

**OBERON R S L CLUB LTD**

**ABN: 19 001 048 773**

*(A Company Limited by Guarantee)*

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER 2022**

**HARLEY, RUSSELL & DAY  
CHARTERED ACCOUNTANTS**

**SUITE 16,  
2 CATHERINE STREET,  
ROCKDALE NSW 2216**

**PO BOX 77  
KOGARAH NSW 1485**

**TEL: (02) 9567 0044  
EMAIL: [garry.day@hrdaccountants.com.au](mailto:garry.day@hrdaccountants.com.au)**

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**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2022**

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**OBERON R S L CLUB LTD**  
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**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2022**

Your Directors present their report on the Club for the financial year ended 31<sup>st</sup> December 2022.

**DIRECTORS**

The Directors of the Company in office at any time during the year and up to the date of this report are:

** WILLIAMS, Alan Willie	FRAMPTON, Melville	ANDERSSON, Geoff
** HOFFMAN, Kirsty	*** STERLING, Andrew	+ MCKECHNIE, Michael
++ HIGGINS, Sandy	LUYKS, David	* TIMU, Wendell

+ Appointed 1<sup>st</sup> May 2022

++ Appointed 20<sup>th</sup> February 2022

\* Resigned 6<sup>th</sup> October 2022

\*\* Resigned 21<sup>st</sup> March 2022

\*\*\* Resigned 20<sup>th</sup> February 2022

**OPERATING RESULTS**

The operating Profit/(Loss) for the year amounted to a Loss of \$220,846 (2021: Profit of \$4,806,975) after charging \$313,156 for depreciation (2021: \$196,018), NSW State Government Grants JobSaver \$NIL (2021: \$82,124), and other NSW State Government Grants \$NIL (2021: \$458).

**PRINCIPAL ACTIVITY**

The principal continuing activity of the Company consisted of: the operation of a registered RSL Club in Oberon, providing the sporting facilities for squash and bowls, gaming, entertainment, social and dining facilities. The principal activities assist in achieving the short and long-term objectives by providing up-to-date friendly social meeting venues and entertainment facilities to the Club members and the community.

- Providing gaming, entertainment, social, and dining facilities; and
- Providing turnover, cash flow and profit to meet the financial objectives of the Club.

No significant changes in the nature of the Company's activity occurred during the financial year.

**SHORT-TERM AND LONG-TERM OBJECTIVES**

**SHORT TERM**

1. Maintain and improve the Club's facilities, products, and services for our members and guests;
2. Plan for future marketing and promotion of the Club over the year;
3. Ensure a financially viable Club, paying bills when due; and
4. Keeping the pricing of beer at the lowest possible price – the lowest in town.

**LONG TERM**

1. Secure the long-term financial security of the Club to allow implementation of the Clubs' Strategic Plan.

**STRATEGY FOR ACHIEVING OBJECTIVES**

1. Implementation, review, and, where necessary, adjustment to Performance Management & Key Performance Indicators to achieve the specific goals defined in Critical Success Factors; and
2. Implementation of the Strategic Plan, review of Critical Success Factors as part of Performance Management practices.

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**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2022**

**KEY PERFORMANCE MEASURES**

Performance is assessed regularly against relevant internal and industry benchmarks, enabling assessment as to whether strategic initiatives have been effective in achieving the Company's short and long-term objectives. These relevant benchmarks are detailed below and are monitored by senior management and the Board on a regular basis.

<b>Bar</b>	<u>2022</u>	<u>2021</u>
Gross Profit Percentage	50.28%	49.34%
Percentage of Total Revenue	35.51%	30.40%
<b>Poker Machines</b>		
Clearances to Total Revenue	51.88%	56.19%
<b>Total Number of Employees</b>	20	18
<b>EBITDA as a Percentage</b>	4.85%	314%

**MEMBERSHIP**

The number of Members of the Club registered in the Register of Members at the date of this report is 2,862 (2021: 1,881), an increase of 52%.

