

# **ANNUAL GENERAL MEETING**

## **FUNCTION ROOM**

**4<sup>TH</sup> April 2023 – 7pm**



**DARLINGTON POINT CLUB**

**ANNUAL REPORT 2021-2022**



## **Presidents Report 2022**

On behalf of the Board of Directors and Management, I am delighted to present to you the 2022 Annual General Report.

I would like to thank the Board for all their hard work. I would also like to thank our Manager Lorraine and her staff for all their hard work throughout the year, I would also like to thank our recently appointed finance officer Haidee Verlin for her support.

We thank our Auditors, Pinnacle HPC for the great work that they do in auditing of the financials for the Club. I would also like to thank Vince Porter, our Treasurer for a job well done.

We especially thank you, the members for your support of the club and the many functions held throughout the year.

The Darlington Point Sports club continues to support Lawn Bowls, tennis, the local senior and junior Rugby League football and aspiring golfers as part of its charter. We have worked hard this year at getting the golf course up to standard and will continue to work to make it even better.

The club maintains ongoing support to many community groups including, the Darlington Point Public School, Lions Club, Red Cross, Multiple Sclerosis, Can Assist and the Sunshine Club.

The AGM will be held in the function room on April 4th, 2023, at 7pm for the interests of all members.

Gordon Beaumont  
President

## **Treasurers Report 2022**

Dear Members,

I am pleased to present the Treasurer's Report for our Club's financial year ending on 30<sup>th</sup> September 2022. It has been a great year for the Club, and I am delighted to share some of the financial highlights with you.

### **Revenue:**

The Club has generated a revenue of \$2,171,681, an increase of 42.6% compared to the previous year. This significant growth is due to covid restrictions being lifted and providing excellent customer service.

### **Expenses:**

The Club's expenses remained under control during the year. We have managed to optimize our costs and improve efficiency in our operations, resulting in a healthy bottom line.

### **Net Income:**

The Club's net income for the financial year ending 30<sup>th</sup> September 2022, was \$409,914. This represents a growth of 273% compared to the previous year, which is a significant accomplishment for us.

### **Conclusion:**

In summary, it has been a fantastic year for our Club, and I am delighted with our financial results. Our focus on expanding our product portfolio, optimizing costs, and delivering excellent customer service has resulted in strong growth in revenue and net income. I would like to thank the board of directors, our manager, members, customers, and employees for their support and hard work that made this possible.

Sincerely,  
Vincent Porter  
Treasurer

## **Secretary/Managers Report 2022**

This year has been a good year for the Darlington Point Sports Club.

We have had a new cabin installed which is being put to good use. Our 4 cabins are booked out consistently, they are in high demand with people being turned away.

The golf course is finally getting closer to completion with a committee being formed. The Club has purchased some machinery to make the job a little easier.

The Club has had a bit of a face lift with the carpeting now completed. The Restaurant has been carpeted and painted which has given it a big lift.

I would like to thank the Board for their support throughout the year for both the work that is helping our Club to progress and move forward and the support that has been given to myself.

I want to say a personal thank you to our Treasurer Vincent Porter for taking over the role as book keeper after the sudden departure of Kerry after many years at the helm. Vince has implemented some changes to the day to day running of the Club and computer systems to streamline important components to the running of the Club.

I would like to thank my staff, you have all done an exceptional job during the year. We have struggled with staff numbers on occasions but you have all stepped up to make sure that the Club continues to stay open.

I would like to thank Haidee Verlin for her support as our new book keeper.

Lastly I would like to thank the members. Without you all there would not be a Club. It is the continued support from you all that we can continue to grow and prosper.

Lorraine Watson  
Secretary/Manager



# **DARLINGTON POINT CLUB LTD**

ABN 46 001 068 702

## **FINANCIAL REPORT**

FOR THE YEAR ENDED 30 SEPTEMBER 2022





**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

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**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Your directors present this report on the company for the financial year ended 30 September 2022.

