

Hunters Hill Club Limited

ABN: 80 000 976 590

Financial Statements

For the Year Ended 30 June 2023

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

Hunters Hill Club Limited

14 Madeline Street

Hunters Hill, NSW 2110

Hunters Hill Club Limited

ABN: 80 000 976 590

Contents

For the Year Ended 30 June 2023

	Page
Financial Statements	
Directors' Report	1
Auditor's Independence Declaration under Section 307C of the Corporations Act 2001	6
Statement of Profit or Loss and Other Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11
Directors' Declaration	19
Independent Audit Report	20

Hunters Hill Club Limited

ABN: 80 000 976 590

Directors' Report

30 June 2023

The Directors present their report on Hunters Hill Club Limited ('the Club') for the financial year ended 30 June 2023.

General Information

The financial year ended 30 June 2023 was a very difficult year for your Club and the hospitality industry as a whole. Inflationary pressures and cost of living challenges impacted the Club and members

2023 was the first full year of trading post COVID-19 lock downs and this, coupled with good weather, saw a 19% increase in trading revenue. The increase in revenue, coupled with strong cost management, largely minimised the losses in the current year.

The Club's membership has been largely stable with 1,957 Members at 30 June 2023.

It should also be recognised that on 15th May 2023 the Board convened a General Meeting to consider the adoption of a new constitution for the Club. The resolution was carried unanimously and the constitution has been adopted.

The Directors acknowledge and thank the Club's staff, our tennis coaches, our caterers, our greenkeeper and grounds team for their work in the last year.

The Directors would like to acknowledge and thank all Members for their support and participation in the Club and we look forward to the future with optimism.

Information on Directors

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

Name	Qualifications	No. of years as a Member	Special Responsibilities	Appointment Date as a Director
Steven Blaney	Company Director	7	Chair, finance and administration	18/11/18
Nicole Grech	Company Director	5	Human resources	18/11/18
*Joe Hurley	Company Director	12	Legal	01/12/15
*Mark Lomax	Company Director	9	Property maintenance	18/11/18
Vanessa Maher	Insurance Executive	4	Insurance	29/11/20
*Peter Nightingale	Company Director	9	Finance and administration	02/09/17
Glen Norris	Sales and Marketing Manager	18	Membership	20/11/16
Jon Marquard	Company Director	10	-	28/11/22
Angus McCaffery	Company Director	2	-	23/10/22
Brian Hunter	Company Director	3	Treasurer	23/10/22

*denotes non current director

Directors' Report

30 June 2023

Meetings of Directors

During the financial year, 11 meetings of Directors were held. Attendances by each Director during the year were as follows:

Directors' Meetings		
	Number eligible to attend	Number attended
Steven Blaney	12	12
Nicole Grech	12	10
Joe Hurley	4	4
Mark Lomax	4	4
Vanessa Maher	12	10
Peter Nightingale	4	4
Glen Norris	12	9
Jon Marquard	7	7
Angus McCaffery	8	4
Brian Hunter	8	7

Company Secretary

Anthony Lockett was appointed to the position of Secretary Manager from September 19th 2022, Mark Mitchel was the interim manager after Jim Granger's departure in late July 2022.

Principal Activities

The principal activity of Hunters Hill Club Limited during the financial year was that of a Registered Club and the promotion and provision of bowling, tennis and social amenities to Members and their guests.

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

Operating Performance

The Company has five profit centres and an additional cost centre for general and administration costs which are not allocated to any of the profit centres. A summary of the Company's operating performance for the financial year ended 30 June 2023 is summarised as follows:

	2023 \$	2022 \$
Bar Trading		
Revenue	1,135,313	855,243
Expenses	(779,790)	(739,451)
Gross profit	<u>355,523</u>	<u>115,792</u>

Bar sales for the year ended 30 June 2023 were up 33% compared to prior year due to the closure of the Club's normal trading activities for 15 weeks during 2022 and reduced patronage due to the wet weather in FY22. The bar trading gross profit margin increased by 207% (2022: decrease by 13.5%) due to a combination of improved supplier contracts in 2023 and a full trading year.

