

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED

ABN 56 000 144 963

AND CONTROLLED ENTITY

FINANCIAL REPORT

YEAR ENDED 30 JUNE 2012

DIRECTORS' REPORT

AUDITOR'S INDEPENDENCE DECLARATION

STATEMENT OF FINANCIAL POSITION

STATEMENT OF COMPREHENSIVE INCOME

STATEMENT OF CASHFLOWS

STATEMENT OF CHANGES IN EQUITY

NOTES TO THE FINANCIAL STATEMENTS

INDEPENDENT AUDITOR'S REPORT

DIRECTORS' DECLARATION

REPORT ON OTHER INFORMATION

DETAILED TRADING STATEMENTS

DETAILED INCOME AND EXPENDITURE STATEMENTS

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2012

Your directors present their report on the company and its controlled entity for the financial year ended 30 June 2012.

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

| | |
|-------------------|--------------------|
| James Battese | Anthony H Cuskelly |
| Bradley J Birney | Francis J McKey |
| John Z Black | William J McMahon |
| Peter A Comerford | Geoffrey Scofield |
| Neil A Crouch | |

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

Principal Activities

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

- the operation of a licensed club and;
- landlords of a shopping centre.

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

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

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

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

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

Information on Directors

| Director | Qualifications & Experience | Special Responsibility |
|--------------------|--|-------------------------------|
| James A Battese | Storeman | Director |
| John Z Black | Pharmacist | Director & Treasurer |
| Bradley J Birney | Marketing Manager | Director |
| Peter A Comerford | Solicitor | Director |
| Neil A Crouch | Retired | Director |
| Anthony H Cuskelly | Manager | Director |
| Francis J McKey | Monumental Mason | Director & Vice President |
| William J McMahon | Civil Engineer | Director & President |
| Geoffrey Scofield | Manager | Director & Vice President |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2012

Meeting of Directors

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

| | Directors Meetings | |
|--------------------|----------------------------------|------------------------|
| | Number Eligible to Attend | Number Attended |
| James A Battese | 19 | 19 |
| John Z Black | 19 | 13 |
| Bradley J Birney | 19 | 18 |
| Peter A Comerford | 19 | 17 |
| Neil A Crouch | 19 | 19 |
| Anthony H Cuskelly | 19 | 12 |
| Francis J McKey | 19 | 19 |
| William J McMahan | 19 | 13 |
| Geoffrey Scofield | 19 | 18 |

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company. At 30 June 2012, the total amount that members of the company are liable to contribute if the company is wound up is \$10,336 (2011: \$10,548).

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2012 has been received and is enclosed with the financial report.

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

W J McMahan
Director

Dated this 18th day of October 2012.



Thomas Noble & Russell
Accountants | Auditors | Business Advisers

Lismore, 18th October 2012

The Board of Directors
Casino Returned Servicemen's Memorial Club Ltd
162 Canterbury Street
CASINO NSW 2470

AUDITOR'S INDEPENDENCE DECLARATION

This declaration is made in connection with our audit of the financial statements of Casino Returned Servicemen's Memorial Club Ltd and controlled entity for the year ended 30 June 2012 and in accordance with the provisions of the Corporations Act 2001.

We declare that, to the best of our knowledge and belief, there have been:

- No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to this audit;
- No contraventions of the Code of Professional Conduct of the Institute of Chartered Accountants in Australia in relation to this audit.

Yours faithfully

THOMAS NOBLE & RUSSELL

A handwritten signature in black ink, appearing to read 'K R Franey'.

