

61st
ANNUAL REPORT

SUNDAY 24th April, 2022.

BOARD OF DIRECTORS

Chairman : K.Poole

Messrs. K. POOLE, J. HOLDER,

P. FINCH

I.MCLELLAN,

R. Grimes, G.Finch,R. Johnson

R Grimes

General Manager: N.K. HENDRY

AUDITOR:

W.S. HARDY-SMITH B.BUS. C.A.

AUBURN SOCCER SPORTS CLUB LIMITED
ACN - 000 391 346

2021

INDEX

	FINANCIAL REPORT
3	NOTICE OF ANNUAL GENERAL MEETING
4 - 5	RESOLUTIONS TO BE PUT TO MEETING
6	EXPLANATORY NOTES ON RESOLUTIONS
7	PRESIDENTS REPORT
8	GENERAL MANAGERS REPORT
9 - 12	REPORT OF THE DIRECTORS
13-15	AUDITORS INDEPENDENCE DECLARATION AND AUDITOR'S REPORT
16	DIRECTORS DECLARATION
17	STATEMENT OF COMPREHENSIVE INCOME
18	STATEMENT OF FINANCIAL POSITION
19 - 20	STATEMENT OF CASHFLOWS
21 - 36	NOTES TO THE ACCOUNTS
37 - 41	ADDITIONAL FINANCIAL INFORMATION
42 - 43	REGISTERED CLUBS ACT SECTION 41H DISCLOSURES

**NOTICE OF RESOLUTIONS TO BE CONSIDERED AT
THE ANNUAL GENERAL MEETING**

NOTICE is hereby given that at the Annual General Meeting of **AUBURN SOCCER SPORTS CLUB LIMITED** to be held on 24th April, 2022 commencing at 10:30am at the premises.

The Members will be asked to consider and if thought fit pass the following resolutions.

SPECIAL RESOLUTION

That pursuant to the changes to the Registered Clubs Act dated first day of December, 2022, it is proposed to alter the Club's Memorandum and Articles of Association as follows:

" To change the wording of paragraph 30 (a) to read - The Board shall meet at least once every quarter for the transaction of business. A quarter will comprise the three months ended 31st March, 30th June, 30th September and 31st December. The Board may also meet as often as they require, provided that that they still meet on a quarterly basis."

FIRST ORDINARY RESOLUTION

That pursuant to the Registered Clubs Act:

a) The members hereby approve and agree to expenditure by the Club in a sum not exceeding \$15,000 until the next Annual General Meeting of the Club for the following activities of Directors:

i) The reasonable cost of a meal and beverage for each director immediately before or immediately after a Board or Committee meeting on the day of that meeting.

ii) Reasonable expenses incurred by directors in travelling to and from directors meetings or other duly constituted committee meetings as approved by the Board from time to time on production of invoices, receipts, or other proper documentary evidence of such expenditure;

iii) Reasonable expenses incurred by directors in relation to such other duties including entertainment of special guests to the Club and other promotional activities performed by directors which activities and the expenses there from are approved by the Board before payment is made on production of receipts, invoices or other proper documentary evidence of such expenditure.

b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for those who are directors of the Club.

SECOND ORDINARY RESOLUTION

That pursuant to the Registered Clubs Act:

a) The Members hereby approve and agree to expenditure by the Club in a sum not exceeding \$30,000 for the professional development and education of directors until the next Annual General Meeting and being:

i) The reasonable cost of Directors attending at the Registered Clubs Association Annual General meeting.

ii) The reasonable cost of Directors attending meetings of other Associations of which the Club is a member.

iii) The reasonable cost of Directors attending Seminars, Lectures, Trade Displays, Organised Study Tours, Fact - finding Tours and other similar events as may be determined by the Board from time to time.

iv) The reasonable cost of Directors attending other Clubs for the purpose of observing their facilities and methods of operation.

v) Attendance at functions with spouses where appropriate and required, to represent the Club.

The Members acknowledge that the benefits in paragraph (a) above are not available to members generally but only for those who are directors of the Club.

DATED: 24th February 2022

NEILL HENDRY

NEILL HENDRY

GENERAL MANAGER

(By order of the Board)

EXPLANATION NOTES

IMPORTANT NOTES TO ALL MEMBERS

The purpose of the **Special Resolution** is to meet the requirements of Registered Clubs Act.

The purpose of the First Ordinary Resolution is to meet the disclosure requirements of Corporations Law and Registered Clubs Act. It relates to expenditure shown in the Club's Annual Accounts under various headings in previous years and approved by the Members when the Annual Accounts have been adopted.

The adoption of this Resolution by Members will confirm and set an upper limit on the amount to be expended and will meet the disclosure requirements of the Corporations Law and the Registered Clubs Act.

The purpose of the Second Ordinary Resolution is again to meet the disclosure requirements of Corporations Law and the Registered Clubs Act. It relates to expenditure by the Club for the professional development and education of Directors as well as ensuring that Directors keep up-to-date with current Club Industry development and that the Club is represented by selected Directors at the various Meetings of Associations of which the Club is a member.

The adoption of this Resolution by Members will confirm and set an upper limit on the amount to be expended and will meet the disclosure requirements of the Corporations Law and the Registered Clubs Act.

Summary

Each Special Resolution and Ordinary Resolution must be passed as a whole and cannot be amended by motions from the floor of the Meeting or divided into two or more separate resolutions.