**DIRECTORS**

The names of each person who has been a director during the year and to the date of this report are:

Gordon Beaumont		Bruce Watts	
Vincent Porter	(appointed 23/02/2022)	Ashley Cotterill	(appointed 23/02/2022) (resigned 21/06/2022)
Julie Watts	(resigned 19/07/2022)	John Dolan	
Colleen Volleberg	(resigned 23/02/2022)	Dean Gilbert	(appointed 23/02/2022)
Wayne Kennedy	(appointed 23/02/2022)	Kelly Harrison	(appointed 23/02/2022)
Marlene Kelly	(resigned 23/02/2022)	Jean Jones	(resigned 23/02/2022)
Haidee Verlin	(resigned 23/02/2022)		

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

**INFORMATION ON DIRECTORS**

In accordance with Section 300(10) of the Corporations Act particulars of the qualifications, experience and special responsibilities of the company's directors are as follows:

<b>DIRECTOR</b>	<b>QUALIFICATIONS AND EXPERIENCE</b>	<b>SPECIAL RESPONSIBILITIES</b>
Gordon Beaumont	Farmer	Chairperson
Bruce Watts	Director 14 years	Senior Vice-President
John Dolan	Electrician	Junior Vice-President
Vincent Porter	Director 2 years	
	Retired	Treasurer
Dean Gilbert	Director 2 years	
	Retired	
Wayne Kennedy	Director <1 year	
	High Voltage Crane Operator	
Kelly Harrison	Director <1 year	
	Retired	
	Tiler	
	Director <1 year	

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

MEETINGS OF DIRECTORS	ELIGIBLE	PRESENT	APOLOGY
Gordon Beaumont	12	12	0
Jean Jones	5	5	0
Colleen Volleberg	5	5	0
Bruce Watts	12	11	1
Julie Watts	9	7	2
Haidee Verlin	5	4	1
John Dolan	12	10	2
Marlene Kelly	5	2	3
Kelly Harrison	7	7	0
Wayne Kennedy	7	7	0
Dean Gilbert	7	5	2
Vincent Porter	7	7	0
Ashley Cotterill	3	2	1

During the financial year there were 12 ordinary meetings.

**PRINCIPAL ACTIVITIES**

The principal continuing activities of the Club is the encouragement of sport and the provision of recreational facilities for its members and their guests

**SHORT AND LONG TERM OBJECTIVES**

The Board has established short and long term objectives as outlined in the Club's strategic plan which is reviewed on an annual basis. These objectives are both financial and non financial, and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the registered club industry. The re-opening of the Golf course is one such long term objective that is hoped will benefit not only the Club, but the community as a whole

**STRATEGIES**

To achieve its stated objectives, the company has adopted the following strategies:

The Club will provide sporting facilities to its members that are maintained to a satisfactory standard. In addition, the Club will support sporting, educational and charitable groups via sponsorship and venue functions. This will enable the Club to achieve its objective of encouraging the development of sports within the local community.

The Club will endeavour to keep Management, administrative and staff costs to a minimum in order to achieve its objective to trade profitable. This will be achieved through efficient staffing and cost control whilst ensuring there is no detrimental effect on the services provided

The Club will ensure that staff are appropriately trained, and treat patrons with courtesy and respect. This will achieve the Club's objective of providing a safe and friendly environment appealing to patrons of all ages

One of the Club's objectives is to market itself to a broad member base which is reflective of the local demographic. The Club aims to achieve this improving advertising, including a flyer emailed to members in out laying areas and use of the social media market in order to reach a wider demographic.

DARLINGTON POINT CLUB LTD  
ABN 46 001 068 702

DIRECTORS' REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

KEY PERFORMANCE INDICATORS

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

MEMBERS' GUARANTEE

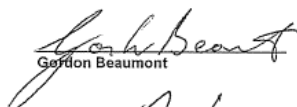
The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstanding obligations of the entity. At 30 September 2022, the total amount that the members of the company are liable to contribute if the company is wound up is \$574 (2021: \$580)

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration for the year ended 30 September 2022 has been received and can be found on page 9 of the financial report

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

Director

  
Gordon Beaumont

Director

  
Vincent Porter

Dated:

7/3/2023

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

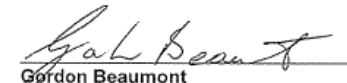
**DIRECTORS' DECLARATION**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

In accordance with a resolution of the directors of Darlington Point Club Ltd, the directors declare that:

1. The financial statements and notes, as set out on pages 10 to 23, are in accordance with the *Corporations Act 2001*:
  - (a) comply with the Australian Accounting Standards applicable to the company; and
  - (b) give a true and fair view of the financial position as at 30 September 2022 and of the performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director

  
Gordon Beaumont

Director

  
Vincent Porter

Dated: 7/3/2023

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
DARLINGTON POINT CLUB LTD**

*Report on the Audit of the Financial Report*

*Qualified Opinion*

I have audited the financial report of Darlington Point Club Ltd (the company), which comprises the statement of financial position as at 30 September 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the accompanying financial report of Darlington Point Club Ltd is in accordance with the Corporations Act 2001, including:

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

*Basis for Opinion*

Fixed assets form a significant portion of the Club's total assets. During the audit, we were unable to resolve the difference between the total assets per the client's fixed asset spreadsheet and the amount recorded in the accounting system. The difference was above the determined materiality threshold. As the evidence to us was limited, my audit procedures with respect to fixed asset had to be restricted to the amounts recorded in the financial reports. I therefore am unable to express an opinion whether the fixed assets recorded are complete.

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

*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 company's annual report for the year ended 30 September 2022, but does not include the financial report and my auditor's report thereon. My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon. In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
DARLINGTON POINT CLUB LTD**

*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 the Australian Accounting Standards 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 company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

*Auditor's Responsibilities for the Audit of the Financial Report*

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

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

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

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**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF**  
**DARLINGTON POINT CLUB LTD**

- obtain sufficient appropriate audit evidence regarding the financial information of the company to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the audit. I remain solely responsible for my audit opinion.

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

  
John P Keenan, CPA  
Registered Company Auditor 156228

PinnacleHPC Pty Ltd  
135 Yambil Street Griffith NSW 2680

Dated: 8/3/2023



**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER  
SECTION 307C OF THE CORPORATIONS ACT 2001**

**TO THE DIRECTORS OF  
DARLINGTON POINT CLUB LTD**

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2022 there have been no contraventions of:

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

  
John P Keenan CPA  
Registered Company Auditor 156228

PinnaclePHC Pty Ltd  
135 Yambil Street Griffith NSW 2680

Dated: 8/3/2023

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Note	2022 \$	2021 \$
Revenues from ordinary activities	2	2,171,681	1,522,682
Employee benefits expense	3	(510,653)	(418,042)
Depreciation and amortisation expenses	3	(135,579)	(102,813)
Finance costs		-	-
Other expenses		<u>(1,115,535)</u>	<u>(892,808)</u>
<b>Profit/(loss) before income tax expense</b>		409,914	109,019
Income tax expense		<u>-</u>	<u>-</u>
<b>Profit/(loss) for the year</b>		<u><b>409,914</b></u>	<u><b>109,019</b></u>
<b>Other comprehensive income</b>			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that will be reclassified subsequently to profit or loss when specific conditions are met		<u>-</u>	<u>-</u>
<b>Total other comprehensive income for the year</b>		<u>-</u>	<u>-</u>
<b>Total comprehensive income for the year</b>		<u><b>409,914</b></u>	<u><b>109,019</b></u>
<b>Total comprehensive income attributable to members of the entity</b>		<u><b>409,914</b></u>	<u><b>109,019</b></u>

The accompanying notes form part of these financial statements.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

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

	Note	2022 \$	2021 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	1,101,605	733,665
Accounts receivable and other debtors	5	42,791	50,172
Inventories on hand	6	44,757	40,162
<b>TOTAL CURRENT ASSETS</b>		<u>1,189,153</u>	<u>823,999</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7	1,354,536	1,300,423
Other Assets	8	92	92
Intangibles	9	5,000	5,000
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1,359,628</u>	<u>1,305,515</u>
<b>TOTAL ASSETS</b>		<u><u>2,548,781</u></u>	<u><u>2,129,514</u></u>
<b>CURRENT LIABILITIES</b>			
Accounts payable and other payables	10	127,230	96,259
Provisions for employee benefits	11	61,722	37,542
<b>TOTAL CURRENT LIABILITIES</b>		<u>188,952</u>	<u>133,801</u>
<b>NON-CURRENT LIABILITIES</b>			
Accounts payable and other payables	10	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>		<u>188,952</u>	<u>133,801</u>
<b>NET ASSETS</b>		<u><u>2,359,829</u></u>	<u><u>1,995,713</u></u>
<b>EQUITY</b>			
Asset revaluation reserve	12	281,689	327,487
Retained profits		2,078,140	1,668,226
<b>TOTAL EQUITY</b>		<u><u>2,359,829</u></u>	<u><u>1,995,713</u></u>