	<u>2022</u>	<u>2021</u>
Associate	2,564	1,362
Pensioner	<u>298</u>	<u>519</u>
	<u>2,862</u>	<u>1,881</u>

**REVIEW OF OPERATIONS**

Movements in significant items of Revenue are as follows:-

	<u>2022</u>	<u>2021</u>	<u>Increase/ (Decrease)</u>	<u>%</u>
Poker Machine Turnover	1,078,718	896,059	182,659	20.38
Bar Sales	738,450	484,752	253,698	52.33
Total Operating Expenses	1,984,557	1,511,524	433,033	28.64

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**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2022**

**INFORMATION ON DIRECTORS**

*Name:* Alan Willie Williams  
*Position:* President  
*Occupation:* Retired

*Name:* Andrew Sterling  
*Position:* Director  
*Occupation:* Corrections Officer

*Name:* Melville Frampton  
*Position:* Vice President  
*Occupation:* Retired Army Officer

*Name:* Wendell Timu  
*Position:* Director  
*Occupation:* Operation Supervisor

*Name:* David Luyks  
*Position:* Treasurer  
*Occupation:* Reliability Engineer

*Name:* Geoff Andersson  
*Position:* Director  
*Occupation:* System Documents Coordinator

*Name:* Kirsty Hoffman  
*Position:* Director  
*Occupation:* Oberon Council

*Name:* Michael McKechnie  
*Position:* Director  
*Occupation:* Retired Electrical Engineer

*Name:* Sandy Higgins  
*Position:* Director  
*Occupation:* School Teacher

**DIRECTORS' MEETINGS**

The number of Directors' Meetings (including meetings of committees of Directors) and the number of meetings attended by each of the Directors of the Company during the financial year were:

**Directors' Meetings**

<b>Director</b>	<b>Meetings Eligible to Attend *</b>	<b>Meetings Attended</b>
Alan Willie Williams	12	11
Melville Frampton	12	11
Andrew Sterling	1	0
David Luyks	12	8
Kirsty Hoffman	2	1
Wendell Timu	9	0
Geoff Andersson	12	7
Sandy Higgins	12	5
Michael McKechnie	12	4

\* Number of meetings held during the time the Director held office during the year.

**OBERON R S L CLUB LTD**  
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**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2022**

**MEMBERS' LIABILITY**

In accordance with the Constitution of the Company, every member of the Company undertakes to contribute an amount limited to \$2.00 per member in the event of the winding-up of the Company during the time that he/she is a member or within one year thereafter. The total liability in the event of winding up is \$5,724 (2021: \$3,762).

**AUDITOR'S INDEPENDENT DECLARATION**

The Auditor's Independent Declaration for the year ended 31<sup>st</sup> December 2022 has been received and can be found on page 5.

**Dated at Oberon this 31<sup>st</sup> day of March 2023**  
**Signed in accordance with a resolution of the Directors**



**PRESIDENT – ALAN WILLIE WILLIAMS**



**VICE PRESIDENT – MELVILLE FRAMPTON**


**OBERON R S L CLUB LTD**  
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**AUDITOR'S INDEPENDENT DECLARATION**  
**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**  
**TO THE MEMBERS OF OBERON R S L CLUB LTD**

In accordance with s 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Oberon R S L Club Ltd. As the audit partner for the audit of the financial report of Oberon R S L Club Ltd for the year ended 31<sup>st</sup> December 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the Corporations Act 2001 in relation to the audit, and
- Any applicable code of professional conduct in relation to the audit.

**DATED AT SYDNEY**  
**THIS 15<sup>TH</sup> DAY OF**  
**MARCH 2022**

  
.....  
**HARLEY, RUSSELL & DAY**  
Chartered Accountants

**GARRY WILLIAM DAY**  
Registered Company Auditor

# OBERON R S L CLUB LTD

ABN: 19 001 048 773

(A Company Limited by Guarantee)