	2023 \$	2022 \$
Bistro		
Revenue	120,379	98,314
Expenses	(16,897)	(12,465)
Gross profit	<u>103,482</u>	<u>85,849</u>

Directors' Report

30 June 2023

Revenue from the Bistro is a fixed rental charge and it should be noted that salaries paid to Club staff are not apportioned to the Bistro expenses. During the prior period of closure due to the COVID-19 pandemic in FY22, Bistro Lozzi was supported by the Club with a rental charge abatement. Rental abatement ceased in FY23 resulting in increased revenue in the current year.

Bowls

Revenue	75,797	45,043
Expenses	(88,311)	(76,601)
Gross loss	(12,514)	(31,558)

The bowls result is entirely due to a 68% increase in revenue attributable to good weather, not restricting use of the bowling greens.

Tennis

Revenue	164,241	220,500
Expenses	(140,071)	(159,451)
Gross profit	24,170	61,049

Tennis results were disappointing and addressing the performance of tennis is a work in progress. Revenue from tennis lessons was down and there was a significant reduction in court hire. Court bookings had been a record levels during covid lockdowns.

Gaming

For the year Gaming returned a total net profit of \$48,417 (2022: \$40,358) to the Club. With limited gaming turnover, the result from year to year will be subject to fluctuation based on the amount, and timing, of jackpot payouts.

Directors' Report**30 June 2023****Other**

	2023	2022
	\$	\$
General and Administration		
Revenue		
- Interest income	16,414	2
- Membership fees	65,836	93,171
- Sponsorships	-	16,000
- Grants	-	69,972
- Other	7,678	10,115
	<u>89,928</u>	<u>189,260</u>
Expenses		
- Unallocated salaries and wages	152,468	154,553
- Repairs and maintenance	32,574	38,279
- Depreciation	110,675	157,120
- Utilities and rates	64,751	56,791
- Cleaning and waste removal	78,025	60,166
- Merchant fees	7,686	6,940
- Insurance	50,041	47,105
- Administration	46,820	64,742
- General expenses	75,001	75,573
	<u>618,041</u>	<u>661,269</u>

Objectives

The Company's short term and long term objectives are as follows:

- to promote and provide services of a registered club to Members and their guests to promote and provide lawn bowls facilities;
- to promote and provide tennis facilities; and
- to strive to become Sydney's leading boutique sporting and social club that Members and guests support, love and value for its history, location, facilities, service and role we play in the community.

Strategy for Achieving the Objectives

To achieve these objectives, the Company has adopted the following strategies:

- financial sustainability through profitable operations and optimum use of space and resources;
- delivery of outstanding service by building engaged team capabilities; and
- providing a local hub to cement our place in, and support for, our local community.

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 \$2 towards meeting any outstanding obligations of the Company. As at 30 June 2023 the number of Members was 1,957 (2022: 2,133).

Hunters Hill Club Limited

ABN: 80 000 976 590

Directors' Report

30 June 2023

Auditor's Independence Declaration

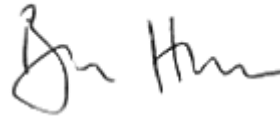
The Lead Auditor's Independence Declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2023 has been received and can be found on page 6 of the financial report.

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



Steven Blaney
Chairman

27 October 2023



Brian Hunter
Director

27 October 2023

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF HUNTERS HILL CLUB LIMITED

As lead auditor of Hunters Hill Club Limited for the period ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

1. no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
2. no contraventions of any applicable code of professional conduct in relation to the audit.

LNP Audit and Assurance Pty Ltd



David Sinclair
Director

Sydney 27 October 2023

Hunters Hill Club Limited

ABN: 80 000 976 590

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2023

		2023	Restated*
	Note	\$	2022
		\$	\$
Revenue	5	1,609,983	1,352,629
Other income	5	24,092	96,089
Administration expenses		(247,323)	(235,744)
Employee benefits expense		(672,510)	(696,474)
Depreciation and amortisation		(110,675)	(157,120)
Repair and maintenance		(36,705)	(38,280)
Audit, legal and consultancy expense		(75,000)	(75,573)
Services expenditures		(503,428)	(446,046)
Loss from continuing operations		(11,566)	(200,519)
Other comprehensive income		-	-
Total comprehensive loss for the year		(11,566)	(200,519)

*30 June 2022 Statement of Profit or Loss and Other Comprehensive Income has been restated to correct a prior period accounting error (Refer to Note 4)

The accompanying notes form part of these financial statements.

