

# Hunters Hill Club Limited

ABN: 80 000 976 590

## Financial Statements

For the Year Ended 30 June 2022

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 2022

	Page
<b>Financial Statements</b>	
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

## **Directors' Report**

**30 June 2022**

The Directors present their report on Hunters Hill Club Limited ('the Club') for the financial year ended 30 June 2022.

### **General Information**

The financial year ended 30 June 2022 was a very difficult year for your Club and the hospitality industry as a whole.

During the year, the Club's trading activities were adversely impacted by the COVID-19 pandemic which closed the Club for normal trading activities for 15 weeks during the year. Further, we are all aware of the constant and ongoing wet weather which has reduced patronage of the Club and use of its sporting facilities for the majority of the second half of the financial year.

The impact of the COVID-19 pandemic and the wet weather resulted in a 24% decrease in trading revenue. The reduction in revenue, coupled with the cessation of the Government's COVID-19 support payments and the fact that all variable costs had been largely minimised in the prior two pandemic years all contributed to an operating loss for the year.

On a more positive note, the Directors are pleased to report that we were able to secure a Government grant which assisted in the funding of the refurbishment of the sandstone paved outdoor dining area adjacent to the tennis courts.

Further, the significant increase in the Club's membership achieved during the 2020/21 financial year has been largely maintained with the Club reporting 2,133 Members at 30 June 2022.

The Directors acknowledge and thank the Club's staff, our tennis coaches, our caterers and John Owens for their work, support and flexibility during this very difficult period.

We are very pleased to announce the naming of the bottom bowling green 'The John Owens Green' in recognition of John's decades of membership and service as the Club's groundsman.

The Directors also acknowledge the support of all the Members 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:

<b>Name</b>	<b>Qualifications</b>	<b>No. of years as a Member</b>	<b>Special Responsibilities</b>	<b>Appointment Date as a Director</b>
Steven Blaney	Company Director	6	Chair, finance, Investment Committee and administration	18/11/18
Nicole Grech	Company Director	4	Human resources	18/11/18
Joe Hurley	Company Director	11	Legal	1/12/15
Mark Lomax	Company Director	8	Property maintenance	18/11/18
Vanessa Maher	Insurance Executive	3	Insurance and Investment Committee	29/11/20
Peter Nightingale	Company Director	8	Finance, Investment Committee and administration	2/9/17
Glen Norris	Sales and Marketing Manager	17	Membership	20/11/16

## Hunters Hill Club Limited

ABN: 80 000 976 590

## Directors' Report

30 June 2022

### Meetings of Directors

During the financial year, 12 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	10
Nicole Grech	12	11
Joe Hurley	12	10
Mark Lomax	12	11
Vanessa Maher	12	11
Peter Nightingale	12	9
Glen Norris	12	11

### Company Secretary

Jim Granger held the position of Secretary Manager for the year. Subsequent to year end, Anthony Lockett was appointed as Secretary Manager.

### 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 2022 is summarised as follows:

	2022 \$	2021 \$
<b>Bar Trading</b>		
Revenue	855,243	1,216,315
Expenses	(739,451)	(965,904)
Gross profit	<u>115,792</u>	<u>250,411</u>

Bar sales for the year ended 30 June 2022 were down 30% compared to prior year due to the closure of the Club's normal trading activities for 15 weeks during the year and reduced patronage due to the wet weather. The bar trading gross profit margin decreased to 13.5% (2021 – 20.6%) due to certain fixed costs having to be incurred and spread over a reduced revenue base.

**Directors' Report****30 June 2022****Bistro**

Revenue	<b>98,314</b>	129,824
Expenses	<b>(12,465)</b>	(36,464)
Gross profit	<b>85,849</b>	93,360

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 period of closure due to the COVID-19 pandemic, Bistro Lozzi was supported by the Club with a rental charge abatement.

**Bowls**

Revenue	<b>45,043</b>	77,922
Expenses	<b>(76,601)</b>	(77,518)
Gross loss	<b>(31,558)</b>	404

The bowls result is entirely due to a 42% reduction in revenue attributable to wet weather restricting use of the bowling greens.

Despite the restriction on social gatherings imposed by the COVID-19 health and safety requirements, through innovative measures the Club was able to provide Members with the opportunity to use the bowling greens, in modified formats and in compliance with the frequently changing regulations.