To be passed the Special Resolution must receive votes in its favour from not less than two thirds majority of the Members who, being entitled to do so, vote in person at the Meeting.

To be passed each resolution must receive votes in its favour from not less than a simple majority of the Members who, being entitled to do so, vote in person at the Meeting.

In order to provide an informed and properly researched response, members are urged to lodge questions in respect of the Financial Statements to the General Manager, in writing, 7 days prior to the Annual General Meeting.

DATED: 24th February 2022

NEILL HENDRY

NEILL HENDRY

GENERAL MANAGER

(By Order of the Board)

EXPLANATION NOTES

IMPORTANT NOTES TO ALL MEMBERS

The purpose of the **Special Resolution** is to meet the requirements of Registered Clubs Act.

The purpose of the First Ordinary Resolution is to meet the disclosure requirements of Corporations Law and Registered Clubs Act. It relates to expenditure shown in the Club's Annual Accounts under various headings in previous years and approved by the Members when the Annual Accounts have been adopted.

The adoption of this Resolution by Members will confirm and set an upper limit on the amount to be expended and will meet the disclosure requirements of the Corporations Law and the Registered Clubs Act.

The purpose of the Second Ordinary Resolution is again to meet the disclosure requirements of Corporations Law and the Registered Clubs Act. It relates to expenditure by the Club for the professional development and education of Directors as well as ensuring that Directors keep up-to-date with current Club Industry development and that the Club is represented by selected Directors at the various Meetings of Associations of which the Club is a member.

The adoption of this Resolution by Members will confirm and set an upper limit on the amount to be expended and will meet the disclosure requirements of the Corporations Law and the Registered Clubs Act.

Summary


Each Special Resolution and Ordinary Resolution must be passed as a whole and cannot be amended by motions from the floor of the Meeting or divided into two or more separate resolutions.

To be passed the Special Resolution must receive votes in its favour from not less than two thirds majority of the Members who, being entitled to do so, vote in person at the Meeting.

To be passed each resolution must receive votes in its favour from not less than a simple majority of the Members who, being entitled to do so, vote in person at the Meeting.

In order to provide an informed and properly researched response, members are urged to lodge questions in respect of the Financial Statements to the General Manager, in writing, 7 days prior to the Annual General Meeting.

DATED: 24th February 2022


NEILL HENDRY
GENERAL MANAGER

(By Order of the Board)

Core Property information for members

Persuant to Section 41 J (2) of the Registered Clubs Act, for the year ended 31st December, 2021:

(a) The following are Core Properties of the Club:

- (1) 12-14 Northumberland Road Auburn - The "Club House"
- (2) 12-14 Northumberland Road Auburn - The "Club Carpark"

(b) The following are Non-Core Properties of the Club:

- (1) The Stratum of 8 Station Road Auburn which encompasses the ground floor commercial area and accompanying parking area.

Notes to Members

1. Section 41 J (2) of the Registered Clubs Act requires the Annual Report to specify the core property and non-core property of the Club at the end of the financial year to which the report relates.
2. Core property is any real property owned or occupies by the Club that comprises:
 - (a) The defined premises of the Club; or
 - (b) any facility provided by the club for the use of its members or guests; or
 - (c) any other property declared by a resolution passed by a majority present at an Annual General Meeting of Ordinary members of the Club to be core property of the club.
3. Non-Core property is any other property other than that referred to above as core property and any property which is declared by the ordinary members of the club not to be core property.
4. The significance of the description between core and non-core property is that the club cannot dispose of any core property unless;
 - (a) The property has been valued by a Registered Valuer within the meaning of the Valuers Act 2003; and
 - (b) The disposal has been approved at a general meeting of ordinary members of the club at which the majority of votes support the approval; and
 - (c) any sale is by way of public auction or open tender conducted by an independent real estate agent or auctioneer.
5. These disposal provisions and what constitutes disposal for the purposes of Section 41 J are to some extent modified by regulations made under the Registered Clubs Act and by Section 41 J itself. For example the requirements in paragraph 4 above do not apply to;
 - Core property that is being leased or licenced for a period not exceeding 10 years
 - Years on terms that have been subject of a valuation by a Registered Valuer.

Privacy information for members

The Auburn Soccer Sports Club is subject to the provisions of the Privacy Act 1988.

The act contains 10 National Privacy Principles that set standards for the handling of personal information.

The club has a commitment to privacy and the safeguarding of member, visitor and staff personal information.

Any personal information provided by you (e.g. name, address, date of birth, and contact details), including information collected as a result of a membership card being placed in a gaming machine or other club machine that is linked to a player tracking system (not ATMs) that may provide a service to you, will be protected.

The Club will not disclose your personal information to any other organisation or person unless there is a legal requirement to do so. The Club may also disclose personal information to relevant authorities if it reasonably believes that there is a threat to an individual's life, or a threat to public health and safety. If the club has reason to suspect that unlawful activity has been, is being or may be engaged in, personal information may be used or disclosed as a necessary part of any investigation and reporting to relevant persons or authorities.

These contracts require the third party to keep your personal information confidential and secure.

Your personal information, including information obtained about you as a result of you placing your membership card in a gaming or other Club machine may be used by the Club for marketing purposes to improve our services and to provide you with the latest information about those services, any new related services and promotions.