K R FRANEY (Partner)
Registered Company Auditor

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

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2012

| | Notes | Consolidated Group | |
|---|-------|---------------------------|-----------------------|
| | | 2012 | 2011 |
| | | \$ | \$ |
| Revenue | 2 | 7,732,083 | 7,625,567 |
| Cost of Goods Sold | | (1,036,623) | (1,015,115) |
| Employee Benefits Expense | | (1,928,292) | (2,060,742) |
| Depreciation and Amortisation Expense | | (932,145) | (984,924) |
| Gaming Expenses | | (1,020,867) | (1,061,829) |
| Other Expenses | | (1,974,570) | (2,003,942) |
| Finance Costs | | (186,324) | (207,232) |
| Profit Before Income Tax | | <u>653,262</u> | <u>291,783</u> |
| Income Tax Expense | 3 | (12,398) | 5,445 |
| Profit Attributable to Members of the Company | | <u>640,864</u> | <u>297,228</u> |
| Other Comprehensive Income | | <u>-</u> | <u>-</u> |
| Total Comprehensive Income | | <u><u>640,864</u></u> | <u><u>297,228</u></u> |

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

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

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2012

| | Notes | Consolidated Group | |
|--------------------------------------|-------|---------------------------|-------------------|
| | | 2012 | 2011 |
| | | \$ | \$ |
| CURRENT ASSETS | | | |
| Cash and Cash Equivalents | 4 | 582,056 | 457,280 |
| Trade and Other Receivables | 5 | 49,603 | 87,699 |
| Inventories | 6 | 109,631 | 106,312 |
| Other Assets | 7 | 173,756 | 160,040 |
| | | <u> </u> | <u> </u> |
| TOTAL CURRENT ASSETS | | <u>915,046</u> | <u>811,331</u> |
| NON-CURRENT ASSETS | | | |
| Property, Plant and Equipment | 8 | 15,053,186 | 14,379,279 |
| Intangible Assets | 9 | 1,080,915 | 1,080,915 |
| Deferred Tax Assets | 10 | 60,251 | 78,272 |
| | | <u> </u> | <u> </u> |
| TOTAL NON-CURRENT ASSETS | | <u>16,194,352</u> | <u>15,538,466</u> |
| TOTAL ASSETS | | <u>17,109,398</u> | <u>16,349,797</u> |
| CURRENT LIABILITIES | | | |
| Trade and Other Payables | 12 | 1,131,915 | 783,902 |
| Borrowings | 13 | 998,858 | 1,049,282 |
| Current Tax Liabilities | 14 | 21,469 | - |
| Provisions | 15 | 107,072 | 120,532 |
| Other Liabilities | 16 | 94,753 | 86,552 |
| | | <u> </u> | <u> </u> |
| TOTAL CURRENT LIABILITIES | | <u>2,354,067</u> | <u>2,040,268</u> |
| NON-CURRENT LIABILITIES | | | |
| Borrowings | 13 | 2,112,056 | 2,267,056 |
| Deferred Tax Liabilities | 14 | 2,844 | 43,488 |
| Provisions | 15 | 36,055 | 35,473 |
| | | <u> </u> | <u> </u> |
| TOTAL NON-CURRENT LIABILITIES | | <u>2,150,955</u> | <u>2,346,017</u> |
| TOTAL LIABILITIES | | <u>4,505,022</u> | <u>4,386,285</u> |
| NET ASSETS | | <u>12,604,376</u> | <u>11,963,512</u> |
| EQUITY | | | |
| Retained Earnings | | <u>12,604,376</u> | <u>11,963,512</u> |
| TOTAL EQUITY | | <u>12,604,376</u> | <u>11,963,512</u> |

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

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

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group Retained Earnings \$ |
|--------------------------------|--|
| Balance at 30 June 2010 | 11,666,284 |
| Profit for the year | <u>297,228</u> |
| Balance at 30 June 2011 | 11,963,512 |
| Profit for the year | <u>640,864</u> |
| Balance at 30 June 2012 | <u><u>12,604,376</u></u> |