## PROFIT & LOSS ACCOUNT AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2022

	Notes	2022 \$	2021 \$
<b>Revenue from Continuing Operations</b>	3		
Sale of Goods	3	738,450	484,752
Rendering Services	3	1,244,609	1,024,596
Other Revenue	3	96,740	85,178
<b>Total Revenue from continuing operations</b>		<u>2,079,799</u>	<u>1,594,526</u>
<b>Operating Expenses</b>			
Cost of Sales		(367,153)	(245,535)
Employment Benefits Expenses		(699,419)	(565,997)
Administrative Expenses		(81,964)	(58,712)
Marketing Expenses		(196,411)	(156,321)
Consulting & Travel		(69,130)	-
Directors Expenses		(5,482)	(5,156)
Donations		(6,689)	(1,636)
Legal Fees		(7,554)	(10,319)
Occupancy Costs		(331,709)	(240,484)
Poker Machine Expenses		(112,497)	(58,505)
Other Expenses		(106,549)	(168,859)
<b>Total Expenses</b>		<u>(1,984,557)</u>	<u>(1,511,524)</u>
Earnings before borrowing costs, tax, depreciation and amortisation		95,242	83,002
Depreciation and amortisation		(313,156)	(196,018)
Borrowing costs		(2,932)	(5,154)
<b>Profit/(Loss) before Income Tax</b>		<u>(220,846)</u>	<u>(118,170)</u>
Income tax expense relating to ordinary activities			
<b>Profit/(Loss) from continuing operations after Income Tax</b>		<u>(220,846)</u>	<u>(118,170)</u>
Other Comprehensive Income	17	-	4,925,145
<b>Total Comprehensive Profit/(Loss) for the year</b>		<u>(220,846)</u>	<u>4,806,975</u>

Notes to and forming part of the accounts are to be read in conjunction with this report.



**OBERON R S L CLUB LTD**

ABN: 19 001 048 773

*(A Company Limited by Guarantee)***STATEMENT OF FINANCIAL POSITION  
AS AT 31ST DECEMBER 2022**

	Notes	2022 \$	2021 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	309,404	540,341
Trade and other receivables	5	25,711	7,972
Inventories	6	57,444	27,698
Other	7	3,393	3,393
<b>TOTAL CURRENT ASSETS</b>		<b>395,952</b>	<b>579,404</b>
<b>NON-CURRENT ASSETS</b>			
Investments	8	1,178	1,567
Property, Plant & Equipment	9	7,217,351	7,243,899
Right-of-Use Asset	10	2,480	7,438
Intangibles	11	49,500	49,500
<b>TOTAL NON-CURRENT ASSETS</b>		<b>7,270,509</b>	<b>7,302,404</b>
<b>TOTAL ASSETS</b>		<b>7,666,461</b>	<b>7,881,808</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	137,398	67,801
Borrowings	13	50,396	71,875
Short term provisions	14	11,028	59,661
<b>TOTAL CURRENT LIABILITIES</b>		<b>198,822</b>	<b>199,337</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	13	76,317	56,159
Long term provisions	14	6,765	20,909
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>83,082</b>	<b>77,068</b>
<b>TOTAL LIABILITIES</b>		<b>281,904</b>	<b>276,405</b>
<b>NET ASSETS</b>		<b>7,384,557</b>	<b>7,605,403</b>
<b>EQUITY</b>			
Retained earnings		7,384,557	7,605,403
<b>TOTAL EQUITY</b>		<b>7,384,557</b>	<b>7,605,403</b>

*Notes to and forming part of the accounts are to be read in conjunction with this report.*

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**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	2022	2021
	\$	\$
Total equity at the beginning of the financial year	7,605,403	2,798,428
Total changes in equity, recognised in the Income Statement	<u>(220,846)</u>	<u>4,806,975</u>
<b>Total Equity at the end of the financial year</b>	<b><u>7,384,557</u></b>	<b><u>7,605,403</u></b>

*Notes to and forming part of the accounts are to be read in conjunction with this report.*

# OBERON R S L CLUB LTD

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(A Company Limited by Guarantee)

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2022

	Notes	2022	2021
		\$	\$
<b>NOTE 1.</b>			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		2,305,769	1,752,204
Payments to suppliers and employees		(2,251,715)	(1,634,627)
Government Grants		-	82,582
Interest received		912	43
Interest paid		(2,932)	(5,154)
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>		<b>52,034</b>	<b>195,048</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(286,608)	(209,596)
Write Down of Right of Use Asset		4,958	(7,438)
<b>NET CASH OUTFLOW FROM INVESTING ACTIVITIES</b>		<b>(281,650)</b>	<b>(217,034)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Borrowings - IGT Lease		68,540	-
Repayments of Bank Loan & Lease		(69,861)	(49,092)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>		<b>(1,321)</b>	<b>(49,092)</b>
Net increase/(decrease) in cash held		(230,937)	(71,078)
Cash at the beginning of the financial year		540,341	611,419
Cash at the end of the financial year	4	309,404	540,341

Notes to and forming part of the accounts are to be read in conjunction with this report.

