

**INGLEBURN RSL SUB-BRANCH  
CLUB LIMITED  
ABN: 38 163 551 086**

**SUMMARY OF FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31ST DECEMBER, 2018**

**HARLEY, RUSSELL & DAY  
Chartered Accountants**

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**INGLEBURN RSL SUB-BRANCH CLUB LIMITED**  
ABN: 38 163 551 086

**SUMMARY OF FINANCIAL STATEMENTS**  
**31ST DECEMBER, 2018**

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# **INGLEBURN RSL SUB-BRANCH CLUB LIMITED**

ABN: 38 163 551 086

**FOR THE YEAR ENDED 31ST DECEMBER 2018**

## **SUMMARY OF FINANCIAL STATEMENTS**

The financial statements and other specific disclosures have been derived from Ingleburn RSL Sub-Branch Club Limited full financial report for the financial year ended 31<sup>st</sup> December, 2018. Other information in the Summary of Financial Statements is consistent with the Company's full financial report.

The Summary of Financial Statements does not, and cannot be expected to, provide full an understanding of financial performance, financial position and financing and investing activities of the Company as the full financial report.

A copy of the Company's 2018 Annual Financial Report, including the independent audit report, is available to all members, and will be sent to members without charge upon application to the Company's Secretary Manager.

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

ABN: 38 163 551 086

## DIRECTORS' REPORT

Your Directors present their report on the Club for the financial year ended 31<sup>st</sup> December, 2018.

### DIRECTORS

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

Terry Goldsworthy  
Ray Williams  
Warren Verity

Ray O'Neill  
Geoffrey Grimes  
x Craig Hughes

Vince Vincent  
\* Polly Grundy  
+ Tony Rankin

\* Appointed 23<sup>rd</sup> January 2018

+ Appointed 19<sup>th</sup> April 2018

x Ceased 19<sup>th</sup> April 2018

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

### COMPANY SECRETARY

The person who held the position of the Company Secretary at the end of the financial year was Mr Glenn Cushion. Mr Cushion has extensive experience in The Club industry and is also the Chief Executive Officer of the Company.

### PRINCIPAL ACTIVITIES

The principal continuing activity of the Company consisted of: Maintaining a Licensed Club for Members.

### MEMBERS

The number of Members of the Club registered in the Register of Members at the date of this report is:

	<u>2018</u>	<u>2017</u>
Honorary Life Members	9	9
Service Members	240	255
Social Members	17,757	16,689
Affiliated Members	-	1
	<u>18,006</u>	<u>16,954</u>

### OPERATING RESULTS

The Net Profit from Trading for the year (after no Provision for Income Tax) amounted to \$3,399,538 (2017: Profit \$2,756,931 after Income Tax of \$NIL) and after charging Depreciation and Amortization \$2,811,230 (2017: \$2,385,162).

### DIVIDENDS

The Company is a non-profit reporting entity not permitted by its constitution to pay a dividend.

### REVIEW OF OPERATIONS

Movements in significant items of Revenue are as follows:-

	<u>2018</u>	<u>2017</u>	<u>Increase/ (Decrease)</u>	<u>%</u>
Poker Machine Net Profit	9,857,367	8,546,661	1,310,706	15.34
Bar Net Profit	504,340	730,744	(226,404)	(30.16)
Overhead Operating Expenses	7,666,106	6,726,466	939,640	13.97

### SIGNIFICANT CHANGES IN STATE OF AFFAIRS

During the year, no significant changes occurred in the state of the financial affairs of the Company.

### ENVIRONMENTAL REGULATION

The Club's operations are subject to various environmental regulations under both Commonwealth and State legislation. The Directors are not aware of any breaches of the legislation during the financial year, which are material in nature.

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

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## DIRECTORS' REPORT

### EVENTS SUBSEQUENT TO BALANCE DATE

In respect to the lease from the sub-branch:

- a. The Club (Ingleburn RSL Sub-Branch Club Ltd) has written to the Ingleburn RSL Sub-Branch with an Expression of Interest (EOI) to purchase their property located at 70 Chester Road, Ingleburn NSW 2565 (the Club premises). The Ingleburn RSL Sub-Branch wrote to the Club in January 2019 and has tabled a monetary amount they are seeking to sell the Club. At this time, a sale is subject to Ingleburn RSL Sub-Branch members' approval. The Club has accepted that offer and is in the process of working through the terms and conditions of the contract and financing with IMB Bank.
- b. The lease with the Ingleburn RSL Sub-Branch expired on the 31<sup>st</sup> December 2018. The Club continues tenancy on a month to month basis as per clause 16.1 in the expired lease. The club has been advised by the Sub-Branch a new 5 year lease can be expected in February 2019, to be signed by both parties, registered and be in place until the sale of the property to Ingleburn RSL Sub-Branch Club Limited occurs.