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

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

STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|---|---------------------------|--------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| Cash Flows From Operating Activities | | |
| Receipts From Customers | 8,304,829 | 8,270,901 |
| Payments to Suppliers and Employees | (6,797,994) | (6,929,220) |
| Interest Received | 22 | 1,099 |
| Other Receipts | 210,435 | 154,916 |
| Interest Paid | (186,324) | (207,232) |
| Income Tax (Paid)/Refunded | 23,139 | (35,303) |
| Net Cash Provided by Operating Activities | <u>1,554,107</u> | <u>1,255,161</u> |
| Cash Flows From Investing Activities | | |
| Payment for Property, Plant & Equipment | (1,268,165) | (1,432,161) |
| Proceeds from Sales of Plant & Equipment | 44,258 | 16,364 |
| Net Cash (Used in) Investing Activities | <u>(1,223,907)</u> | <u>(1,415,797)</u> |
| Cash Flows From Financing Activities | | |
| Chattel Finance Repaid | - | (1,972) |
| Repayment of Borrowings | (205,424) | (404,846) |
| Net Cash Provided By / (Used in) Financing Activities | <u>(205,424)</u> | <u>(406,818)</u> |
| Net Increase / (Decrease) in Cash Held | 124,776 | (567,454) |
| Cash and Cash Equivalents at the Beginning of the Financial Year | 457,280 | 1,024,734 |
| Cash and Cash Equivalents at the End of the Financial Year | <u>582,056</u> | <u>457,280</u> |

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

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

These financial statements include the consolidated financial statements and notes of Casino Returned Servicemen's Memorial Club Limited and RSM Properties Pty Ltd. Casino Returned Servicemen's Memorial Club Limited is a company limited by guarantee which is incorporated and domiciled in Australia. The financial statements were authorised for issue by the Directors on 18th October, 2012.

Basis of Preparation

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

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

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

Significant Accounting Policies

a) Principles of Consolidation

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

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

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

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

b) Income Tax

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

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

b) Income Tax (Cont'd)

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

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

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

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

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

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

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

c) Inventories

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

d) Property, Plant and Equipment

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

Property

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

Plant and Equipment

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

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

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

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

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

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

Depreciation

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

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

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

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

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

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

e) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, that are transferred to entities in the consolidated group, are classified as finance leases.

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

e) Leases (Cont'd)

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

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

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

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

f) Financial Instruments

Recognition

Financial instruments are initially measured at fair value. Subsequent to initial recognition these instruments are measured as set out below.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Impairment

At each reporting date, the company assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the income statement.

g) Intangible Assets

Poker machine entitlements have been recognised in the balance sheet at their fair value at the date of the grant which has been deemed to be their cost as at 1 July 2004. Poker machine entitlements continue to be carried at cost in the statement of financial position and are subject to an annual impairment test. Poker machine licences purchased are recorded at their cost. All poker machine licences are not amortised as the directors' consider each licence to have an indefinite life.

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

h) Employee Benefits

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

i) Provisions

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

j) Cash and Cash Equivalents

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

k) Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

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).

l) Trade and Other Receivables

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

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

m) Trade and Other Payables

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

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

n) Finance Costs

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

o) Goods and Services Tax (GST)

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

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

p) Comparative Figures

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

q) Critical Accounting Estimates and Judgements

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

Key Estimates - Impairment

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

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|---|---------------------------|------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| NOTE 2 - REVENUE | | |
| Revenue From Continuing Operations | | |
| Operating Activities | | |
| Sale of Goods | 2,246,636 | 2,187,330 |
| Interest Revenue | 22 | 1,099 |
| Rental Income | 895,164 | 841,919 |
| Gaming | 4,398,956 | 4,440,303 |
| Subscriptions | 71,962 | 74,846 |
| Other | 119,343 | 80,070 |
| | <u>7,732,083</u> | <u>7,625,567</u> |

NOTE 3 - INCOME TAX EXPENSE

The prima facie tax payable on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:

| | | |
|---|----------------|----------------|
| Prima facie tax payable on profit from ordinary activities before income tax at 30% (2011: 30%) | 195,979 | 87,535 |
| | <u>195,979</u> | <u>87,535</u> |
| Less - Tax effect of mutual income tax provisions | 183,581 | 92,980 |
| | <u>183,581</u> | <u>92,980</u> |
| Income tax expense | <u>12,398</u> | <u>(5,445)</u> |
| The applicable weighted average | 2% | (2%) |