The accompanying notes form part of these financial statements.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

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

	Note	Retained Earnings	Asset Revaluation Reserve	Total
<b>Balance at 30 September 2020</b>		1,559,207	327,487	1,886,694
<b>Comprehensive income</b>				
Net profit for the year attributable to members		109,019	-	109,019
Other comprehensive income for the year		-	-	-
Transfer for depreciation on revaluation		-	-	-
Adjustments to previous year		-	-	-
<b>Total comprehensive income attributable to members</b>		109,019	-	109,019
<b>Balance at 30 September 2021</b>		1,668,226	327,487	1,995,713
<b>Comprehensive income</b>				
Net profit for the year attributable to members		409,914	-	409,914
Other comprehensive income for the year		-	-	-
Transfer for depreciation on revaluation		-	(45,798)	(45,798)
Adjustments to previous year		-	-	-
<b>Total comprehensive income attributable to members</b>		409,914	(45,798)	364,116
<b>Balance at 30 September 2022</b>		2,078,140	281,689	2,359,829

The accompanying notes form part of these financial statements.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Note	2022 \$	2021 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		2,175,643	1,546,452
Payments to suppliers and employees		(1,595,107)	(1,314,124)
Interest received		1,323	167
Finance costs		-	-
<b>Net cash provided by operating activities</b>		581,859	232,495
<b>Cash flows from investing activities</b>			
Payments for investments		-	-
Proceeds from sale of property, plant and equipment		5,000	3,216
Payments for property, plant and equipment		(263,221)	(36,244)
<b>Net cash provided by investing activities</b>		(258,221)	(33,028)
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		-	-
Repayment of borrowings		-	-
<b>Net cash used in financing activities</b>		-	-
Net increase in cash held		323,638	199,467
Cash at beginning of financial year		733,665	534,198
Cash at end of financial year	4	1,057,303	733,665

The accompanying notes form part of these financial statements.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The financial statements cover Darlington Point Club Ltd as an individual entity, incorporated and domiciled in Australia. Darlington Point Club Ltd is a company limited by guarantee.

The financial statements were authorised for issue on March 2023 by the directors of the company.

**Note 1: Summary of Significant Accounting Policies**

**Basis of Preparation**

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001*. 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 accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

**Accounting Policies**

**(a) Revenue**

Revenue from the sale of goods is recognised upon delivery of goods to customers.  
Donations and bequests are recognised when revenue is received.  
Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.  
Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.  
All revenue is stated net of the amount of goods and services tax (GST).

**(b) Inventories on Hand**

Inventories are measured at the lower of cost and current replacement cost.  
Inventories acquired at no cost or for nominal consideration are measured at the current replacement cost as at the date of acquisition.

**(c) Property, Plant and Equipment**

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

***Freehold Property***

Freehold land and buildings are shown at their fair value based on periodic valuations by external independent valuers, less subsequent depreciation for and subsequent impairment of buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**Note 1: Summary of Significant Accounting Policies (cont'd)**

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

***Plant and Equipment***

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(e) for details of impairment).

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 company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss in the financial period in which they are incurred.

Plant and equipment that have been contributed for no cost or for nominal cost are recognised at the fair value of the asset at the date it is acquired.

***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 the asset's useful life to the 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:

Land and Buildings	2.5% - 5.0%
Plant and Machinery	5% - 100.0%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**Note 1: Summary of Significant Accounting Policies (cont'd)**

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

The entity holds poker machine licences either acquired through a past business combination or granted for no consideration by the NSW government. AIFRS requires that licences outside of a pre-AIFRS transition business combination be recognised initially at its fair value as at the date it was granted with a corresponding adjustment to profit and loss to recognise the grant immediately as income. Until new gaming legislation taking effect in April 2002 allowing poker machine licences to be traded for the first time, the entity has determined the fair value at grant date for licences granted pre April 2002 to be zero. Licences granted to the entity post April 2002 are initially recognised at fair value. The entity has determined that the fair market for poker machine licences does not meet the definition of an active market and consequently licences recognised will not be revalued each year.

