u>2,043,115</u>	<u>2,079,301</u>

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2021

	Consolidated Group	
	2021	2020
	\$	\$
Sub Total	2,043,115	2,079,301
Loss on Disposal Of Assets	-	-
Motor Vehicle	62,356	71,797
Management Fees	29,464	15,267
Payroll Tax	85,891	73,599
Postage	-	-
Printing and Stationery	84,853	59,344
Promotions	527,125	428,666
Rates	154,005	152,226
Rents	23,950	24,761
Repairs and Maintenance	470,281	349,445
Security Service	69,437	48,504
Sponsorship	141,900	166,685
Staff Expenses	76,829	51,599
Staff Training	28,956	38,227
Sundry	3,143	14,165
Superannuation	245,709	221,990
Telephone	11,551	19,173
Trade Subscriptions	12,189	19,921
Wages and Salaries	530,115	635,241
	<hr/>	<hr/>
	4,600,868	4,469,911
Operating profit before associated club's net expenditure	2,800,678	582,620
Less Associated Clubs' Net Expenditure		
Bowling Club	(18,694)	61,701
Football Club	(25,007)	11,988
Junior League Club	19,106	22,898
Fishing Club	1,881	(5,364)
Carp Muster	-	4,348
Youth Club	13,021	17,723
Snooker Club	2,276	1,771
Pigeon Club	1,410	-
Railway Social Club	-	-
RSM Brumbies Touch Football	-	-
RSM Cavaliers Cricket Club	14,433	11,428
Juniors Cricket	7,212	5,461
Casino RSM Redbacks	3,592	6,472
RSM Garden Club	1,002	(461)
	<hr/>	<hr/>
	20,231	137,965
Operating Profit Before Income Tax	<hr/> <hr/>	<hr/> <hr/>
	2,780,447	444,655