Apart from the above, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the entity, the results of those operations or the state of affairs of the economic entity in subsequent financial years.

### INFORMATION ON DIRECTORS

<u>Name</u>	<u>Position</u>	<u>Meetings Called</u>	<u>Meetings Attended</u>	<u>Special Responsibilities</u>	<u>Experience</u>
Terry Goldsworthy	Chairman	14	13	Chairman of the Board Chairman of Sub-Committees	Director 16 years
Ray Williams	Vice President	14	13	Building & Future Planning Committee Audit Risk & Compliance Remuneration Committee	Director 23 years
Warren Verity	Vice President	14	14	Building & Future Planning Committee Disciplinary Committee Remuneration Committee Publicity Officer and Presentations	Director 12 years Previous exp. 9 years
Vince Vincent	Treasurer	14	13	Disciplinary Committee Audit Risk & Compliance Welfare Officer Clubs NSW Delegate (Alternate Delegate)	Director 12 years
Geoffrey Grimes	Director	14	13	Building & Future Planning Committee Audit Risk & Compliance Membership Committee Clubs NSW Delegate	Director 5 years
Ray O'Neill	Director	14	13	Membership Committee Disciplinary Committee Sports Council Delegate Youth Club Committee RSL Association Delegate	Director 13 years
Craig Hughes	Director	5	4	Building & Future Planning Committee Audit Risk & Compliance RSL Association (Alternate Delegate) Ceased 19 April 2018	Director 3 years
Polly Grundy	Director	12	12	Appointed 23 January 2018	Director 1 year
Tony Rankin	Director	9	9	Building & Future Planning Committee Audit Risk & Compliance RSL Association (Alternate Delegate) Appointed 19 April 2018	Director 1 year Previous exp. 22 years

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

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## DIRECTORS' REPORT

### FUTURE DEVELOPMENTS

The only proposed future development has been fully set out in the Directors Report on page 2, under Events Subsequent to Balance Date.

### DIRECTORS BENEFITS

Since the end of the previous financial year no Director has received or become entitled to receive any benefit by reason of a contract between the Club and themselves or with a firm of which he has a substantial financial interest.

### OBJECTIVES

#### Short term

Providing for members and guests a social sporting club with all the usual facilities of a club and to assist generally in the promotion and propagation sports and a meeting place for community groups. Other short term objectives are as follows:

1. To continue to provide a high level of members facilities.
2. To remain proactive in dealing with continual changing industry legislation.
3. To increase Club membership.
4. To increase the Club's awareness in the local community.
5. To remain profitable and reduce financial debt.

#### Long Term

To sustain our position as the leading provider of a social entertainment in Ingleburn to ensure our long term support of sports and the wider community in that region and beyond. Other long term objectives are as follows:

1. To maximise and further endorse the Club's Anzac traditions.
2. To further upgrade members facilities in line with market trends and member expectations.
3. To remain profitable with the vision to diversify the Club's assets into other streams of income where viable.
4. To continue to provide the members and the community with a social hub for their entertainment.

#### The entity strategies for achieving the short and long term objectives were:

Principal strategies include:

1. Maximising advantage from our property holdings,
2. Maximising advantage from marketing opportunities,
3. Offering a broad range of entertainment offerings,
4. Maintaining high customer service standards,
5. Continuing to market the Club to the broader community,
6. Ensuring the Club's human resources remain trained and committed to the Club's objectives,
7. Increasing membership to ensure the Club's income levels continue to grow, and
8. Reviewing the continual performance of the Club to ensure objectives are being met and that the existing objectives remain valid.

#### How these activities assist in achieving the objectives

The activities carried out by the Club during the year assisted in achieving the Club's objectives by ensuring that the Club's income streams remained consistent. The completion of upgrading facilities also added to the Club's ability to achieve its ongoing objectives.

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

ABN: 38 163 551 086

## DIRECTORS' REPORT

### Performance measurement and key performance indicator

Performance is assessed regularly against relevant internal and industry benchmarks enabling assessment as to whether strategic initiatives have been effective in achieving company short and long term objectives. To further ensure the Club's objectives are being met the following performance measures are in place:

Key Performance Indicators are monitored in areas such as beverage, gaming and human resource costs. Industry comparisons are also reviewed on a regular basis. Overall business EBITDA is reviewed on a regular basis. Club objectives are also reviewed to measure as to whether they are being met within reasonable timeframes.