**(d) Leases**

Leases of property, plant and equipment, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the entity, are classified as finance leases.

Finance leases are capitalised, recognising an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

**(e) Impairment of Assets**

At the end of each reporting period, the entity reviews the carrying value of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell it and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable value is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows - that is, they are specialised assets held for continuing use of their service capacity - the recoverable amounts are expected to be materially the same as the fair value.

Where it is not possible to estimate the recoverable amount of an asset, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belongs.



**DARLINGTON POINT CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**Note 1: Summary of Significant Accounting Policies (cont'd)**

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation reserve in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation reserve for that same class of asset.

**(f) Employee Benefits**

***Short-term employee benefits***

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave.

***Other long-term employee provisions***

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service.

The company's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

**(g) 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.

**(h) Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

**(i) Goods and Services Tax**

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 Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from or payable to the ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(j) Income Tax**

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**Note 1: Summary of Significant Accounting Policies (cont'd)**

**(k) Provisions**

Provisions are recognised when the entity 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. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(l) Comparative Figures**

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

When an entity applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

**(m) Accounts Payable and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**(n) 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 company.

**DARLINGTON POINT CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	2022	2021
<b>2 REVENUE</b>		
Operating activities of the company:		
Sales revenue	839,541	646,969
Gaming revenue	1,014,518	628,439
Subscriptions and nominations	4,121	4,450
Interest received	1,323	167
Other revenue	308,759	238,566
	<u>2,168,262</u>	<u>1,518,591</u>

(a) All interest received is from other corporations.

<b>Non-operating activities:</b>		
Profit on sale of non-current assets	3,420	4,091
Total revenue	<u>2,171,681</u>	<u>1,522,682</u>

**3 PROFIT FROM ORDINARY ACTIVITIES**

Profit from ordinary activities before income tax has been determined after:

<b>Expenses:</b>		
Administration	511,100	455,407
Entertainment	31,062	20,477
Cost of goods sold	573,372	416,923
	<u>1,115,535</u>	<u>892,808</u>
Employee costs	486,472	410,924
Provision for employee entitlements	24,181	7,118
	<u>510,653</u>	<u>418,042</u>
Depreciation and amortisation	135,579	102,813
<b>Total expenses from ordinary activities</b>	<u>1,761,767</u>	<u>1,413,663</u>

**DARLINGTON POINT CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	2022	2021
<b>4 CASH AND CASH EQUIVALENTS</b>		
Current assets - cash or cash equivalents	1,101,605	733,666
	<u>1,101,605</u>	<u>733,666</u>

Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash on hand	84,952	53,801
Daily takings deposits	-	14,046
Cash at bank - Westpac cheque account	-	20,206
Cash at bank - Bendigo account	116,175	80,516
Cash at bank - Bendigo reserve account	900,478	565,095
	<u>1,101,605</u>	<u>733,665</u>

**5 ACCOUNTS RECEIVABLE AND OTHER DEBTORS**

Trade debtors	1,248	810
Other debtors	41,543	49,362
	<u>42,791</u>	<u>50,172</u>

**(i) Credit Risk - Accounts Receivable and Other Debtors**

The company does not have any material credit risk exposure to any single receivable or group of receivables.

The following table details the company's accounts receivable and other debtors exposed to credit risk with ageing analysis and impairment provided for thereon. Amounts are considered as "past due" when the debt has not been settled within the terms and conditions agreed between the company and the customer or counter party to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the company.