NOTE 4 - CASH AND CASH EQUIVALENTS

| | | |
|--------------------------|----------------|----------------|
| Cash at Bank and On Hand | <u>582,056</u> | <u>457,280</u> |
|--------------------------|----------------|----------------|

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|---|---------------------------|----------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| NOTE 5 - TRADE AND OTHER RECEIVABLES | | |
| Current | | |
| Trade Receivables | 42,624 | 44,029 |
| Less Provision for Impairment | - | - |
| | <u>42,624</u> | <u>44,029</u> |
| Income tax receivable | <u>6,979</u> | <u>43,670</u> |
| | <u><u>49,603</u></u> | <u><u>87,699</u></u> |
| NOTE 6 - INVENTORIES | | |
| Current | | |
| At Cost | | |
| Finished Goods held for resale | <u>109,631</u> | <u>106,312</u> |
| NOTE 7 - OTHER ASSETS | | |
| Current | | |
| Prepaid Expenditure | <u>173,756</u> | <u>160,040</u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|---|------------------------------|------------------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| NOTE 8 - PROPERTY, PLANT & EQUIPMENT | | |
| <i>Land</i> | | |
| Freehold Land - at cost | <u>1,932,438</u> | <u>1,621,806</u> |
| <i>Buildings</i> | | |
| Buildings - at cost | 13,821,305 | 13,778,412 |
| Less Accumulated Depreciation | <u>(4,269,860)</u> | <u>(3,800,579)</u> |
| | <u>9,551,445</u> | <u>9,977,833</u> |
| <i>Work in Progress</i> | | |
| Work in Progress - at cost | <u>796,662</u> | <u>-</u> |
| <i>Plant and Equipment</i> | | |
| Plant and Equipment - at cost | 7,441,627 | 6,941,504 |
| Less accumulated depreciation | <u>(4,668,986)</u> | <u>(4,161,864)</u> |
| | <u>2,772,641</u> | <u>2,779,640</u> |
| Total Property, Plant and Equipment | <u><u>15,053,186</u></u> | <u><u>14,379,279</u></u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 8 - PROPERTY, PLANT & EQUIPMENT (CONT'D)

a) **Movements in Carrying Amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

| | Land | Buildings and work in progress | Plant & Equipment | Total |
|--|------------------|---|----------------------------------|-------------------|
| | \$ | \$ | \$ | \$ |
| Balance at the beginning of the year | 1,621,806 | 9,977,833 | 2,779,640 | 14,379,279 |
| Additions | 310,632 | 839,555 | 500,123 | 1,650,310 |
| Disposals | - | - | 44,258 | 44,258 |
| Depreciation expense and write-downs | - | 469,281 | 462,864 | 932,145 |
| Carrying amount at the end of the year | <u>1,932,438</u> | <u>10,348,107</u> | <u>2,772,641</u> | <u>15,053,186</u> |

Consolidated Group
2012 **2011**
\$ **\$**

NOTE 9 - INTANGIBLE ASSETS

| | | |
|--------------------------------------|------------------|------------------|
| Poker Machine Entitlements - at cost | 1,080,000 | 1,080,000 |
| Formation expenses - at cost | 915 | 915 |
| | <u>1,080,915</u> | <u>1,080,915</u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|---|---------------------------|---------------|
| | 2012 | 2011 |
| | \$ | \$ |
| NOTE 10 - DEFERRED TAX ASSETS | | |
| Deferred Tax Assets | <u>60,251</u> | <u>78,272</u> |
| The deferred tax assets comprise: | | |
| Provisions | 13,908 | 19,523 |
| Tax losses carried forward | - | 46,476 |
| Unearned revenue and accrued expenses | 12,625 | 12,273 |
| Property, Plant & Equipment | <u>33,718</u> | <u>-</u> |
| | <u>60,251</u> | <u>78,272</u> |
| Deferred tax assets not recognised, the benefits of which will only be realised if the conditions for deductibility set out in Note 1(b) occur: | | |
| Capital losses | <u>46,769</u> | <u>46,769</u> |