If you do not wish to receive information about services and promotions, the Club, on request will remove your name from mailing lists.

You have the right to access any personal information that the Club may hold about you, including a right of correction of your information. The Club will generally not charge a fee for you to access your personal information.

CHAIRMAN'S REPORT

Dear Members,

Firstly I hope this Report finds our members and their family healthy as we have endured another "unprecedented year". We were all hoping to put the tough times of 2020 behind us, but unfortunately it did not go to plan.

We endured another shutdown that led to a tough year, not only for our Club, but the entire hospitality industry. We have therefore been impacted by the loss of revenue, but more importantly the loss of contact with you, our members. The Covid 19 Pandemic has seen the most significant disruption to our trading in the history of the Club, especially since providing you with a brand new venue for you to enjoy.

However, despite closures and disruptions, I am pleased to report that the club still managed to record a profit of \$132,087. The Board and I must thank our General Manager, Neill Hendry and his team for their hard work and excellent efforts in which has been another challenging year.

I would also like to take this opportunity to thank my fellow Directors as they continue to work hard and dedicate their time to promote the continued success and longevity of our Club.

Lastly, as I always say, our Club wouldn't be a club without you, our loyal and supportive members.

On behalf of my Board I would like to thank you for your continued support and patronage.

We all look forward to an enjoyable and successful 2022.

KEITH POOLE
CHAIRMAN



CHIEF EXECUTIVE OFFICERS REPORT

Dear Members,

I am pleased to be reporting on the Sixty First Report of Auburn Soccer Sports Club Limited, trading as Club Auburn.

Once again 2021 has been another extremely challenging year due to the effects of Covid 19 that has affected businesses, communities and families both in Australia and worldwide. Unfortunately, we once again had to suffer yet another lockdown as we did in 2020.

The 2021 Financial Year has seen significant decreases in all key areas of operations. Nevertheless we still managed to record a Profit of \$132,087.

I am proud to say that your Club is resilient and still is in a strong financial position under the guidance of your Board of Directors and our management team.

Last, but certainly not least, I extend my sincere thanks to our incredible staff for their commitment to making the Club safe and welcoming to all our members and visitors.

You will notice there is a Special Resolution to be considered and voted upon at the AGM. This Special Resolution has been put to you to alter the Club's Memorandum and Articles of Association to change paragraph 30 (a), to allow the Board of Directors to meet at least quarterly instead of monthly as it currently stands.

These changes have been needed since since the Registered Clubs Act was amended on 1st December, 2021

Your Board has also resolved to update the entire Memorandum and Articles of Association. Any changes will be put to you at the next Annual General Meeting.

In closing, a special thank you to you, our members and your visitors, for your loyalty and support throughout this difficult year.

Lets hope that 2022 leads us to better and healthy times.

N.K. HENDRY
CHIEF EXECUTIVE OFFICER.



DIRECTORS' REPORT TO THE MEMBERS

The Directors present their report together with the financial report of Auburn Soccer Sports Club Limited for the year ended 31st December 2020 and the Auditors Report thereon.

1) Directors

The Directors in office at the date of this report are: -

K. Poole	P. Finch
I. McLellan	J. Holder
R. Grimes	G. Finch
R. Johnson	

2) PRINCIPAL ACTIVITIES

The principal activity of the entity in the course of the period continued to be the conduct of the Club at Northumberland Road, Auburn and the support of Soccer Football.

During the period there were no significant changes in the nature of these activities.

3) REVIEW OF OPERATIONS

The Company's operating profit before tax for the financial year ended 31st December 2021 was \$132,087 (2020 \$692,146). Net revenue from Poker Machine operations for the 12 months trading to 31st December, 2021 was \$1,492,633. The Company contributed an aggregate amount of \$68,955. to community development and support as required under Part 4 of the Gaming Machine Tax Act 2001 for the 12 month period ended 31st December 2021.

4) DIVIDENDS

Being an entity limited by guarantee, there exists no share capital: consequently, no shares or options over unissued shares can be issued and no dividend can be paid.

5) STATE OF AFFAIRS

Matters or circumstances have not arisen since the end of the financial year that have significantly affected or may significantly affect: -

- the operations of the entity;
- the results of those operations; or
- the state of affairs of the entity in subsequent years

6) EVENTS SUBSEQUENT TO BALANCE DATE

At the date of this report it is not anticipated that there will be any likely developments, in the operations of the entity not otherwise disclosed in this report.

DIRECTORS' REPORT TO THE MEMBERS

-continued-

7) INFORMATION ON DIRECTORS

The particulars of the qualifications, experience and special responsibilities of the Directors of the entity are as follows -

<u>Name</u>	<u>Qualifications and Experience</u>	<u>Experience Years as</u>
K. Poole	Driver	37
J. Holder	Hospital Orderly	38
I. McLellan	Postal Worker	18
P. Finch	Postal Worker	20
R. Grimes	Accountant	18
G. Finch	Retired	1
R. Johnson	Manager	1

8) LIKELY AND FUTURE DEVELOPMENTS AND EXPECTED RESULTS

Likely developments in the operations of the company in future financial years and the expected results of those operations are as follows:

Government legislation regarding Poker Machine precommitment may affect the club's future profits

9) DIRECTORS BENEFITS

No Director since the end of the previous financial year has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the accounts or the fixed salary of a full-time employee of the entity) by reason of a contract made by the entity, or a related entity with the Director or with a firm of which he is a member, or with an entity in which he has a substantial financial interest.