Hunters Hill Club Limited

ABN: 80 000 976 590

Statement of Financial Position

As at 30 June 2023

		2023	Restated*
	Note	\$	2022
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	642,129	756,268
Trade and other receivables	7	50,778	65,572
Inventories	8	23,656	43,536
Prepayments		50,793	49,836
Other financial assets	9	200,002	-
TOTAL CURRENT ASSETS		967,358	915,212
NON-CURRENT ASSETS			
Property, plant and equipment	10	5,407,962	5,491,572
Intangible assets	11	59,018	59,018
Deposits		5,000	5,000
TOTAL NON-CURRENT ASSETS		5,471,980	5,555,590
TOTAL ASSETS		6,439,338	6,470,802
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	12	56,967	78,667
Annual leave provision		4,876	3,173
Deferred membership income		40,835	40,736
TOTAL CURRENT LIABILITIES		102,678	122,576
TOTAL LIABILITIES		102,678	122,576
NET ASSETS		6,336,660	6,348,226
EQUITY			
Reserves	13	9,686,315	9,686,315
Accumulated losses		(3,349,655)	(3,338,089)
TOTAL EQUITY		6,336,660	6,348,226

*30 June 2022 Statement of Financial Position has been restated to correct a prior period accounting error (Refer to Note 4)

The accompanying notes form part of these financial statements.

Hunters Hill Club Limited

ABN: 80 000 976 590

Statement of Changes in Equity

For the Year Ended 30 June 2023

2023

	Accumulated Losses \$	Asset Revaluation Reserve \$	Capital Profits Reserve \$	Artarmon Bowling Club Capital Reserve \$	Total \$
Balance at 1 July 2022 restated*	(3,338,089)	4,122,253	5,007,155	556,907	6,348,226
Transfer (to)/from reserve	-	-	-	-	-
Loss attributable to the entity	(11,566)	-	-	-	(11,566)
Balance at 30 June 2023	(3,349,655)	4,122,253	5,007,155	556,907	6,336,660

2022

	Accumulated Losses \$	Asset Revaluation Reserve \$	Capital Profits Reserve \$	Artarmon Bowling Club Capital Reserve \$	Total \$
Balance at 1 July 2021	(3,137,570)	4,122,253	5,007,155	556,907	6,548,745
Transfer (to)/from reserve	-	-	-	-	-
Loss attributable to the entity	(200,519)	-	-	-	(200,519)
Balance at 30 June 2022 restated*	(3,338,089)	4,122,253	5,007,155	556,907	6,348,226

*30 June 2022 Statement of Changes in Equity has been restated to correct a prior period accounting error (Refer to Note 4)

The accompanying notes form part of these financial statements.

Hunters Hill Club Limited

ABN: 80 000 976 590

Statement of Cash Flows For the Year Ended 30 June 2023

	2023	Restated*
	\$	2022
		\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	1,635,846	1,448,716
Payments to suppliers and employees	(1,536,040)	(1,596,499)
Interest received	13,122	2
Net cash provided by/(used in) operating activities	112,928	(147,781)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(60,766)	(62,441)
Disposal of property, plant and equipment	-	636
Receipts from/(Investment in) syndicated investment loan	(200,002)	-
Net cash (used in) investing activities	(260,768)	(61,805)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts of building grant	33,701	77,000
Payment of hire purchase and leases	-	-
Net cash provided by financing activities	33,701	77,000
Net (decrease) in cash and cash equivalents held	(114,139)	(132,586)
Cash and cash equivalents at beginning of year	756,268	888,854
Cash and cash equivalents at end of financial year	642,129	756,268

*30 June 2022 Statement of Cash Flows has been restated to correct a prior period accounting error (Refer to Note 4)

The accompanying notes form part of these financial statements.