**OBERON R S L CLUB LTD**  
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**NOTES TO AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2022**

**NOTE 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES**

Oberon R S L Club Ltd is a Company Limited by Guarantee and incorporated and domiciled in NSW, Australia.

Oberon R S L Club Ltd is a not-for-profit entity for the purpose of preparing the financial report.

The principal activities of the Company consist of maintaining and operating an RSL club and its associated activities.

**Registered Office:**

Corner Oberon & Dudley Street,  
**OBERON** NSW 2787

**Principal Place of Business:**

Corner Oberon & Dudley Street,  
**OBERON** NSW 2787

**BASIS OF PREPARATION**

Oberon R S L Club Ltd financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosures. This includes compliance with the recognition and measurement requirements of all Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the disclosure requirements of AASB 1060 General Purpose Financial Statements - Simplified Disclosures for Not-for-Profit Tier 2 Entities.

This is the first financial report of the Club prepared in accordance with Australian Accounting Standards - Simplified Disclosures. The prior year financial report was prepared in accordance with Australian Accounting Standards - Simplified Disclosures. The transition from the previous financial reporting framework to Australian Accounting Standards - Simplified Disclosures has not affected Oberon R S L Club Ltd's reported financial position, financial performance, and cash flows

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 stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets, and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

**ACCOUNTING POLICIES**

a) **Revenue Recognition**

*Sales Revenue*

Sales Revenue comprises revenue earned from the provision of catering, beverage, and poker machine facilities to members and other patrons of the Club. Sales revenue is recognised when the goods and services are provided.

*Asset Sales*

The gross proceeds of asset sales are included as revenue of the entity. The profit or loss on disposal of assets is brought to account at the date an unconditional contract of sale is signed.

*Interest Income*

Interest income is recognised as it accrues.

b) **Principal Activities**

The Company operates as an RSL and Recreational facility.

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**NOTES TO AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2022**

**NOTE 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (CONT.)**

c) Property, Plant & Equipment

Property, plant, and equipment are included at cost or at an independent valuation. All fixed assets, including buildings and capitalised leases, but excluding freehold land, are depreciated over their estimated useful lives commencing from the time the asset is held ready for use.

d) Leases

Leases of property, plant, and equipment, where substantially all the risks and benefits incidental to the ownership of these assets, but not legal ownership are transferred to the lessee, are classified as finance leases. Finance leases are capitalised recording an asset and liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Lease assets are amortised over their estimated useful lives. Lease payments are allocated between the reduction of the lease liability and the lease charges taken to expense for the period in accordance with AASB 117: Leases.

Other leases are classified as operating leases. Minimum lease payments made under operating leases are charged as an expense in equal instalments over the accounting periods covered by the lease term.

Commencing 1st January 2019, a new lease standard (AASB 16: Leases) was introduced. In the past operating leases, where substantially all the risks and benefits remained with the lessor, were treated as off-balance sheet transactions, where lease payments are charged as an expense in the period in which they occurred, but under the new standard are required to be reported on-balance sheet. The lease cost which is the initial amount of the lease liability at present value plus any direct costs, if applicable, is recognised in the financial accounts as a "right-of-use" asset with an offsetting lease liability. The right-of-use asset is subsequently depreciated over the term of the lease or useful life on a straight-line basis. The lease liability at present value is reduced by the periodic lease payments made to the lessor, and the interest component of these payments charged to the P&L. Right-of-use assets are reported in property, plant and equipment and lease liabilities in financial liabilities.