- (ii) The balances of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

	<b>Accounts receivable</b>		<b>Other debtors</b>	
	2022	2021	2022	2021
Gross amount				
< 30	1,248	810	41,543	49,362
31 - 60	-	-	-	-
61 - 90	-	-	-	-
> 90	-	-	-	-
	<u>1,248</u>	<u>810</u>	<u>41,543</u>	<u>49,362</u>

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	2022	2021	
<b>6 INVENTORIES ON HAND</b>			
Inventory at cost	44,757	40,162	
	<u>44,757</u>	<u>40,162</u>	
<b>7 PROPERTY, PLANT AND EQUIPMENT</b>			
<b>Land and buildings</b>			
Freehold land at fair value:			
- Independent valuation in 2011	200,000	200,000	
Total land	<u>200,000</u>	<u>200,000</u>	
Buildings at fair value:			
- Independent valuation in 2011	740,000	740,000	
Additions at cost	270,162	259,873	
Less accumulated depreciation	<u>(338,852)</u>	<u>(286,425)</u>	
Total buildings	<u>671,310</u>	<u>713,448</u>	
Total land and buildings	<u>871,310</u>	<u>913,448</u>	
<b>Plant and equipment</b>			
Plant and equipment			
At cost	856,034	1,382,667	
Less accumulated depreciation	<u>(372,808)</u>	<u>(995,692)</u>	
	<u>483,226</u>	<u>386,975</u>	
Total plant and equipment	<u>483,226</u>	<u>386,975</u>	
Total property, plant and equipment	<u>1,354,536</u>	<u>1,300,423</u>	
<b>Movement in Carrying Amounts</b>			
<b>2022</b>	<b>Land and Buildings</b>	<b>Plant and Equipment</b>	<b>Total</b>
Balance at the beginning of the year	913,448	386,975	1,300,423
Additions at cost	-	263,221	263,221
FAR adjustments	(18,201)	(60,328)	(78,529)
Disposals @ WDV	-	1,580	1,580
Profit on disposal of assets	-	3,420	3,420
	<u>895,247</u>	<u>594,868</u>	<u>1,490,115</u>
Depreciation expense	<u>(23,937)</u>	<u>(111,642)</u>	<u>(135,579)</u>
Carrying amount at end of year	<u>871,310</u>	<u>483,226</u>	<u>1,354,536</u>

**(a) Land**

Under the *Registered Clubs Act 1976*, the company is required to distinguish between its core and non-core property.

**(b) Core & Non-Core Property**

Pursuant to Section 41J(2) of the *Registered Clubs Act 1976*, for the financial year ended 30 September 2022:

- (a) all property held by the company is to be classified as core property; and
- (b) the company does not hold any non-core property.

**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**7 PROPERTY, PLANT AND EQUIPMENT (CONT'D)**

**(c) Asset revaluations**

The freehold land and buildings were independently valued at 30 September 2011. The valuation was based on the fair value less cost to sell. The critical assumptions adopted in determining the valuation included the location of the land and buildings, the current demand for land and buildings in the area and recent sales data for similar properties.

At 30 September 2022 the directors reviewed the key assumptions made by the valuers at 30 September 2011. They have concluded that these assumptions remain materially unchanged, and are satisfied that the carrying value does not exceed the recoverable amount of land and buildings at 30 September 2022.

	2022	2021
<b>8 OTHER ASSETS</b>		
Yenda Producers Co-op Society Ltd	92	92
	<u>92</u>	<u>92</u>

**9 INTANGIBLE ASSETS**

TAB security deposit	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

**10 ACCOUNTS PAYABLE AND OTHER PAYABLES**

Accounts payables	37,971	58,887
Subscriptions in advance	8,357	8,357
Income prepaid	-	11,453
Other payables	80,902	17,562
10(a)	<u>127,230</u>	<u>96,260</u>

**(a) Financial liabilities at amortised cost classified as trade and other payables**

Accounts and other payables		
- Total current	127,230	96,259
- Total non-current	-	-
	<u>127,230</u>	<u>96,259</u>

**DARLINGTON POINT CLUB LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	2022	2021
<b>11 PROVISIONS FOR EMPLOYEE BENEFITS</b>		
Opening balance at 1 October 2021	37,541	30,423
Provisions earned during the year	24,181	7,118
Balance at 30 September 2022	<u>61,722</u>	<u>37,541</u>
<b>Analysis of Total Provisions</b>		
Current	58,500	37,541
Non-current	3,222	-
	<u>61,722</u>	<u>37,541</u>

**Provision for Non-current Employee Benefits**

A provision has been recognised for employee entitlements relating to long service leave.  
The measurement and recognition criteria relating to employee benefits have been included in Note 1(f) to these financial statements.