**Tennis**

Revenue	<b>220,500</b>	198,314
Expenses	<b>(159,451)</b>	(152,053)
Gross profit	<b>61,049</b>	46,261

Again, despite the restriction on social gatherings imposed by the COVID-19 health and safety requirements, through innovative measures the Club was able to provide Members with the opportunity to use the tennis courts, in modified formats and in compliance with the frequently changing regulations.

**Gaming**

During the year ended 30 June 2022, Gaming returned a total net profit of \$40,358 (2021 – \$67,794) 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 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>General and Administration</b>		
Revenue		
- Interest income	2	23,111
- Membership fees	93,171	91,857
- Grants/sponsorships	162,972	143,500
- Other	10,115	7,224
	<b>266,260</b>	<b>265,692</b>
Expenses		
- Unallocated salaries and wages	154,553	212,362
- Repairs and maintenance	38,279	62,233
- Depreciation	157,120	185,518
- Utilities and rates	56,791	83,610
- Cleaning and waste removal	60,166	72,200
- Merchant fees	6,940	18,875
- Insurance	47,105	45,807
- Administration	64,742	71,500
- General expenses	75,573	38,503
	<b>661,269</b>	<b>790,608</b>

**Short Term 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 outstandings and obligations of the Company. As at 30 June 2022 the number of Members was 2,133 (2021 – 2,313).

## **Directors' Report**

**30 June 2022**

### **Auditor's Independence Declaration**

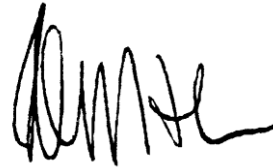
The Lead Auditor's Independence Declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2022 has been received and can be found on page 6 of the financial report.

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



Steven Blaney  
Chairman

24 October 2022



Peter Nightingale  
Director

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 2022, 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



Robert Nielson

Director

Sydney 24 October 2022



## Hunters Hill Club Limited

ABN: 80 000 976 590

### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2022

	Note	2022 \$	2021 \$
Revenue	4	1,352,629	1,782,027
Other income	4	173,089	173,836
Administration expenses		(235,744)	(248,743)
Employee benefits expense		(696,474)	(826,260)
Depreciation and amortisation		(157,120)	(185,518)
Repair and maintenance		(38,280)	(122,278)
Audit, legal and consultancy expense		(75,573)	(73,448)
Finance costs		-	(6,093)
Services expenditures		(446,046)	(560,209)
<b>Loss from continuing operations</b>		<b>(123,519)</b>	<b>(66,686)</b>
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive loss for the year</b>		<b>(123,519)</b>	<b>(66,686)</b>

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 2022

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents		756,268	888,854
Trade and other receivables	5	65,572	10,654
Inventories	6	43,536	43,236
Other assets	9	49,836	47,068
<b>TOTAL CURRENT ASSETS</b>		<b>915,212</b>	<b>989,812</b>
NON-CURRENT ASSETS			
Property, plant and equipment	7	5,568,572	5,663,887
Intangible assets	8	59,018	59,018
Other assets	9	5,000	5,000
<b>TOTAL NON-CURRENT ASSETS</b>		<b>5,632,590</b>	<b>5,727,905</b>
<b>TOTAL ASSETS</b>		<b>6,547,802</b>	<b>6,717,717</b>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	10	78,667	111,698
Employee benefits	11	3,173	1,894
Deferred income		40,736	55,380
<b>TOTAL CURRENT LIABILITIES</b>		<b>122,576</b>	<b>168,972</b>
<b>TOTAL LIABILITIES</b>		<b>122,576</b>	<b>168,972</b>
<b>NET ASSETS</b>		<b>6,425,226</b>	<b>6,548,745</b>
<b>EQUITY</b>			
Reserves	12	9,686,315	9,686,315
Retained earnings		(3,261,089)	(3,137,570)
<b>TOTAL EQUITY</b>		<b>6,425,226</b>	<b>6,548,745</b>