Oberon R S L Club Ltd has elected not to recognise right-of-use assets and lease liabilities for leases of low-value assets or short-term leases. Lease payments associated with these leases are expensed on a straight-line basis over the lease term.

e) Depreciation of property, plant and equipment

Depreciation is calculated on a straight-line basis to write off the net cost or revalued amount of each item of property, plant and equipment (excluding land) over its expected useful life. The exception is glassware, crockery and cutlery, which is expensed in the year of purchase. Estimates of remaining useful lives are made on a regular basis for all assets, with annual reassessments for major items.

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

Buildings	2.5%
Plant and Equipment	7.5 - 40.0%

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

f) Trade and other payables

These amounts represent liabilities for goods and services provided to the Club prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

g) Maintenance and repairs

The costs of maintenance, repairs and minor renewals are charged as expenses as incurred.

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**NOTES TO AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2022**

**NOTE 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (CONT.)**

h) Employee Entitlements

(i) *Wages and salaries, annual leave and sick leave*

Liabilities for wages and salaries, annual leave and sick leave are recognised and are measured as the amount unpaid at the reporting date at current pay rates in respect of employees' services up to that date.

(ii) *Long service leave*

A liability for long service leave is recognised for all employees of the Club with ten years or more of service. No adjustment is made for inflation of wage rates or discounting of expected future payments as the net effect is not expected to be material.

(iii) *Superannuation*

The Company sponsors the following plans for employees; Australian Super. Types of Benefits: Accumulation of contributions of employees providing a lump sum or annuity benefits upon retirement, death or disability. Contributions: Employees 10.5% of base salary of employee. The Company has a legal obligation to contribute to this fund.

i) Income Tax

The Income Tax Assessment Act (amended) provides that under the concept of Mutuality, Clubs are only assessed for income tax on that proportion derived from non-members and other external sources.

In view of these special circumstances, it is neither appropriate to compare income tax payable with operating profit as disclosed in the Statement of Financial Performance, nor adopt the principle of tax affect accounting.

(j) Goods and Services Tax GST

Revenues, expenses and assets are recognised net of the amount of GST in the financial statements with the exception:

Where the GST incurred on purchases of goods and services is not recoverable from the Australian Taxation Office, in which case the GST is recognised as a part of the cost of acquisition of the asset or as a part of the expense item as applicable.

Receivables and payables are stated inclusive of GST

Cash flows are presented in the statement of cash flows on a gross basis, and the GST component of cash flows arising from investing and financing activities, which are recoverable from, or payable to, the Australian Taxation Office, are classified as operating cash flows.

Net poker machine revenue, which is presented on a GST inclusive basis, with the GST component treated in the financial accounts as an expense. This method provides Directors and members with information on the additional impost of GST on gaming revenue.

Effective 1 July 2004, the New South Wales State Government (Office of State Revenue) agreed to reimburse all Clubs in NSW the GST impost, less an OSR "management" fee, on the first \$200,000 of net gaming revenue.

The net amount of GST recoverable from, or payable to the Australian Taxation Office is included as part of receivables or payables in the statement of financial position.

(k) Inventories

Inventories are carried at the lower of cost and net realisable value. The cost of inventories comprises all costs directly related to the acquisition, such as freight and delivery charges, and liquor taxes where applicable. Cost is based on first-in, first-out principle. Net realisable value is determined on an item by item basis.

# OBERON R S L CLUB LTD

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## NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2022

	2022	2021
	\$	\$
<b>NOTE 3.</b>		
<b>REVENUE FROM CONTINUING OPERATIONS</b>		
<b>OPERATING ACTIVITIES</b>		
<b><u>Sale of Goods Revenue</u></b>		
Bar Sales	738,450	484,752
	<u>738,450</u>	<u>484,752</u>
<b><u>Rendering Services</u></b>		
Poker Machines	1,078,718	896,059
Courtesy Bus	5,837	4,977
Bingo	6,477	5,186
Bowling Greens/Squash Courts	2,227	1,745
Keno Commission	30,558	23,835
TAB Commission	12,796	9,424
Raffles	105,266	74,633
Ticketed Entertainment	2,730	8,737
	<u>1,244,609</u>	<u>1,024,596</u>
<b><u>Other Income</u></b>		
ATM Commission	20,211	11,538
Bistro Rent	34,000	23,773
GST Rebate	17,180	17,180
Insurance Recovery	-	3,596
Interest and Dividends	912	95
Room Hire	1,072	2,155
Members Subscriptions	12,011	13,728
Vending Machine Commission	1,579	1,113
Sundry Income	9,775	12,000
	<u>96,740</u>	<u>85,178</u>
<b>Total Revenue from Operations</b>	<u><u>2,079,799</u></u>	<u><u>1,594,526</u></u>