**12 RESERVES**

Revaluation Reserve

The revaluation reserve records the revaluation of non-current assets.

**13 RELATED PARTY TRANSACTION**

Under IAS 24

Related party transactions with Director Bruce Watts, Watts United Pty Ltd

Amounts paid to related party for works carried out	12,401	12,181
Outstanding Balances	-	-
	<u>12,401</u>	<u>12,181</u>

**DARLINGTON POINT CLUB LTD**  
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**TRADING STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Note	2022 \$	2021 \$
<b>SALES</b>			
Sales		839,541	646,969
<b>LESS COST OF GOODS SOLD</b>			
Purchases		566,588	412,091
Freight		6,784	4,832
		<u>573,372</u>	<u>416,923</u>
<b>GROSS PROFIT</b>		<u>266,169</u>	<u>230,046</u>



**DARLINGTON POINT CLUB LTD**  
**ABN 46 001 068 702**

**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Note	2022 \$	2021 \$
<b>INCOME</b>			
Grant income		1,000	-
Jobkeeper		-	18,000
Covid payments		-	-
Commissions received		44,836	42,500
Interest received		1,323	167
Subscriptions and nominations		4,121	4,450
Rent received		26,764	27,017
Poker machine trading		1,014,518	628,439
Bingo receipts		14,261	12,469
Raffle receipts		51,014	41,689
Sports receipts		7,731	4,166
Cabin income		65,911	44,641
Catering income		38,002	18,188
Room hire		1,575	918
Grants received		28,633	17,180
Sundry income		29,032	1,581
Profit on sale of non-current assets		3,420	4,091
Worker Compensation Receipts		-	10,216
Gross profit from trading		266,169	230,046
		1,598,309	1,105,759
<b>LESS EXPENDITURE</b>			
Accounting fees		21,035	31,366
Advertising		6,542	4,078
Auditors' remuneration		10,000	10,000
Bad debts		-	1,985
Badge draw		4,273	4,500
Bank charges		4,699	5,153
Bar expenses		4,139	2,887
Bingo expenses		15,753	16,184
Board expenses		784	-
Bowls expenses		3,349	2,933
Cabin expenses		5,438	3,913
Cards and darts expenses		13,968	-
Catering expenses		20,036	12,044
Cleaning		10,266	10,830
Compliance fees		911	1,375
Computer software and maintenance		7,398	3,673
Courtesy bus		4,437	4,500
Data processing charges		8,168	12,021
Depreciation		135,579	102,813

**DARLINGTON POINT CLUB LTD**  
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**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	2022	2021
	\$	\$
Directors' remuneration	3,125	2,000
Donations	234	525
Electricity and gas	46,172	40,930
Entertainment members and guests	31,062	20,477
Fines & penalties	120	-
Freight and cartage	3,690	2,949
Fringe benefits tax	1,642	1,658
Fuel - outside	2,488	1,190
General expenses	3,898	-
Hire of plant and equipment	1,037	4,668
Insurance	57,931	63,583
Keno expenses	-	212
Manager expenses	1,070	2,220
Members expenses	2,625	3,033
Motor vehicle costs	2,789	4,384
Pool expenses	5,244	5,847
Poker machine expenses	39,790	16,198
Postage	383	1,162
Printing and stationery	6,830	8,830
Protective clothing and uniforms	926	226
Raffle expenses	39,522	40,369
Rates and water	12,478	7,743
Repairs and maintenance	82,924	56,868
Salaries and wages	422,990	375,161
Leave provision expenses	24,181	7,118
Security costs	432	3,507
Sports sponsorship	13,014	11,771
Staff training and welfare	1,018	2,145
Subscriptions	8,474	-
Sundry expenses		2,090
Super draw	10,045	5,091
Superannuation contributions	42,440	33,764
TAB expense	11,810	14,353
Telephone	7,697	5,864
Unders and overs - cash	2,498	7,638
Worker's compensation	21,043	12,914
	<u>1,188,394</u>	<u>996,740</u>
<b>NET OPERATING PROFIT (LOSS)</b>	<u><u>409,914</u></u>	<u><u>109,019</u></u>

## NOTES

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