Hunters Hill Club Limited

ABN: 80 000 976 590

Notes to the Financial Statements

For the Year Ended 30 June 2023

The financial report covers Hunters Hill Club Limited (the 'Company') as an individual entity. Hunters Hill Club Limited is a not for profit Company limited by guarantee, incorporated and domiciled in Australia. The functional and presentation currency of Hunters Hill Club Limited is Australian dollars. The financial report was authorised for issue by the Directors on 27th October 2023.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures and the Corporations Act 2001.

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 adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods 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.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows: (i) Identifying the contract with a customer; (ii) Identifying the performance obligations; (iii) Determining the transaction price; (iv) Allocating the transaction price to the performance obligations; and (v) Recognising revenue when/as performance obligation(s) are satisfied.

Principal revenues streams are recognised as follows:

Sale of goods

Revenue is recognised at the point of sale when performance obligations are satisfied.

Rendering of services

Revenue in relation to rendering of services is recognised when the performance obligation of providing a service has been satisfied.

Membership Subscriptions

Membership subscription year runs from 1 July to 30 June. Membership fees and subscriptions which are attributable to the current financial period are recognised as revenue. Membership subscriptions received in advance are carried forward as a liability at the end of the reporting period.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(d) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office.

Receivables and payable are stated inclusive of GST.

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

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies (cont.)

(e) Inventories

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

(f) Property, plant and equipment

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

Land and buildings

Land is recorded at Directors valuation based on a revaluation in 1992. Buildings are measured using the cost model.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets' useful life to the Company, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Buildings	2.5%
Plant and Equipment	5% - 33%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(g) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

(h) Financial instruments

Recognition

The Company determines the classification of its financial instruments at initial recognition in accordance with the categories outlined below and re-evaluates this designation at each financial year end. When financial instruments are recognised initially, they are measured at fair value, being the transaction price plus, in the case of financial assets and financial liabilities not at fair value through profit or loss, directly attributable transaction costs.

Financial assets measured at amortised cost. Financial assets measured at amortised cost are non-derivative financial assets which are held to collect the contractual cash flows. The contractual terms of the financial assets give rise to payments on specified dates that are solely payments of principal and interest on the principal amount outstanding. They are included in current assets. The Company's financial assets measured at amortised cost comprise 'trade and other receivables', 'loans' and 'cash and cash equivalents'.

Financial liabilities. The Company's financial liabilities include 'trade and other payables'. These are measured subsequently at amortised cost using the effective interest method. The interest expense is calculated each reporting period by applying the effective interest rate, and the resulting charge is reflected in finance costs on the statement of profit and loss and comprehensive income.

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies (cont.)

(h) Financial instruments (cont.)

Impairment of financial assets

Expected credit losses are recognised if required for trade and other receivables, cash and cash equivalents and loans. Expected credit losses are calculated as the difference between the contractual cash flows that are due to the Company and the cash flows that the Company expects to receive given the probability of default and loss given default, discounted at the original effective interest rate.

(i) New accounting standards and interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Company has decided not to early adopt these Standards. These standards are not expected to have a material impact on the Company in the current or future reporting periods and on foreseeable transactions.

3 Critical Accounting Estimates and Judgments

The Directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below:

Receivables expected credit losses. Management have assessed that receivables are not impaired.

Going concern. The ability of the Company to continue as a going concern is dependent upon the Company being able to manage its operations. The Directors do not foresee any matters affecting the abilities of the Company to pay its debts as and when they fall due. Accordingly the Company has presented its financial statements on the basis of going concern. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amount and classification of liabilities that might be required should the Company not continue as a going concern

4 Prior Period Error

The financial statements for the year ended 30 June 2023 incorporates the correction retrospectively of a prior period error in relation to the classification of a grant that was received by the Company for renovation works in FY22.

In the financial statements for the year ended 30 June 2022, a grant of \$77,000 received by the Company for the purposes of renovation works was classified as income and recognised in the Statement of Profit or Loss and Other Comprehensive Income.

This grant should have been recognised in the Statement of Financial Position by reducing the carrying amount of the renovation works that had been capitalised.