10) OVERSEAS TRAVEL

Nil

11) DIRECTORS INDEMNITY

The company has provided an indemnification and insurance for its present and former officers of the company.

DIRECTORS' REPORT TO THE MEMBERS

-continued-

12) ENVIRONMENTAL LEGISLATION

The company's operations are subject to various significant environmental regulations under both Commonwealth and state legislation.

The Directors are not aware of any significant breaches during the period covered by this report.

13) DIRECTOR AND EMPLOYEE INTEREST IN HOTELS

No Director or any of the top 5 (by remuneration) club employees holds any financial interest in a hotel.

14) EMPLOYEE REMUNERATION

The top 5 employees of the Company whose income from the Company or any related party is greater than \$100,000 falls within the following bands. Nil

15) PROCEEDINGS ON BEHALF OF THE COMPANY

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

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

16) AUDITOR'S INDEPENDENCE DECLARATION

As required under Section 307C of the Corporations Act 2001 the Director's have received the Independence Declaration from the Auditor. The Declaration is attached.

Dated at Auburn this 24th day of February, 2022.

Signed in accordance with a resolution of Directors.

K.Poole - Director

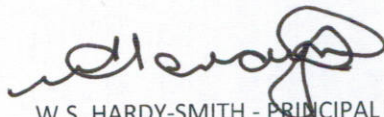


AUDITOR'S INDEPENDENCE DECLARATION

In relation to my audit of the financial report of Auburn Soccer Sports Club Limited for the financial year ended 31st December, 2021, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

Dated at Auburn this 24th day of February, 2022.

7 Gilbert Street
Elderslie NSW 2570



W.S. HARDY-SMITH - PRINCIPAL Elderslie NSW
REGISTERED COMPANY AUDITOR

AUDITOR'S REPORT TO THE MEMBERS OF AUBURN SOCCER SPORTS CLUB LIMITED

SCOPE

The Financial Report and Directors Responsibility

The financial report comprises the statement of financial position, statement of financial performance, statement of cash flows, accompanying notes to the financial statements and the Directors declaration.

The company's directors are responsible for the preparation and true and fair presentation of the Financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

I have conducted an independent audit in order to express an opinion on them to the members of the company.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial statements are free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

I performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Corporations Act 2001, Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with my understanding of the Company's financial position and of its performance as represented by the results of its operations and cash flows.

AUDITOR'S REPORT TO THE MEMBERS
OF AUBURN SOCCER SPORTS CLUB LIMITED - Continued

I formed my audit opinion on the basis of these procedures, which included:

Examining, on a test basis, information to provide evidence supporting the amounts and other disclosures in the financial report; and

Assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While I considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of my procedures, my audit was not designed to provide assurance on internal controls.

INDEPENDENCE

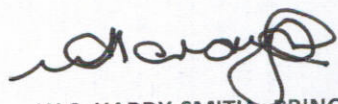
In conducting my audit I followed applicable independence requirements of Australian Professional Ethical pronouncements and the Corporations Act 2001.

AUDIT OPINION

In my opinion, the financial report of Auburn Soccer Sports Club Limited is in accordance with:
the Corporations Act 2001 including

- a) giving a true and fair view of the company's financial position at 31st December 2021 and its performance for the financial year ended on that date; and
- ii) complying with Accounting Standards and the Corporations Regulations 2001; and
- b) other mandatory professional reporting requirements.

Dated at Auburn this 24th day of February, 2022.



W.S. HARDY-SMITH - PRINCIPAL
REGISTERED COMPANY AUDITOR

7 Gilbert Street
Elderslie NSW

AUBURN SOCCER SPORTS CLUB LIMITED

DIRECTORS DECLARATION

In the opinion of the Directors of Auburn Soccer Sports Club Limited the accompanying concise financial Report of the company for the year ended 31st December, 2021:

a) the financial statements and notes, set out in the report are in accordance with the Corporations Act 2001, including;

- (i) giving a true and fair view of the financial position of the Company as at 31st December, 2020 and of its performance, as represented by the results of its operations and its cash flows, for the year ended on that date; and
- (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- (iii) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at Auburn this 24th day of February, 2022.

Signed in accordance with a resolution of directors:

K Poole
Director



AUBURN SOCCER SPORTS CLUB LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021	2020
	\$	\$
Revenues from Sale of Goods	230,430	364,195
Revenue from Rendering Services	2,470,017	2,645,887
Other Revenue	180,127	548,802
Total Revenue	<u>2,880,575</u>	<u>3,558,884</u>
Cost of Goods Sold	126,326	196,541
Poker Machine Duty	359,029	352,655
Employee Expenses	1,045,937	1,184,332
Entertainment and Promotions	122,794	151,838
Repairs and Maintenance	133,881	121,921
Insurance	67,393	71,642
Light and Power	126,863	85,533
Strata Fees	89,753	38,318
Cleaning	84,610	60,248
Security	40,825	34,461
Other Expenses	327,367	215,182
	<u>2,524,779</u>	<u>2,512,669</u>
Earnings before borrowing costs, tax And depreciation expenses	355,796	1,046,215
Depreciation	223,709	353,501
Borrowing costs	-	-
	<u>223,709</u>	<u>353,501</u>
Profit/(Loss) from ordinary activities before related Income Tax Expense	132,087	692,714
Income Tax expense relating to ordinary activities	-	-
Net Profit /(Loss)	<u>132,087</u>	<u>692,714</u>