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 2022

#### 2021

	<b>Retained Earnings</b>	<b>Asset Revaluation Surplus</b>	<b>Capital Profits Reserve</b>	<b>Artarmon Bowling Club Capital Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2020</b>	(3,070,884)	4,122,253	5,007,155	556,907	6,615,431
Transfer (to)/from reserve	-	-	-	-	-
Loss attributable to the entity	(66,686)	-	-	-	(66,686)
<b>Balance at 30 June 2021</b>	<b>(3,137,570)</b>	<b>4,122,253</b>	<b>5,007,155</b>	<b>556,907</b>	<b>6,548,745</b>

#### 2022

	<b>Retained Earnings/(Loss)</b>	<b>Asset Revaluation Surplus</b>	<b>Capital Profits Reserve</b>	<b>Artarmon Bowling Club Capital Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2021</b>	(3,137,570)	4,122,253	5,007,155	556,907	6,548,745
Transfer (to)/from reserve	-	-	-	-	-
Loss attributable to the entity	(123,519)	-	-	-	(123,519)
<b>Balance at 30 June 2022</b>	<b>(3,261,089)</b>	<b>4,122,253</b>	<b>5,007,155</b>	<b>556,907</b>	<b>6,425,226</b>

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 2022

	2022	2021
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	1,525,716	1,932,752
Payments to suppliers and employees	(1,596,499)	(1,817,251)
Interest received	2	23,111
Interest paid	-	(6,093)
<b>Net cash (used in)/provided by operating activities</b>	<b>(70,781)</b>	<b>132,519</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(62,441)	(103,504)
Disposal of property, plant and equipment	636	-
Proceeds from syndicated investment loan	-	550,000
<b>Net cash (used in)/provided by investing activities</b>	<b>(61,805)</b>	<b>446,496</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of hire purchase and leases	-	(12,108)
<b>Net cash used in financing activities</b>	<b>-</b>	<b>(12,108)</b>
Net (decrease)/increase in cash and cash equivalents held	<b>(132,586)</b>	566,907
Cash and cash equivalents at beginning of year	<b>888,854</b>	321,947
<b>Cash and cash equivalents at end of financial year</b>	<b>756,268</b>	<b>888,854</b>

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 2022

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 24 October 2022.

Comparatives are consistent with prior years, unless otherwise stated.

### 1 Basis of Preparation

The financial statements are general purpose financial statements that comply 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.

### 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) 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 the Company are classified as finance leases.

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.

#### (c) 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 performance obligations of providing a service has been satisfied.

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### 2 Summary of Significant Accounting Policies (cont.)

#### *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.

#### (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 1992 revaluation.

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:

<b>Fixed asset class</b>	<b>Depreciation rate</b>
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.

## Notes to the Financial Statements

### For the Year Ended 30 June 2022

#### 2 Summary of Significant Accounting Policies (cont.)

##### (g) Financial instruments

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 receivables', 'other receivables' and 'cash and cash equivalents' which comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

##### **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' and 'cash and cash equivalents' which comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

*Financial liabilities.* The Company's financial liabilities include trade 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.

##### **Impairment of financial assets**

Expected credit losses are recognised if required for trade receivables (excluding amounts due from brokers held at fair value through profit and loss), cash and cash equivalents and other receivables. 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.

## Notes to the Financial Statements

### For the Year Ended 30 June 2022

#### 2 Summary of Significant Accounting Policies (cont.)

##### (h) 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.

##### (j) 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 significant issues that will not be capable of being adequately managed, and 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.



## Hunters Hill Club Limited

ABN: 80 000 976 590

### Notes to the Financial Statements For the Year Ended 30 June 2022

	2022	2021
	\$	\$
<b>4 Revenue and Other Income</b>		
<b>Revenue</b>		
- sale of goods	855,243	1,216,315
- rendering of services	404,215	473,855
- memberships	93,171	91,857
	<u>1,352,629</u>	<u>1,782,027</u>
<b>Other Income</b>		
- grants/sponsorships	162,972	143,500
- interest income	2	23,111
- miscellaneous income	10,115	7,225
	<u>173,089</u>	<u>173,836</u>
	<u>1,525,718</u>	<u>1,955,863</u>
<b>5 Trade and Other Receivables</b>		
<b>Current</b>		
Trade receivables	42,399	1,913
GST receivable	18,647	17,569
Other receivables	4,526	(8,828)
	<u>65,572</u>	<u>10,654</u>
<b>6 Inventories</b>		
<b>Current</b>		
Inventory – at cost	<u>43,536</u>	<u>43,236</u>