### Members Limited 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.

### DIRECTORS AND AUDITORS INDEMNIFICATION

The Club has not, during or since the financial year, in respect to any person who has been an Officer or Auditor of the Company:-

- Indemnified or made any relevant agreement for indemnifying against a liability as an Officer or Auditor, including costs and expenses in successfully defending legal proceedings; or
- Paid or agreed to pay a premium in respect of a contract ensuring against a liability incurred as an Officer or Auditor for the costs or expenses to defend proceedings;


Directors' indemnity premiums have been provided for and paid for by the Company during the year at a cost of \$5,058.00 for Directors' and Officers' Liability Insurance. The insurance is in respect of legal liability for damages and legal costs to a maximum of \$1,000,000 arising from claims made by reason of any omissions or acts (other than dishonesty) by them whilst acting as Directors or Officers of the Company.

### AUDITOR'S INDEPENDENT DECLARATION

The Auditor's Independent Declaration for the year ended 31<sup>st</sup> December 2018 has been received and can be found on page 5 of this report.

**Dated at Ingleburn this 19th day of February 2019**

**In accordance with a resolution of the Directors**

  
.....  
**TERRY GOLDSWORTHY**  
President

  
.....  
**WARREN VERITY**  
Vice President

**INGLEBURN RSL SUB-BRANCH CLUB LIMITED**

ABN: 38 163 551 086

**AUDITOR'S INDEPENDENT DECLARATION**  
**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**  
**TO THE DIRECTORS OF INGLEBURN RSL SUB-BRANCH CLUB LIMITED**

I declare to the best of my knowledge and belief, during the year ended 31st December, 2018 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporation Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**DATED AT INGLEBURN**  
**THIS 18<sup>TH</sup> DAY OF**  
**FEBRUARY 2019**

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

**GARRY WILLIAM DAY**  
Registered Company Auditor



# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

ABN: 38 163 551 086

## DISCUSSION & ANALYSIS AS AT 31ST DECEMBER 2018

### STATEMENT OF COMPREHENSIVE INCOME

The entity's total revenue has increased by \$642,607 (23.31%) since the prior year. Whilst total expenses have increased by \$1,133,486 (8.02%) resulting in a net profit after tax of \$3,399,538 (income tax: \$NIL) compared to \$2,756,931 (income tax: \$NIL) for the previous year.

Individual items that have impacted the 2018 result include:

- Net clearances from poker machines increased by \$1,528,694.
- Gaming duty increased by \$436,978.
- Interest received decreased to \$112,188.
- Bar sales have decreased by \$157,356.
- Cost of sales has decreased by \$33,124 as a result of decrease in sales before discounts and advantage points.
- Bar Gross Profit percentage decreased from 61.98 % to 60.83%.
- Entertainment, marketing and promotional costs increased by \$152,934.
- Employee benefit expenses increased by \$489,246.
- Depreciation and amortisation expenses increased by \$426,068.
- Donation expenses decreased by \$41,252.

### STATEMENT OF FINANCIAL POSITION

The entity's net assets have increased by \$3,399,538 or 17.38% since the previous year consisting of an increase in total assets of \$1,329,906 and a \$2,069,632 decrease in total liabilities.

This increase/decrease in net assets for the year is mainly attributed to:

- Increase in plant and equipment including leasehold improvements was \$3,538,646, the total amount after adding back the difference for depreciation and amortisation of \$2,811,230.
- Decrease in receivables of \$227,988.
- Increase in cash and cash equivalents by \$839,564.
- Decrease in inventories by \$9,086.
- Increase in employee benefits provision of and Income Tax Provision of \$94,824.
- Decrease in membership subscriptions in advance of \$4,000.

### CASH FLOW STATEMENT

Operating activities provided net cash flow of \$6,146,668, an increase of \$901,768 or 17.2% when compared to the previous year.

Net cash used in investing activities of \$3,538,646 related to payments for property, plant and equipment including capital works, renovations, leasehold improvements and the purchase of investment property.

As a result of these cash flows, the net cash held during the year increased by \$839,564 compared to the previous year's decrease of \$1,921,539.

Cash at year end was \$5,837,158 compared to \$4,997,594 in the prior year.