# OBERON R S L CLUB LTD

ABN: 19 001 048 773

(A Company Limited by Guarantee)

## NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2022

	2022	2021
	\$	\$
<b>4. CASH</b>		
Cash on Hand	82,684	465,341
Cash at Bank	<u>226,720</u>	<u>75,000</u>
	<u><u>309,404</u></u>	<u><u>540,341</u></u>
<b>5. RECEIVABLES</b>		
Trade Receivables	140	6,152
TAB Security Deposit	5,000	-
Other Receivables	<u>20,571</u>	<u>1,820</u>
	<u><u>25,711</u></u>	<u><u>7,972</u></u>
<b>6. INVENTORIES</b>		
Bar Stock	<u>57,444</u>	<u>27,698</u>
<b>7. OTHER</b>		
Income Tax Refundable	<u>3,393</u>	<u>3,393</u>
<b>8. INVESTMENTS</b>		
Shares at cost IAG Ltd (at Market Value)	<u>1,178</u>	<u>1,567</u>
<b>9. PROPERTY, PLANT &amp; EQUIPMENT</b>		
<b>LAND &amp; BUILDINGS</b>		
<b>Land &amp; Building</b>		
At valuation	<u>400,000</u>	<u>400,000</u>
Total Land	<u>400,000</u>	<u>400,000</u>
Building (Improvements) at Valuation	7,259,264	6,500,000
Opening Balance	<u>(829,909)</u>	<u>-</u>
Total Buildings	<u>6,429,355</u>	<u>6,500,000</u>
<b>Total Land &amp; Buildings</b>	<u><u>6,829,355</u></u>	<u><u>6,900,000</u></u>
<b>PLANT &amp; EQUIPMENT</b>		
Plant & Equipment - at cost	1,288,141	1,212,823
Less: Accumulated Depreciation	<u>(1,122,070)</u>	<u>(1,081,922)</u>
	<u>166,071</u>	<u>130,901</u>
Furniture, Fixtures & Fittings - at cost	107,662	107,662
Less: Accumulated Depreciation	<u>(30,782)</u>	<u>(11,931)</u>
	<u>76,880</u>	<u>95,731</u>



## OBERON R S L CLUB LTD

ABN: 19 001 048 773

(A Company Limited by Guarantee)

### NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2022

	2022	2021
	\$	\$
<b>9. PROPERTY, PLANT &amp; EQUIPMENT (CONT.)</b>		
Motor Vehicles - at cost	21,000	21,000
Less: Accumulated Depreciation	<u>(15,288)</u>	<u>(10,563)</u>
	<u>5,712</u>	<u>10,437</u>
Poker Machines - at cost	1,113,390	1,019,380
Less: Accumulated Depreciation	<u>(974,057)</u>	<u>(912,550)</u>
	<u>139,333</u>	<u>106,830</u>
<b>Total Plant and Equipment</b>	<u><u>387,996</u></u>	<u><u>343,899</u></u>
<b>Carrying amount at the end of year</b>	<u><u>7,217,351</u></u>	<u><u>7,243,899</u></u>

#### Core Assets

The existing Land and Buildings were valued at current market value as at 22 December 2021 by Graydon Staniforth AAPI Australian Registered Valuer No. 69104, and Mitchell Staniforth AAPI Australian Registered Valuer No. 68807. Valued at \$6,900,000, the Land component being \$400,000, and the Land and Buildings comprising the Core Assets under the Registered Clubs Act.