## Hunters Hill Club Limited

ABN: 80 000 976 590

### Notes to the Financial Statements For the Year Ended 30 June 2022

	2022 \$	2021 \$
<b>7 Property, Plant and Equipment</b>		
<b>Land</b>		
Freehold land – at 1992 independent valuation	<u>4,330,171</u>	4,330,171
<b>Buildings</b>		
Buildings – at cost	2,080,825	2,027,593
Accumulated depreciation	<u>(900,614)</u>	(800,767)
	<u>1,180,211</u>	1,226,826
<b>Plant and Equipment</b>		
Plant and equipment – at cost	1,253,834	1,245,261
Accumulated depreciation	<u>(1,195,644)</u>	(1,138,371)
	<u>58,190</u>	106,890
	<u><u>5,568,572</u></u>	<u><u>5,663,887</u></u>

#### 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 \$
<b>Year ended 30 June 2022</b>				
Balance at the beginning of year	4,330,171	1,226,826	106,890	5,663,887
Additions	-	53,869	8,572	62,441
Disposal	-	(636)	-	(636)
Depreciation expense	-	(99,848)	(57,272)	(157,120)
<b>Balance at the end of the year</b>	<u>4,330,171</u>	<u>1,180,211</u>	<u>58,190</u>	<u>5,568,572</u>
<b>Year ended 30 June 2021</b>				
Balance at the beginning of year	4,330,171	1,242,596	173,134	5,745,901
Additions	-	72,645	30,859	103,504
Disposal	-	-	-	-
Depreciation expense	-	(88,415)	(97,103)	(185,518)
<b>Balance at the end of the year</b>	<u>4,330,171</u>	<u>1,226,826</u>	<u>106,890</u>	<u>5,663,887</u>

## Hunters Hill Club Limited

ABN: 80 000 976 590

### Notes to the Financial Statements

For the Year Ended 30 June 2022

	2022	2021
	\$	\$
<b>8 Intangible Assets</b>		
<b>Non-current</b>		
Poker machine entitlements – at cost	<u>59,018</u>	<u>59,018</u>
<b>9 Other Assets</b>		
<b>Current</b>		
Prepayments	<u>49,836</u>	<u>47,068</u>
<b>Non-current</b>		
Deposits	<u>5,000</u>	<u>5,000</u>
<b>10 Trade and Other Payables</b>		
<b>Current</b>		
Trade payables	41,087	87,515
Accrued expense	15,994	13,312
Other payables	<u>21,586</u>	<u>10,871</u>
	<u>78,667</u>	<u>111,699</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.

#### 11 Employee Benefits

##### Current

Annual leave	<u>3,173</u>	<u>1,894</u>
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#### 12 Reserves

The asset realisation 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 2022 are held as cash and cash equivalents.

#### 13 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 2022 the number of Members was 2,133 (2021 – 2,313).

## Hunters Hill Club Limited

ABN: 80 000 976 590

### Notes to the Financial Statements

For the Year Ended 30 June 2022

	2022	2021
	\$	\$

#### 14 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>135,875</u>	<u>204,078</u>
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#### 15 Auditor's Remuneration

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

- auditing the financial statements	<u>23,572</u>	<u>20,000</u>
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The auditor provides no other services to the Company

#### 16 Contingencies and Commitments

In the opinion of the Directors, the Company did not have any contingencies or commitments at 30 June 2022 (2021 – nil).

#### 17 Related Parties

The Company's main related parties are the Directors and their related entities and Key Management Personnel – refer to Note 14.

#### 18 Events after the end of the Reporting Period

The financial report was authorised for issue on 24 October 2022 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

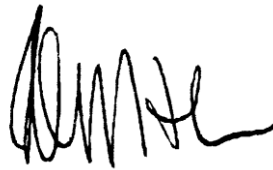
The Directors of the Company declare that:

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 2022 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



Peter Nightingale  
Director

Dated 24 October 2022

## 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 2022, 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 2022 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 2022, 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

A handwritten signature in black ink, appearing to read 'RN', with a stylized flourish at the end.

Robert Nielson

Director

Sydney

24 October 2022