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

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## PROFIT & LOSS ACCOUNT AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	\$	\$
<b>Revenue from Continuing Operations</b>		
Sale of Goods	2,318,937	2,476,293
Rendering of services	18,321,316	16,299,547
Other Revenue	928,201	616,758
Total Revenue from continuing operations	21,568,454	19,392,598
Cost of Sales	(908,417)	(941,542)
Donations	(57,876)	(99,128)
Directors' expenses	(62,452)	(72,677)
Employment Benefits expenses	(4,446,648)	(3,957,402)
Entertainment, marketing and promotional costs	(1,275,954)	(1,123,020)
Poker machine licences and taxes	(4,071,026)	(3,634,047)
Occupancy expenses	(348,957)	(335,774)
Other expenses from ordinary activities	(4,100,202)	(3,974,456)
Total Expenses	(15,271,532)	(14,138,046)
Earnings before borrowing costs, tax, depreciation and amortisation	6,296,922	5,254,552
Depreciation and amortisation	(2,811,230)	(2,385,162)
Borrowing Costs	(86,154)	(112,459)
<b>Profit before Income Tax</b>	3,399,538	2,756,931
Income tax expense relating to ordinary activities	-	-
<b>Profit from continuing operations after Income Tax</b>	3,399,538	2,756,931
Other Comprehensive Income	-	-
<b>Total Comprehensive Income for the year</b>	3,399,538	2,756,931

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

ABN: 38 163 551 086

## STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2018

	2018	2017
	\$	\$
<b>CURRENT ASSETS</b>		
Cash assets	5,837,158	4,997,594
Receivables	274,970	502,958
Inventories	85,007	94,093
<b>TOTAL CURRENT ASSETS</b>	<u>6,197,135</u>	<u>5,594,645</u>
<b>NON-CURRENT ASSETS</b>		
Property, Plant & Equipment	12,612,786	11,885,370
Intangibles	987,663	987,663
Investment Property	5,094,711	5,094,711
<b>TOTAL NON-CURRENT ASSETS</b>	<u>18,695,160</u>	<u>17,967,744</u>
<b>TOTAL ASSETS</b>	<u>24,892,295</u>	<u>23,562,389</u>
<b>CURRENT LIABILITIES</b>		
Payables	1,188,543	1,584,541
Provisions	573,717	478,893
Borrowing	378,504	378,504
<b>TOTAL CURRENT LIABILITIES</b>	<u>2,140,764</u>	<u>2,441,938</u>
<b>NON-CURRENT LIABILITIES</b>		
Borrowing	310,605	2,079,063
<b>TOTAL NON-CURRENT LIABILITIES</b>	<u>310,605</u>	<u>2,079,063</u>
<b>TOTAL LIABILITIES</b>	<u>2,451,369</u>	<u>4,521,001</u>
<b>NET ASSETS</b>	<u>22,440,926</u>	<u>19,041,388</u>
<b>EQUITY</b>		
Asset Revaluation Reserve	406,060	406,060
Retained Profits	22,034,866	18,635,328
<b>TOTAL EQUITY</b>	<u>22,440,926</u>	<u>19,041,388</u>

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

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## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	\$	\$
<b>NOTE 1.</b>		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	23,545,997	21,253,962
Payments to suppliers and employees	(17,561,331)	(16,059,876)
Interest received	163,002	50,814
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>	<u>6,147,668</u>	<u>5,244,900</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for plant, equipment and leasehold improvements	(3,538,646)	(4,529,295)
Purchase of investment property Leppington	-	(5,094,711)
<b>NET CASH OUTFLOW FROM INVESTING ACTIVITIES</b>	<u>(3,538,646)</u>	<u>(9,624,006)</u>
 <b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Borrowing - Bank	-	2,992,500
Loan Repayments	(1,768,458)	(534,933)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<u>(1,768,458)</u>	<u>2,457,567</u>
 Net increase/(decrease) in cash held	839,564	(1,921,539)
Cash at the beginning of the financial year	<u>4,997,594</u>	<u>6,919,133</u>
Cash at the end of the financial year	<u><u>5,837,158</u></u>	<u><u>4,997,594</u></u>

Core Assets

Ingleburn Leasehold at 70 Chester Road is considered to be core property.

All other property is non core property as defined under the registered Clubs Act 1976 Section 41J.

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

ABN: 38 163 551 086

## NOTES TO THE FINANCIAL STATEMENTS SUMMARY OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

### 2 Summary of Significant Accounting Policies

The Summary Financial Statements have been prepared from the audited financial report of Ingleburn RSL Sub-Branch Club Limited for the year ended 31<sup>st</sup> December 2018. The audited report for the year ended 31<sup>st</sup> December 2018 is available at request from Ingleburn RSL Sub-branch Club Limited.

The financial statements, specific disclosures and other information included in the summary of financial statements are derived from and are consistent with the full financial report of Ingleburn RSL Sub-Branch Club Limited. The summary of financial statements cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of Ingleburn RSL Sub-Branch Club as a full financial report.