The statement of financial performance is to be read in conjunction with the notes to the financial statements

AUBURN SOCCER SPORTS CLUB LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

	2021	2020
	\$	\$
<u>CURRENT ASSETS</u>	4,034,363	6,344,889
Cash	152,800	153,159
Receivables	38,901	43,256
Inventories	4,226,064	6,541,304
<u>TOTAL CURRENT ASSETS</u>		
<u>NON-CURRENT ASSETS</u>	22,348,509	19,895,878
Property, Plant & Equipment		
<u>INTANGIBLE ASSETS</u>	19,112	19,112
Future Income Tax Benefit	26,593,685	26,456,294
<u>TOTAL ASSETS</u>		
<u>CURRENT LIABILITIES</u>	290,138	962,833
Creditors & Borrowings	488,633	502,780
Provisions	778,771	1,465,613
<u>TOTAL CURRENT LIABILITIES</u>	778,771	1,465,613
<u>TOTAL LIABILITIES</u>	25,814,914	24,990,681
<u>NET ASSETS</u>		
<u>ACCUMULATED FUNDS</u>	14,963,676	14,139,443
Retained Profits	10,851,238	10,851,238
Asset Revaluation Reserve	25,814,914	24,990,681

The statement of financial performance is to be read in conjunction with the notes to the financial statements

AUBURN SOCCER SPORTS CLUB LIMITED

STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021	2020
	\$ Inflows (Outflows)	Inflows
Cash Flows - Operating		
Receipts from outside activities	3,517,477	5,227,537
Payments	- 3,570,431 -	3,968,270
Interest & other costs of Finance paid	-	-
Interest Received	320	19,764
Net Cash Flows from Operating	<u>- 52,634</u>	<u>1,279,031</u>
 Cash Flows from Investing		
Payment for Property and Plant	- 2,355,192 -	551,407
Net Cash used in Investing Activities	- 2,355,192 -	551,407
 Cash from Financing		
Borrowings	-	-
Net Cash Flows - Financing Activities	- 2,355,192 -	551,407
Net Increase/(Decrease) in cash held	- 2,407,826	727,624
Cash at the beginning of the year	6,442,189	5,714,565
<u>CASH AT THE END OF THE YEAR</u>	<u>4,034,363</u>	<u>6,442,189</u>

AUBURN SOCCER SPORTS CLUB LIMITED

NOTES TO THE STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

Note 1

Reconciliation of Cash

Cash at the end of the year as shown in the Statement of Cash flows is reconciled to the related items in the Balance Sheet as follows :

	2021	2020
	\$	\$
Cash on Hand	97,300	97,300
Cash at Bank	3,937,063	6,344,889
	<u>4,034,363</u>	<u>6,442,189</u>

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The significant policies which have been adopted in the preparation of this financial report are:

BASIS OF PREPARATION

The financial report is a general purpose financial report which has been prepared in accordance with Accounting standards, Urgent Issues Group Consensus Views, other authoritative pronouncements of the Australian Accounting Standards board and the Corporations Act 2001.

It has been prepared on an accrual basis and is based on historical costs does not take into account changing values or, except where stated, current valuations of non-current assets.

The accounting policies adopted are consistent with those of the previous year.

REVENUE RECOGNITION

Revenues are recognised at fair value of the consideration received net of the amount of Goods and Services Tax (GST) payable to the taxation authority. Exchanges of goods or services of the same nature and value without any cash consideration are not recognised as revenues.

Sales of Goods

Revenue from sales of goods comprises revenue earned from the provision of food beverage and other goods is recognised (net of rebates, returns, discounts and other allowances) when control of the goods passes to the customer.

Rendering of services revenue

Revenue from rendering of services comprises revenue earned from gaming facilities together with other services to members and other patrons of the club and is recognised when the services are provided.

Interest Revenue

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

Sale of Property, Plant and Equipment

The gross proceeds of non-current asset sales are included as revenue at the date control of the asset passes to the buyer, usually when an unconditional contract of sale is signed. The gain or loss on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal (including incidental costs).

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 taxation authority. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of item of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the taxation authority is included as a current asset or current liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the taxation authority are classified as operating cash flows.

BORROWING COSTS

Borrowing costs include interest, amortisation of discounts or premiums related to borrowings, amortisation of ancillary costs incurred in connection with the arrangement of borrowings and lease finance charges. Ancillary costs incurred in connection with the arrangement of borrowings are capitalised and amortised over the life of the borrowings.

Borrowing costs are expensed as incurred unless they relate to a qualifying asset. Qualifying assets are assets which take more than twelve months to get ready for their intended use or sale.

In these circumstances, borrowing costs are capitalised to the costs of the assets.

Where funds are borrowed specifically for the acquisition, construction or production of a qualifying asset, the amount of the borrowing costs capitalised are those incurred in relation to that borrowing, net of any interest earned on those borrowings. Where funds are borrowed generally, borrowings costs are capitalised using a weighted average capitalisation rate.

TAXATION

Income Tax

The Company adopts the income statement liability method of tax effect accounting.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond reasonable doubt. Future income tax benefits relating to tax losses are only brought to account when their realisation is virtually certain.