NOTE 11 - CONTROLLED ENTITY

Controlled Entity Consolidated

Subsidiaries of Casino Returned Servicemen's Memorial Club Ltd:

- RSM Properties Pty Ltd

Country of Incorporation: Australia

Date of Incorporation: 31 May 2002

Percentage owned: 100%

NOTE 12 - TRADE AND OTHER PAYABLES

Current

| | | |
|----------------------------------|------------------|----------------|
| Trade & Other Payables | 965,979 | 580,001 |
| Employee Benefits - Annual leave | <u>165,936</u> | <u>203,901</u> |
| | <u>1,131,915</u> | <u>783,902</u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|--------------------------------------|--|------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| NOTE 13 - BORROWINGS | | |
| Current | | |
| Bank Overdraft Secured | 81,552 | 192,282 |
| Bank Bill Secured | 538,306 | 307,000 |
| Bank Loan Secured | 550,000 | 550,000 |
| | <u>1,169,858</u> | <u>1,049,282</u> |
| Non-Current | | |
| Bank Bill Secured | <u>1,941,056</u> | <u>2,267,056</u> |
| Security | | |
| a) | The bank overdraft, loan and bills are secured by a registered first mortgage over the freehold properties of RSM Properties Pty Ltd and a floating charge over the assets and undertaking of Casino Returned Servicemen's Club Ltd and RSM Properties Pty Ltd. The carrying amount of assets pledged as security is represented by total assets for the economic entity on the Statement of Financial Position. | |
| b) | The bank bill facility expires on 24 August 2018. | |
| NOTE 14 - TAX LIABILITIES | | |
| Current | | |
| Income Tax Payable | <u>21,469</u> | <u>-</u> |
| Non-Current | | |
| Deferred Tax Liabilities | <u>2,844</u> | <u>43,488</u> |
| The deferred tax liability comprise: | | |
| Property, plant & equipment | - | 41,156 |
| Prepayments | <u>2,844</u> | <u>2,332</u> |
| | <u>2,844</u> | <u>43,488</u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|--|---------------------------|-----------------|
| | 2012 | 2011 |
| | \$ | \$ |
| NOTE 15 - PROVISIONS | | |
| Current | | |
| Employee Benefits - Long service leave | <u>107,072</u> | <u>120,532</u> |
| Non-Current | | |
| Employee Benefits - Long service leave | <u>36,055</u> | <u>35,473</u> |
| Rollforward of Provisions | | |
| Opening balance | 156,005 | 167,116 |
| Provisions raised during the year | 11,777 | 18,578 |
| Amounts paid | <u>(24,655)</u> | <u>(29,689)</u> |
| Closing balance | <u>143,127</u> | <u>156,005</u> |
| NOTE 16 - OTHER LIABILITIES | | |
| Current | | |
| Rent Bond | 4,035 | 4,035 |
| Revenue Received in Advance | <u>90,718</u> | <u>82,517</u> |
| | <u>94,753</u> | <u>86,552</u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 17 - RELATED PARTY INFORMATION

a) **Directors**

Directors who held office during the course of the financial year are disclosed in the Directors' Report.

b) **Transactions with Directors**

The Company did not have any transactions with its directors or their director-related entities during the financial year.

| | Consolidated Group | |
|---|---------------------------|-------------|
| | 2012 | 2011 |
| | \$ | \$ |
| c) Key Management Personnel Compensation | 471,790 | 630,037 |

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the economic entity, directly or indirectly, including any director is considered key management personnel.

NOTE 18 - MEMBERS GUARANTEE

Casino Returned Servicemen's Memorial Club Ltd is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of two dollars (\$2) towards meeting outstanding obligations of the company. At 30 June 2012 there were 5,168 members (2011: 5,274).