For 31st December 2021	Balance at Beginning of Year	Acquisitions at Cost	Depreciation	Balance at End of Year
Land	1,300,000	(900,000)	-	400,000
Plant & Equipment	97,620	63,438	(30,157)	130,901
Furniture, Fixtures & Fittings	8,598	97,694	(10,561)	95,731
Motor Vehicles	15,162	-	(4,725)	10,437
Improvements	826,647	5,742,561	(69,208)	6,500,000
Poker Machines	139,731	48,466	(81,367)	106,830
<b>Total</b>	<u>2,387,758</u>	<u>5,052,159</u>	<u>(196,018)</u>	<u>7,243,899</u>

For 31st December 2022	Balance at Beginning of Year	Acquisitions at Cost	Depreciation	Balance at End of Year
Land	400,000	-	-	400,000
Plant & Equipment	130,901	75,318	(40,148)	166,071
Furniture, Fixtures & Fittings	95,731	-	(18,851)	76,880
Motor Vehicles	10,437	-	(4,725)	5,712
Buildings	6,500,000	117,280	(187,925)	6,429,355
Poker Machines	106,830	94,010	(61,507)	139,333
<b>Total</b>	<u>7,243,899</u>	<u>286,608</u>	<u>(313,156)</u>	<u>7,217,351</u>

**OBERON R S L CLUB LTD**

ABN: 19 001 048 773

*(A Company Limited by Guarantee)***NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	2022	2021
	\$	\$
<b>10. RIGHT-OF-USE ASSET</b>		
Lease of Canon Photocopier	24,793	24,793
<u>Less Accumulated Depreciation</u>	<u>(22,313)</u>	<u>(17,355)</u>
	<u>2,480</u>	<u>7,438</u>
<b>11. INTANGIBLE ASSETS</b>		
Licenses and Franchises at Cost	49,500	49,500
	<u>49,500</u>	<u>49,500</u>
<b>12. PAYABLES - CURRENT</b>		
Trade Payables	117,798	61,226
Accrued Expenses	3,681	-
Other Payables	15,919	6,575
	<u>137,398</u>	<u>67,801</u>
<b>13. BORROWINGS</b>		
<b>Current</b>		
- Poker Machine Lease - IGT	23,286	39,435
- Poker Machine Lease - Konami	-	3,000
- Photocopier Lease - Canon	2,628	4,958
- Bank Loan - EBET	24,482	24,482
Total Current Borrowings	<u>50,396</u>	<u>71,875</u>
<b>Non-Current</b>		
- Photocopier Lease - Canon	-	2,849
- Poker Machine Lease - IGT	44,634	-
- Bank Loan - EBET	31,683	53,310
Total Non-Current Borrowings	<u>76,317</u>	<u>56,159</u>
<b>14. EMPLOYEE BENEFITS ENTITLEMENTS</b>		
<b>Current Liabilities</b>		
- Provision for Annual Leave	11,028	59,661
	<u>11,028</u>	<u>59,661</u>
<b>Non-Current Liabilities</b>		
- Provision for Long Service Leave	6,765	20,909
	<u>6,765</u>	<u>20,909</u>
Aggregate of total employee benefits	<u>17,793</u>	<u>80,570</u>

# OBERON R S L CLUB LTD

ABN: 19 001 048 773

(A Company Limited by Guarantee)

## NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2022

### 15. KEY MANAGEMENT PERSONNEL COMPENSATION

#### (a) Key Management Personnel

Names and position held at key management personnel in office at any time during the financial year are:

Alan Willie Williams	Wendell Timu	Geoff Andersson
Melville Frampton	Andrew Sterling	Michael McKechnie
Kirsty Hoffman	David Luyks	Sandy Higgins

#### (b) Other Key Management Personnel

Peter Price - CEO General Manager and Company Secretary  
Peter Price resigned on 10th April 2022.

Ron Browne was appointed by the Board to act as a consultant following the resignation of Peter Price.