ACQUISITION OF ASSETS

All assets acquired including property, plant and equipment are initially recorded at their cost of acquisition at the date of acquisition, being the fair value of the consideration provided plus incidental costs directly attributable to the acquisition.

Expenditure is only recognised as an asset when the entity controls future economic benefits as a result of the costs incurred, it is probable that those future economic benefits will eventuate, and the costs can be measured reliably.

Costs attributable to feasibility and alternative approach assessments are expensed as incurred.

Subsequent additional costs

Costs incurred on assets subsequent to initial acquisition are capitalised when it is probable that future economic benefits in excess of the originally assessed performance of the asset will flow to the company in future years. Costs that do not meet the criteria for capitalisation are expenses as incurred.

REVISIONS OF ACCOUNTING ESTIMATES

Revisions to accounting estimates are recognised prospectively in current and future periods only.

RECEIVABLES

Debtors are generally settled within 60 days and are carried at amounts due. The collectability of debts is assessed at the year end and specific provision is made for any doubtful accounts.

INVENTORIES

Inventories are carried at the lower of cost and net realisable value.

LEASED ASSETS

Leases under which the company assumes substantially all the risks and benefits of ownership are classified as finance leases. Other leases are classified as operating leases

Finance Leases

Finance leases are capitalised. A lease asset and lease liability equal to the present value of the minimum lease payments are recorded at the inception of the lease.

Lease liabilities are reduced by payments of principal. The interest components of the lease payments are expensed.

Operating Leases

Payments made under operating leases are expenses on a straight line basis over the term of the lease, except where an alternative basis is more representative of the pattern of benefits to be derived from the leased property.

RECOVERABLE AMOUNT OF NON-CURRENT ASSETS VALUED ON A COST BASIS

The carrying amounts of non-current assets valued on the cost basis are reviewed to determine whether they are in excess of their recoverable amount at the reporting date. If the carrying amount of a non-current asset exceeds the recoverable amount, the asset is written down to the lower amount. The write-down is expensed in the reporting period in which it occurs.

Current valuations of land and buildings valued on the cost basis are carried out at least once every three years.

NOTES TO AND FORMING PART OF THE 2021 ACCOUNTS

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Where a group of assets working together supports the generation of cash flows, recoverable amount is assessed in relation to that group of assets.

In assessing recoverable amounts of non-current assets the relevant cash flows have not been

DEPRECIATION AND AMORTISATION

Complex Assets

The components of major assets that have materially different useful lives, are effectively accounted for as separate assets, and are separately depreciated.

Useful Lives

All non-current assets, including intangibles, have limited useful lives and are depreciated/amortised using the straight line and diminishing value methods over their estimated useful lives, taking into account estimated residual values, with the exception of freehold land.

Depreciation and amortisation rates and methods are reviewed annually for appropriateness. When changes are made, adjustments are reflected in current and future periods only.

PAYABLES

Liabilities are recognised for amounts to be paid in the future for goods or services received. Trade accounts payable are normally settled within 30 days.

INTEREST BEARING LIABILITIES

Bank loans are recognised at their principal amount. Interest expense is prepaid at the contracted rate and included in "prepayments".

EMPLOYEE ENTITLEMENTS

Wages, salaries, annual and sick leave

Liabilities for employee entitlements to wages, salaries, annual and sick leave represent present obligations resulting from employee's services provided up to the reporting date, calculated at undiscounted amounts based on current wage and salary rates including related on-costs.

LONG SERVICE LEAVE

The provision for employee entitlements to long service leave represents the present value of the estimated future cash flows to be made resulting from employees' services provided up to the reporting date.

In determining the liability for employee entitlements, consideration has been given to future increases wage and salary rates and the Company's experience with staff departures. Related on-costs have also been included in the liability.

SUPERANNUATION PLAN

The Company contributes to a defined contribution superannuation plans. Contributions are charges against income as they are made. Further information is set out below.

	2021	2020
NOTE 2 – REVENUE FROM ORDINARY ACTIVITIES		
	230,430	364,195
Sale of Goods Revenue	2,470,017	2,645,887
Rendering of Services Revenue		
Other revenues	180,127	3,461
Interest and revenue - other parties		
	2,880,575	3,013,543
Total revenue from ordinary activities		

	2021	2020
NOTE 3 – PROFIT FROM ORDINARY ACTIVITIES BEFORE INCOME TAX		

Profit from Ordinary activities before Income Tax		
Profit from ordinary activities before income tax has been		
Arrived at after charging		
Crediting the following	-	-
Borrowing Costs	-	-
Provision-Employee Entitlements	488,633	450,401
Depreciation		
KEY PERFORMANCE INDICATORS		
	49.12%	49.63%
Bar Gross Profit Percentage	25.68%	29.63%
Wages to Sales - Percentage		

Note 4

Auditors Remuneration		
	17,000	17,000
Audit Services	48,421	23,260
Other Services	65,421	40,260

Note 5**Income Tax Expense*****Income Tax Expense***

The Income Tax Assessment Act, 1997 (amended) provided that under the concept of mutuality clubs are only liable to tax on income derived from non-members and from outside entities.