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 19 - COMPANY DETAILS

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

162 Canterbury Street
CASINO NSW 2470

NOTE 20 - PARENT INFORMATION

The following information has been extracted from the books and records of the parent and has been prepared in accordance with the accounting standards.

| | 2012 | 2011 |
|--|-------------------|-------------------|
| | \$ | \$ |
| BALANCE SHEET | | |
| ASSETS | | |
| Current Assets | <u>828,950</u> | <u>691,697</u> |
| TOTAL ASSETS | <u>13,263,812</u> | <u>12,326,965</u> |
| LIABILITIES | | |
| Current Liabilities | <u>1,299,104</u> | <u>928,592</u> |
| TOTAL LIABILITIES | <u>1,335,159</u> | <u>1,007,553</u> |
| EQUITY | | |
| Retained Earnings | <u>11,928,653</u> | <u>11,319,412</u> |
| TOTAL EQUITY | <u>11,928,653</u> | <u>11,319,412</u> |
| STATEMENT OF COMPREHENSIVE INCOME | | |
| Total Profit | <u>608,087</u> | <u>260,260</u> |
| Total Comprehensive Income | <u>608,087</u> | <u>260,260</u> |

Guarantees

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

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

NOTE 20 - PARENT INFORMATION

Contingent Liabilities

As at 30 June 2012 Casino Returned Servicemen's Memorial Club Limited did not have any contingent liabilities (2011: nil).

Contractual Commitments

As at 30 June 2012 Casino Returned Servicemen's Memorial Club Ltd has entered into contractual commitments for:

| | | |
|--------------------------------------|---------|---|
| Plant & Equipment Purchases Payable: | 962,940 | - |
| - not later than 12 months | 962,940 | - |

NOTE 21 - FINANCIAL RISK MANAGEMENT

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

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

| | Consolidated Group | |
|---|---------------------------|------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| <i>Financial Assets</i> | | |
| Cash and cash equivalents | 582,056 | 457,280 |
| Trade and other receivables | 49,603 | 87,699 |
| | <u>631,659</u> | <u>544,979</u> |
| <i>Financial Liabilities</i> | | |
| Financial Liabilities at Amortised Cost | | |
| - Trade and other payables | 965,979 | 580,001 |
| - Borrowings | 2,112,056 | 2,267,056 |
| | <u>3,078,035</u> | <u>2,847,057</u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
A.B.N. 56 000 144 963
AND CONTROLLED ENTITY
DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2012

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 7 to 26 are in accordance with the *Corporations Act 2001*:
 - a) comply with Accounting Standards; and
 - b) give a true and fair view of the financial position as at 30 June 2012 and of the performance for the year ended on that date of the consolidated entity.

2. In the directors' opinion there are reasonable grounds to believe that the 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.

Dated at Casino this 18th day of October 2012.

W J McMahon
Director

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
FOR THE YEAR ENDED 30 JUNE 2012

To the members of Casino Returned Serviceman's Memorial Club Limited and Controlled Entity.

We have audited the accompanying financial report of Casino Returned Servicemen's Memorial Club Limited, which comprises the statement of financial position as at 30 June 2012, the statement of comprehensive income, the statement of changes in equity and the 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 for the consolidated entity. The consolidated entity comprises the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial report 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.



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

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001.

Audit Opinion

In our opinion, the financial report of the Casino Returned Servicemen's Memorial Club Limited is in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2012 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Regulations 2001.

Dated at Lismore this 18th day of October 2012.

THOMAS NOBLE & RUSSELL CHARTERED ACCOUNTANTS

.....
K R FRANEY (Partner)
Registered Company Auditor

31 Keen Street (PO Box 106) | **Email:** lismore@tnr.com.au | **Website:** www.tnr.com.au
Lismore NSW 2480 | **Phone:** Business Services +61 (0)2 6621 8544 | **Facsimile:** +61 (0)2 6621 9035
Audit & Assurance +61 (0)2 6626 3000

Liability limited by a scheme approved under the Professional Standards Legislation.