As a result of this error, the prior year's financial statements have been restated. The amounts disclosed for the 30 June 2022 financial year are after the change in the classification of the grant.

i. Balances affected in the Statement of Profit or Loss and Other Comprehensive Income

	Previously stated at 30 June 2022	Adjustment Increase/ (decrease)	Restated at 30 June 2022
	\$	\$	\$
Other income	146,972	(77,000)	69,972
Loss from continuing operations	(123,519)	(77,000)	(200,519)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	(123,519)	(77,000)	(200,519)

Hunters Hill Club Limited

ABN: 80 000 976 590

Notes to the Financial Statements For the Year Ended 30 June 2023

4 Prior Period Error (cont.)

ii. Balances affected in the Statement of Financial Position

	Previously stated at 30 June 2022	Adjustment Increase/ (decrease)	Restated at 30 June 2022
	\$	\$	\$
Property, plant and equipment	5,568,572	(77,000)	5,491,572
Total assets	6,547,802	(77,000)	6,470,802
Net assets	6,425,226	(77,000)	6,348,226
			-
Reserves	9,686,315	-	9,686,315
Accumulated losses	(3,261,089)	(77,000)	(3,338,089)
Total equity	6,425,226	(77,000)	6,348,226

iii. Balances affected in the Statement Cash Flows

	Previously stated at 30 June 2022	Adjustment Increase/ (decrease)	Restated at 30 June 2022
	\$	\$	\$
Net cash flows from operating activities	(70,781)	(77,000)	(147,781)
Net cash flows from financing activities	-	77,000	77,000

Hunters Hill Club Limited

ABN: 80 000 976 590

Notes to the Financial Statements For the Year Ended 30 June 2023

	2023	Restated*
	\$	\$
5 Revenue and Other Income		
Revenue		
- sale of goods	1,089,261	855,243
- rendering of services	391,334	397,715
- memberships	65,836	93,171
	<u>1,546,431</u>	<u>1,352,629</u>
Other Income		
- sponsorships	17,500	22,500
- grants*	-	69,972
- interest income	16,414	2
- miscellaneous income	53,730	10,115
	<u>87,644</u>	<u>96,089</u>
	<u>1,634,075</u>	<u>1,448,718</u>
*Refer to Note 4 for the details of the restatement of grant income.		
6 Cash and cash equivalents		
Current		
Cash and cash equivalents	85,222	199,361
Restricted cash (refer to Note 13)	556,907	556,907
	<u>642,129</u>	<u>756,268</u>
7 Trade and Other Receivables		
Current		
Trade receivables	29,877	42,399
GST receivable	17,609	18,647
Other receivables	3,292	4,526
	<u>50,778</u>	<u>65,572</u>
8 Inventories		
Current		
Consumables – at cost	23,656	43,536
	<u>23,656</u>	<u>43,536</u>
9 Other Financial Assets		
Current		
Syndicated loan	200,002	-
	<u>200,002</u>	<u>-</u>

The Company provided loans to ABF Syndicate No. 2 Trust as part of a syndicated loan scheme. Interest is earned on the loans at 9% p.a. The loan expires on 15 December 2023.

Hunters Hill Club Limited

ABN: 80 000 976 590

Notes to the Financial Statements For the Year Ended 30 June 2023

	2023	Restated* 2022
	\$	\$
10 Property, Plant and Equipment		
Land		
Freehold land – at 1992 independent valuation	4,330,171	4,330,171
Buildings		
Buildings – at cost	1,970,123	2,003,825
Accumulated depreciation	(987,995)	(900,614)
	982,128	1,103,211
Plant and Equipment		
Plant and equipment – at cost	1,314,602	1,253,834
Accumulated depreciation	(1,218,939)	(1,195,644)
	95,663	58,190
	5,407,962	5,491,572