The amount set aside for income tax in the statement of Financial Performance has been calculated as follows:

	2021	2020
Net taxable income attributable to non-members	19,770	34,790
Add other taxable income	110,583	177,980
	<u>130,353</u>	<u>212,771</u>
less other deductible expenses	-	447,428
Net Income Subject to tax	<u>-</u>	<u>234,657</u>

Note 6 - Cash

	2021	2020
Cash on Hand	97,300	97,300
Cash at Bank	3,937,063	6,344,889
	<u>4,034,363</u>	<u>6,442,189</u>
	2021	2020

NOTE 7 - RECEIVABLES

<u>Current -</u>		
Trade Debtors	152,800	153,159
Prepayments	-	-
	<u>152,800</u>	<u>153,159</u>
	2021	2020

NOTE 8 - INVENTORIES

Trading Stock and Prize Items	38,901	43,256
-------------------------------	--------	--------

Note 9

Intangible Assets	19,112	19,112
Future Income Tax Benefit		

Note 10**Property, Plant and Equipment**

	2021	2020
Freehold land, buildings and improvements - at Independent valuation (Note 1)	21,523,232	18,297,155
Less: Accumulated depreciation		
Net Book Value	<u>21,523,232</u>	<u>18,297,155</u>
General Plant - at cost	-	-
Less: Accumulated depreciation	-	-
Net Book Value	<u>-</u>	<u>-</u>

Poker Machines - at cost	2,014,628	1,961,469
Less: Accumulated depreciation	1,099,111	940,440
Net Book Value	<u>915,517</u>	<u>1,021,029</u>
Furniture & Equipment - at cost	3,259	784,998
Less: Accumulated depreciation	996	622,649
Net Book Value	<u>2,263</u>	<u>162,349</u>
Motor Vehicle	48,943	42,636
Less: Accumulated amortisation	14,683	24,847
Net Book Value	<u>34,260</u>	<u>17,789</u>
Total - at Net Book Value	<u>22,475,272</u>	<u>19,498,322</u>
TOTAL PROPERTY, PLANT & EQUIPMENT		
At cost & Independent Valuation	23,590,062	21,086,258
Accumulated Depreciation	1,114,790	1,587,936
NET BOOK VALUE	<u>22,475,272</u>	<u>19,498,322</u>

Core and Non Core Land

With reference to Section 41J of the Registered Clubs Act as amended by the Registered Clubs Amendment Act 2006, the properties owned or occupied by Auburn Soccer Sports Club Limited as at 31st December, 2018 are as follows:

Core Properties

See notes above

Non-Core Properties

See notes above

VALUATION

The independent valuation of the company's building and improvements carried out as at 15th December 2014 on the basis of market value for existing use resulted in a valuation of \$18,000,000 plus additions to date.

Note 11

Creditors and Borrowings

Current

Trade creditors & accruals	155,144	962,833
GST Payable	134,993	-
	<u>290,138</u>	<u>962,833</u>

Note 11 - Continued

Interest Bearing Liabilities

Current

Bank Facility	-	12,457	-
---------------	---	--------	---

Financing Arrangements

The company has access to the following lines of credit:

Line of Credit	-	-	560,000
Bank Guarantees	15,000	-	-
Overdraft Facility	50,000	-	50,000

Facilities Used at Reporting Date

Line of Credit	-	-	-
Bank Guarantees	15,000	-	-
Overdraft Facility	-	-	-

Facilities not utilised at Reporting Date

Line of Credit	560,000	-	560,000
Bank Guarantees	-	-	-
Overdraft Facility	50,000	-	50,000

Security

Nil

Note 12 - Provisions

Current

Holiday and sick pay	304,909	297,132
Long service leave	183,723	153,268
	<u>488,633</u>	<u>450,400</u>

NOTE 13 - GUARANTEE OF MEMBERS

The entity is limited by guarantee. Every member of the entity undertakes to contribute to the assets of the entity in the event of its being wound up for the payment of the debts and the liabilities of the entity together with the cost, charges and expenses of winding up, such amount as may be required but not exceeding \$4.

NOTE 14 - RELATED PARTY TRANSACTIONS

The directors of Auburn Soccer Sports Club Limited during the financial year were :

J.D. Ewers	K. Poole
J. Holder	I.McLellan
P. Finch	A. Strachan
P. Westaway	R.Grimes
G.Finch	R.Johnson

No director has received or is due to receive any income, directly or indirectly from the economic entity during the financial year except for honorariums paid of \$14,600 (2020 \$14,600).

NOTE 15 - FINANCIAL REPORTING BY SEGMENTS

The entity operates primarily in one industry. The principal activity of the entity is the promotion and provision of facilities for the recreation and social benefits of members in conjunction with support of the game of soccer.

The entity operates in one geographical area, being Auburn, NSW, Australia.

NOTE 16 – DIRECTORS REMUNERATION

	2021	2020
Directors income		
The number of Directors of the Company whose income From the Company falls within the following bands:		
\$0 - \$9,999	7	7
The total income paid or payable, or otherwise made		
Available, to all directors of the Company or any Related party	<u>\$14,600</u>	<u>\$14,600</u>

NOTE 17 – PRINCIPLE OF MUTUALITY

The company calculates its income in accordance with the mutuality principle which excludes from income, any amounts of subscriptions and contributions from members, and payments received from members for particular services provided by the club (eg poker machines, bar and social club's). The Commissioner of Taxation accepts this method of calculating income as appropriate for recognised clubs and associations.