The financial report of Ingleburn RSL Sub-Branch Club Limited complies with all Australian equivalents and the new-Reduced Disclosure Requirements. The presentation currency used in this summary of financial statements is in Australian dollars.

It has been prepared on the basis of historic costs and except where stated, does not take into account changing money values or fair values of non-current assets.

The accounting policies have been consistently applied by the Company and are consistent with those in the previous year.

Where necessary, comparative information has been reclassified to achieve consistency with current year amounts and other disclosures.

A full description of the accounting policies adopted by the Company may be found in the Company's full financial report.

### 3 Statement of Changes in Equity

	<u>2018</u>	<u>2017</u>
Equity at beginning of year	19,041,388	16,284,457
Net Profit	<u>3,399,538</u>	<u>2,756,931</u>
Total Equity at end of year	<u>\$22,440,926</u>	<u>\$19,041,388</u>

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

ABN: 38 163 551 086

## NOTES TO THE FINANCIAL STATEMENTS SUMMARY OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

### 4 Contingent liabilities

The Directors are not aware of any circumstances or information which would lead them to believe that any contingent liabilities will crystallise and consequently no provisions are included in the accounts.

### 5 Security Deposit

The company has a security deposit totalling \$5,000 with the Totalizator Agency Board.

### 6 Mutuality Principle

Ingleburn RSL Sub-Branch Club Limited 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 or association, eg poker machines, bar and dining room service in the case of social clubs. The Commissioner of Taxation accepts this method of calculating income as appropriate for recognised clubs and associations such as Ingleburn RSL Sub-Branch Club Limited.

Following the recent Full Federal Court decision in *Coleambally Irrigation Mutual Co-operative Limited v FCT* [2004] FCAFC 250, Tax Laws Amendment (2005 Measures No. 6) Bill 2005 was tabled in Parliament on 7 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 from contributions and payments received from members.

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

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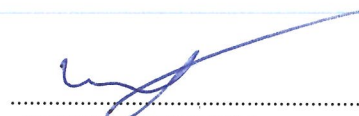
## DIRECTORS' DECLARATION

The Directors of Ingleburn RSL Sub-Branch Club Limited declare that the summary of financial statements of the entity for the financial year ended 31<sup>st</sup> December 2018 as set out on pages 1 to 11:

- (a) Complies with Accounting policies disclosed in Note 2.
- (b) Is an extract from the full financial report for the year ended 31<sup>st</sup> December 2018 and has been derived from and is consistent with the full financial report.

**This declaration is made in accordance with a resolution of the Board of Directors.  
Dated at Ingleburn this 19<sup>th</sup> day of February 2019.**

  
.....  
**TERRY GOLDSWORTHY**  
President

  
.....  
**WARREN VERITY**  
Vice President

# INGLEBURN RSL SUB-BRANCH CLUB LIMITED

ABN: 38 163 551 086

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INGLEBURN RSL SUB-BRANCH CLUB LIMITED

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Ingleburn RSL Sub-Branch Club Limited (the Company), which comprises the statement of financial position as at 31<sup>st</sup> December 2018, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration.

In our opinion the accompanying financial report of Ingleburn RSL Sub-Branch Club Limited, is in accordance with the *Corporations Act 2001*, including:

- (a) Giving a true and fair view of the company's financial position as at 31<sup>st</sup> December 2018, and of its financial performance for the year then ended; and
- (b) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

#### Basis for Opinion

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 set out under Auditing Standard ASA 700. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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 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 the auditor's report.

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

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### Audit Qualification

At the date of signing this report the Ingleburn RSL Sub-Branch Club Limited lease with the Sub-Branch will expire on 31<sup>st</sup> December 2018. At present no new lease has been entered into. This is fully set out in your Directors' Report, under 'Events Subsequent to Balance Date'. In the event a new lease cannot be effected, the realization value of the leasehold improvements and plant and equipment would not realise their book value. We cannot form an opinion on the amount they would realise.



**INGLEBURN RSL SUB-BRANCH CLUB LIMITED**

ABN: 38 163 551 086

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF**  
**INGLEBURN RSL SUB-BRANCH CLUB LIMITED**

**Other Information**


The Directors are responsible for the other information. The other information comprises the information contained in the Ingleburn RSL Sub-Branch Club Limited Annual Report (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 and will 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 identified above 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.

Based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is no material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**DATED AT SYDNEY**  
**THIS 20<sup>TH</sup> DAY OF**  
**FEBRUARY 2019**

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

**GARRY WILLIAM DAY**  
Registered Company Auditor