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	Plant and Equipment	Total
	\$	\$	\$	\$
Year ended 30 June 2023				
Balance at the beginning of year	4,330,171	1,103,211	58,190	5,491,572
Additions	-	-	60,676	60,767
Grant received	-	(33,702)	-	(33,702)
Disposal	-	-	-	-
Depreciation expense	-	-	-	(110,675)
Balance at the end of the year	4,330,171	982,128	95,663	5,407,962
	Land	*Restated Buildings	Plant and Equipment	*Restated Total
	\$	\$	\$	\$
Year ended 30 June 2022				
Balance at the beginning of year	4,330,171	1,226,826	106,890	5,663,887
Additions	-	53,869	8,572	62,441
Grants received	-	(77,000)	-	(77,000)
Disposal	-	(636)	-	(636)
Depreciation expense	-	(99,848)	(57,272)	(157,120)
Balance at the end of the year	4,330,171	1,103,211	58,190	5,491,572

Refer to Note 4 for the details of the restatement of the carrying value of Property, Plant and equipment.

Hunters Hill Club Limited

ABN: 80 000 976 590

Notes to the Financial Statements For the Year Ended 30 June 2023

	2023	Restated*
	\$	\$
11 Intangible Assets		
Non-current		
Poker machine entitlements – at cost	<u>59,018</u>	59,018
12 Trade and Other Payables		
Current		
Trade payables	24,882	41,087
Accrued expense	11,214	15,994
Other payables	<u>20,871</u>	21,586
	<u>56,967</u>	<u>78,667</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

13 Reserves

The asset revaluation reserve records realised gains on sale of non-current assets.

The capital profits reserve records profits on sale of selected property, plant and equipment.

The ABC Fund capital reserve records the funds that have been earmarked for the development and maintenance of bowls at the Hunters Hill Club. The funds are restricted in their usage and at 30 June 2023 are held as cash and cash equivalents.

14 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 \$2.00 each towards meeting any outstandings and obligations of the Company. At 30 June 2023 the number of Members was 1,957 (2022: 2,133).

15 Key Management Personnel Remuneration

The Key Management Personnel are the Secretary Manager and payments to Directors and their related entities. The totals of remuneration paid to the Key Management Personnel of Hunters Hill Club Limited during the year are as follows:

Short-term employee benefits	<u>136,726</u>	<u>135,875</u>
------------------------------	----------------	----------------

16 Auditor's Remuneration

Remuneration of the auditor of the Company, LNP Audit and Assurance Pty Ltd:

- auditing the financial statements	<u>24,000</u>	<u>23,572</u>
-------------------------------------	---------------	---------------

The auditor provides no other services to the Company

17 Contingent Liabilities and Commitments

In the opinion of the Directors, the Company did not have any contingent liabilities or commitments at 30 June 2023 (2022: nil).

Hunters Hill Club Limited

ABN: 80 000 976 590

Notes to the Financial Statements

For the Year Ended 30 June 2023

18 Related Parties

The Company's main related parties are the Directors and their related entities and Key Management Personnel – refer to Note 15.

19 Events After The End of The Reporting Period

The financial report was authorised for issue on 27th October 2023 by the Board of Directors.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Hunters Hill Club Limited

ABN: 80 000 976 590

Directors' Declaration

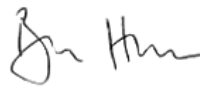
The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 7 to 18, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2023 and of the performance for the year ended on that date of the Company.
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.



Steven Blayney
Chairman



Brian Hunter
Director

Dated 27th October 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF HUNTERS HILL CLUB LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Hunters Hill Club Limited, (the Company), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other 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 of the Company.

In our opinion:

The financial report of Hunters Hill Club Limited has been prepared in accordance with the *Corporations Act 2001*, including:

1. Giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year ended on that date; and
2. complying with Australian Accounting Standards – Simplified Disclosures 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 Statements section of our report. We are independent of the Company in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES110 Code of Ethics for Professional Accountants (including Independence Standards)(the Code) that are relevant to our audit of the financial report in Australia; and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2023, but does not include the financial report and the auditor's report thereon. Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based upon the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibilities

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 – Simplified Disclosures 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 related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting in the preparation of the financial report. We also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events and conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the disclosures in the financial report about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial report. However, future events or conditions may cause an entity 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 statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We are also required to provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

LNP Audit and Assurance Pty Ltd



David Sinclair

Director

Sydney

27 October 2023