Following the recent Full Federal Court decision in *Coleambally Irrigation Co-Operative Limited V FCT* (2004) FCAFC, Tax Laws Amendment (2005 Measures No 6) Bi 12005 was tabled in Parliament on 7th December, 2005 to amend the Income Tax Assessment Act 1997 to restore the long standing benefits of the mutuality principle to those non-profit organisations affected by the Coleambally decision.

These amendments will ensure social clubs continue not to be taxed on receipts and contributions and payments received from members.

NOTE 18 – IMPACT OF ADOPTING AUSTRALIAN EQUIVALENTS TO IFRS

Australian equivalents to IFRs have been adopted in the financial report for the year ended 31st December, 2021 and in the comparative information presented in the report for the year ended 31st December, 2020.

Impairment of assets have been determined on a discounted cash basis and freehold land and buildings and improvements have been compared with valuations as disclosed in the notes to the financial statements.

ADDITIONAL INFORMATION

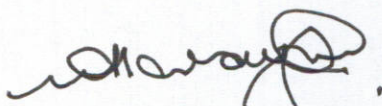
TRADING AND PROFIT & LOSS ACCOUNT DISCLAIMER

The additional financial data presented on the following pages are in accordance with the books and records of the above entity (my client) which have been subjected to the auditing procedures applied in our statutory audit of the entity for the financial year ended 31st December, 2021.

It will be appreciated that my statutory audit did not cover all details of the additional financial data. Accordingly I do not express an opinion on such additional financial data and no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than my client) in respect of such additional data, including any errors or omissions therein however caused.

Dated 20th February, 2022.

**7 Gilbert Street
Elderslie NSW 2570**



**W.S. HARDY-SMITH - PRINCIPAL
REGISTERED COMPANY AUDITOR**

NOTES TO AND FORMING PART OF THE 2021 ACCOUNTS

	2021	2020
Note 19		
<u>Consolidated Income & Expenditure</u>		
Bar Trading	- 156,959 -	179,730
Poker Machines	1,492,633	1,660,965
Catering Trading	- -	880
Keno Trading	20,848	18,747
Government Grants	-	353,500
Rental Income	179,808	191,841
Membership Subscriptions	18,677	11,463
Commission Received	19,709	31,425
Booking Fees	-	-
Sundry Income	134,122	30,257
Interest Received	320	3,461
	<u>1,709,159</u>	<u>2,121,051</u>
LESS: EXPENSES		
Expenditure on Social Events	119,609	154,034
Administration & General Expenses	1,457,463	1,290,529
	<u>132,087</u>	<u>676,488</u>
Profit/- Loss before Income Tax		
	2021	2020

Note 11 Bar Trading

SALES	230,430	364,195
Less: Opening Stock	31,267	40,517
Purchases	125,920	205,678
Less closing stock	- 28,413 -	31,267
	<u>128,774</u>	<u>207,343</u>
Gross Profit	101,656	156,852
Less Direct Bar Expenses		
Wages	246,605	326,510
Maintenance & Supplies	8,209	5,672
Stocktaking fees	3,800	4,400
	<u>258,614</u>	<u>336,581</u>
Net Loss	- 156,959 -	179,730

Note 11 - Poker Machines

	2021	2020
Receipts	2,273,679	2,558,157
Less: Duty	359,029	352,655
Poker Machine Promotions	-	-
Repairs & Maintenance	68,377	48,775
Depreciation	96,946	150,686
Wages	253,509	321,902
Giveaways	3,185	23,174
Rental Charges	-	-
Monitoring	-	-
	781,046	897,192
Net Profit	1,492,633	1,660,965

Note 12 - Catering

Sales	-	-
Less: Opening Stock	-	-
Purchases	-	-
Less: Closing Stock	-	-
Gross Profit	-	-
Less: Direct Expenses	-	-
Wages	-	880
Maintenance & Supplies	-	880
Net Loss	-	880

Note 13 - Keno Trading

Commission	23,829	23,729
Less: Direct Expenses	2,981	4,982
Net Profit	20,848	18,747

Note 23 - Socials

Entertainment	-	-
Members Functions	119,609	128,664
Directors Expenses	-	-
Staff Expenses	-	-
Total Socials Expense	119,609	128,664

2021

2020

\$

\$

Note 24 - Admin and General

Advertising	18,899	8,060
Accounting & Audit	65,421	50,958
Badges & Membership Expenses	-	-
Bank, FID Charges & Interest	2,152	2,011
Club Journal	-	-
Cleaning Contractors	84,610	60,248
Computer Expenses	19,007	8,444
Depreciation	126,763	202,815
Donations & Subscriptions	68,955	75,382
Electricity & Gas	126,863	85,533
Filing Fees	726	500
Fringe Benefits Tax	8,600	8,600
General Expenses	28,583	24,760
Interest	67,393	71,642
Insurance	25,653	52,379
Staff Provisions	-	87,546
Land Tax	6,413	9,491
Motor Vehicle Expenses	6,266	7,059
Payroll Tax	14,391	21,645
Printing, Stationery & Postage	41,638	29,839
Rates	54,720	62,608
Repairs & Maintenance	40,825	34,461
Security		
Staff Training	89,753	38,318
Strata Fees	109,921	212,755
Superannuation	38,199	41,424
Superstation Fees	10,062	6,958
Telephone	401,649	349,089
Wages	-	17,855
Uniforms		
Total Expenses	<u>1,457,463</u>	<u>1,290,529</u>