Thomas Noble & Russell is a member of International. A world-wide organization of accounting firms and business advisers

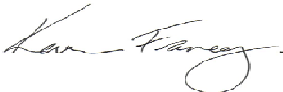
CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY

REPORT ON OTHER INFORMATION

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

Our examination was made for the purpose of forming an opinion on the statutory financial statements. The "other financial information" consisting of the Detailed Income and Expenditure Statement and Trading Statements are presented for the purposes of additional analysis and is not a required part of the statutory financial statements. Such information has been subjected to the auditing procedures applied in the examination of the statutory financial statements and, in our opinion, is fairly stated in all material respects in relation to the statutory financial statements taken as whole.

THOMAS NOBLE & RUSSELL
CHARTERED ACCOUNTANTS



K R FRANEY (Partner)
Registered Company Auditor

Dated at Lismore this 18th day of October 2012.

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|------------------------------|---------------------------|------------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| Bar Trading Statement | | |
| Sales | 1,069,035 | 1,084,695 |
| Less Cost of Goods Sold | | |
| Opening Stock | 79,412 | 52,751 |
| Purchases | 487,031 | 532,605 |
| | <u>566,443</u> | <u>585,356</u> |
| Less Closing Stock | 62,778 | 79,412 |
| Gross Profit - Bar | <u>565,370</u> | <u>578,751</u> |
| Less Expenses | | |
| Depreciation | 7,421 | 9,077 |
| Replacements | 12,468 | 12,968 |
| Repairs and Maintenance | 2,663 | 4,151 |
| Wages | 354,730 | 425,679 |
| Net Profit - Bar | <u><u>188,088</u></u> | <u><u>126,876</u></u> |
| Catering Trading | | |
| Sales | 1,177,601 | 1,102,635 |
| Less Cost of Goods Sold | | |
| Opening Stock | 13,317 | 11,440 |
| Purchases | 535,875 | 511,049 |
| | <u>549,192</u> | <u>522,489</u> |
| Less Closing Stock | 16,234 | 13,317 |
| Gross Profit - Catering | <u>644,643</u> | <u>593,463</u> |
| Less Expenses | | |
| Depreciation | 21,921 | 30,151 |
| Gas | 23,405 | 27,951 |
| Laundry | 3,997 | 2,906 |
| Replacements | 22,048 | 26,200 |
| Repairs and Maintenance | 17,756 | 11,089 |
| Kitchen Supplies | 2,884 | 3,774 |
| Wages | 562,271 | 540,821 |
| Net Profit - Catering | <u><u>(9,639)</u></u> | <u><u>(49,429)</u></u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
AND CONTROLLED ENTITY
DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|------------------------------|---------------------------|-------------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| Gaming Income | | |
| Poker Machine Gross Receipts | 4,249,526 | 4,299,072 |
| Less Expenses | | |
| Depreciation | 225,505 | 241,503 |
| Monitoring Fee | 49,542 | 46,499 |
| Poker Machine Tax | 738,754 | 793,102 |
| Repairs and Maintenance | 119,361 | 94,392 |
| Promotions and Prizes | 33,696 | 45,424 |
| Statewide Link Fees | 24,488 | 29,250 |
| Poker Machines - Net Profit | <u>3,058,180</u> | <u>3,048,902</u> |
| Add other gaming income | | |
| Keno - Net Commissions | 97,184 | 92,212 |
| Tab - Net Commissions | (2,780) | (4,143) |
| | <u>3,152,584</u> | <u>3,136,971</u> |
| Less Wages | 212,992 | 271,759 |
| Net Profit - Gaming | <u><u>2,939,592</u></u> | <u><u>2,865,212</u></u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|---------------------------------|---------------------------|------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| Income | | |
| Trading Income | | |
| Bar | 188,088 | 126,876 |
| Gaming | 2,939,592 | 2,865,212 |
| Catering | (9,639) | (49,429) |
| | <u>3,118,041</u> | <u>2,942,659</u> |
| Members Subscriptions | | |
| Subscriptions | 71,962 | 74,846 |
| | <u>71,962</u> | <u>74,846</u> |
| Other Income | | |
| Rent | 895,164 | 841,919 |
| Interest | 22 | 1,099 |
| Sundry | 120,204 | 80,070 |
| | <u>1,015,390</u> | <u>923,088</u> |
| Total Income Received | <u>4,205,393</u> | <u>3,940,593</u> |
| Less Expenditure | | |
| Accountancy Fees | 35,050 | 33,103 |
| Advertising | 83,315 | 81,751 |
| Auditor's Remuneration | 22,605 | 18,000 |
| Bad and Doubtful Debts | - | 450 |
| Bank Charges | 14,964 | 14,856 |
| Borrowing Expenses | 2,375 | 4,645 |
| Cleaning Labour | 235,210 | 246,872 |
| Cleaning Materials | 35,120 | 28,492 |
| Computer Expenses | 1,168 | 726 |
| Consultants | 20,000 | - |
| Depreciation | 677,298 | 704,192 |
| Directors' Expenses | 24,335 | 24,613 |
| Discounts and Members' Benefits | 7,515 | 7,331 |
| Donations | 28,591 | 16,750 |
| Electricity | 235,261 | 221,949 |
| Entertainment | 125,353 | 143,696 |
| Fringe Benefits Tax | 3,745 | 3,525 |
| Interest | 186,324 | 207,232 |
| Insurance | 158,738 | 145,090 |
| Land Tax | 33,320 | 26,847 |
| Lease Expenses | 2,496 | 2,609 |
| | <u>1,932,783</u> | <u>1,932,729</u> |