	2022	2021
	\$	\$
(c) Key Management Personnel Compensation		
Benefits and payments made to Director's and other Key Management personnel in (a) and (b) above.	185,888	104,897
	<u>185,888</u>	<u>104,897</u>

### 16. RELATED PARTY TRANSACTIONS AND THE REGISTERED CLUBS ACT REPORTING REQUIREMENTS

Amount of related party transactions - -

### 17. OTHER COMPREHENSIVE INCOME

1. During the year the Company received the following COVID-19 Government assistance:

#### NSW State Government

- JobSaver	-	82,124
- Grant	-	458
	<u>-</u>	<u>82,582</u>

2. Revaluation of Company Land and Buildings as at December 2021 by Saunders & Staniforth to Market Value
- Increase in Value.
- Increase to Market Value

	-	4,842,563
	<u>-</u>	<u>4,925,145</u>

**OBERON R S L CLUB LTD**

ABN: 19 001 048 773

*(A Company Limited by Guarantee)*

**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	2022	2021
	\$	\$
<b>18. DIRECTORS EXPENSES</b>		
Fees	2,200	3,584
Meals & Training	3,282	1,602
	<u>5,482</u>	<u>5,186</u>
<b>19. AUDITOR RENUMERATION</b>		
Audit Services	16,500	16,500
Other Services	-	-
	<u>16,500</u>	<u>16,500</u>
<b>20. CONTINGENT LIABILITIES</b>		
There were no contingent liabilities known up to the date of signing this report.	-	-
<b>21. COVID-19 IMPACT ON THE PRECEDING YEAR'S COMPARATIVE FIGURES</b>		
The Company ceased Trading from Saturday 26th June 2021 at 6pm to abide by the NSW State Government announcement that was released on the same date. The Company reopened on Monday 11 October 2021. While the Company received a NSW JobKeeper Grant of \$82,124, the closure resulted in a loss of revenue from the Bar and Poker machines.		

**OBERON R S L CLUB LTD**  
ABN: 19 001 048 773  
*(A Company Limited by Guarantee)*

**DIRECTORS' DECLARATION**

The Directors of the Company declare that:

1. the financial statements and notes, as set out on pages 1 to 18 are in accordance with the Corporation Act 2001:
  - (a) comply with Accounting Standards - simplified disclosures and the Corporation Regulations 2001; and
  - (b) give a true and fair view of the financial position as at 31<sup>st</sup> December 2022 and of the performance for the year ended on that date of the Company;
2. in the director's opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

**Dated at Oberon this 31<sup>st</sup> day of March 2023.**

**Signed in accordance with a resolution of Directors**



**PRESIDENT – ALAN WILLIE WILLIAMS**



**VICE PRESIDENT - MELVILLE FRAMPTON**

**OBERON R S L CLUB LTD**  
ABN: 19 001 048 773  
(A Company Limited by Guarantee)

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of Oberon R S L Club Ltd (the Registered entity), which comprises the statement of financial position as at 31<sup>st</sup> December 2022, the statement of profit and loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' Declaration.

In our opinion, the accompanying financial report of Oberon R S L Club Ltd has been prepared in accordance with the Corporations Law – Simplified Disclosures under the Corporations Law and the Registered Clubs Act, including:

- (a) Giving a true and fair view of the registered entity's financial position as at 31<sup>st</sup> December 2022, and of its financial performance for the year then ended; and
- (b) Complying with Australian Accounting Standards – Simplified Disclosures.

**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 registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

**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 registered entity's annual report for the year ended 31<sup>st</sup> December 2022, 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.

**OBERON R S L CLUB LTD**  
ABN: 19 001 048 773  
*(A Company Limited by Guarantee)*

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS (CONTINUED)**

**Responsibilities of the Directors for the Financial Report**

The Directors of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures under the Corporations Law and Registered Clubs Act, 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 registered entity's ability to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the registered entity 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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 registered entity'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 registered entity'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 registered entity to cease to continue as a going concern.

**OBERON R S L CLUB LTD**  
ABN: 19 001 048 773  
*(A Company Limited by Guarantee)*

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS (CONTINUED)**

**Auditor's Responsibilities for the Audit of the Financial Report (Cont.)**

- 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.

**DATED AT SYDNEY**  
**THIS 1<sup>ST</sup> DAY OF**  
**APRIL 2023**



.....  
**HARLEY, RUSSELL & DAY**  
Chartered Accountants

**GARRY WILLIAM DAY**  
Registered entity Auditor