CASINO RETURNED SERVICEMEN'S MEMORIAL CLUB LIMITED
ABN 56 000 144 963
DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

| | Consolidated Group | |
|---|---------------------------|-----------------------|
| | 2012 | 2011 |
| | \$ | \$ |
| Sub Total | 1,932,783 | 1,932,729 |
| Legal | 2,765 | 1,879 |
| Long Service Leave | 11,777 | (11,111) |
| Motor Vehicle | 48,050 | 43,749 |
| Payroll Tax | 78,852 | 83,354 |
| Postage | 7,443 | 7,985 |
| Printing and Stationery | 24,880 | 39,516 |
| Promotions | 297,130 | 332,135 |
| Rates | 73,719 | 73,584 |
| Rents | 11,827 | 16,041 |
| Refreshments | 28,929 | 33,356 |
| Repairs and Maintenance | 226,532 | 259,426 |
| Security Service | 24,241 | 23,545 |
| Sponsorship | 60,940 | 67,848 |
| Staff Refreshments | 31,369 | 26,399 |
| Staff Training | 45,744 | 29,664 |
| Sundry | 1,522 | 461 |
| Superannuation | 162,222 | 172,106 |
| Telephone | 14,499 | 14,476 |
| Trade Subscriptions | 8,457 | 5,715 |
| Travelling Expenses | 4,598 | 6,595 |
| Wages and Salaries | 389,091 | 414,617 |
| | <u>3,487,370</u> | <u>3,574,069</u> |
| Operating profit before associated clubs' net expenditure | <u>718,023</u> | <u>366,524</u> |
| Less Associated Clubs' Net Expenditure | | |
| Bowling Club | 57,057 | 47,699 |
| Football Club | 5,920 | 20,978 |
| Snooker Club | (358) | (766) |
| Pigeon Club | (3,252) | (1,263) |
| Junior League Club | 3,068 | 5,982 |
| Youth Club | 2,705 | 1,105 |
| Fishing Club | (379) | 1,006 |
| | <u>64,761</u> | <u>74,741</u> |
| Operating Profit Before Income Tax | <u><u>653,262</u></u> | <u><u>291,783</u></u> |