



WELCOME TO

The family terrace

Griffith Leagues

2022
annual report

WELCOME TO

The family terrace

AT THE SOUTHSIDE LEAGUES CLUB



WE ARE PROUD OF OUR CONTRIBUTION TO

LOCAL SPORT



Referees



Golf



Swimming



Soccer



Fishing



Cricket



Pony Club



Netball



Squash



Horse Racing



Rugby League



Darts

FINANCIAL REPORT

FOR THE YEAR ENDED
31 DECEMBER 2022

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REGISTERED OFFICE: Farm 877 Bridge Road Griffith NSW 2680

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the 50th ANNUAL GENERAL MEETING of Griffith Leagues Club Limited will be held at the Southside Griffith Leagues Club on Tuesday 16 May 2023 commencing at 8:00pm.

Only financial members on the day of the meeting may attend the meeting and vote.

In accordance with the Registered Clubs Act, an employee of the Club cannot vote at any meeting of the Club or for the election of the Board or be a Director of the Club.

Entrance to the meeting will be by production of current membership card or receipt indicating payment of membership fees.

AGENDA

1. Apologies
2. Confirmation of the minutes of the forty-ninth Annual General Meeting held on 26 April 2022
3. To receive, consider and adopt the financial report of the company for the year ending 31st December 2022, the report by the Directors and Auditors thereon.
4. Confirmation that John P Keenan CPA be the appointed Auditor for 2023
5. To elect officers in accordance with the requirements of the constitution of the company
 - a. President
 - b. Eight (8) directors

Note: At least five (5) officers' positions shall be Football Directors and up to four (4) officers' positions may be Floor Directors.
6. To consider and, if thought fit, pass the Ordinary Resolutions set out below;

FIRST ORDINARY RESOLUTION:

That pursuant to Section 10 of the Registered Clubs Act 1976:

- a. The members hereby approve and agree to the following expenditure by the Board of Directors during the period preceding the next Annual General Meeting:
 - i. A reasonable supper and refreshments to be associated with each Board meeting of the Club;
 - ii. The provision of a suit, shirt, tie, and other official clothing to be worn by a director whilst representing the Club
 - iii. The reasonable cost of Directors attending the Registered Clubs Association Annual General Meeting;
 - iv. The reasonable cost of Directors attending seminars, lectures, trade displays and other similar events as may be determined by the Board from time to time;

- v. The reasonable cost of Directors attending functions when representing the Club and at the Annual Directors/Life Members dinner;
 - vi. The reasonable cost of Directors attending other registered clubs for the purpose of viewing and assessing their facilities and the method of operation provided such attendances are approved by the Board as being necessary for the benefit of the Club
- b. The members acknowledge that the benefits referred to in (a) above are not available to all members generally, but only those who are directors of the Club.
-

SECOND ORDINARY RESOLUTION:

That pursuant to the Registered Clubs Act 1976, the members hereby approve and agree to the following honoraria being provided to the executive positions on the Board of Directors for the twelve (12) months preceding the next Annual General Meeting as follows:

- a. President \$5,000

Such honoraria to be paid monthly by equal instalments to the President.

- 7. General Business:** To transact any business that may be lawfully brought forward
-

Nominations for Office Bearers will close at the Club's office at 8pm on Tuesday 2 May 2023. A special request is made to members who have any enquiries in relation to the financial report, to provide this in writing and sent to the Club's office no later than Tuesday 9 May 2023 so that the necessary research can be undertaken to accurately answer all questions.

By authority of the Board



Anthony Lico
Secretary Manager

PRESIDENT'S REPORT

2022 has been a year of consolidation for your club following two years of Covid-19 disruptions however it is still pleasing to report a net profit \$1,394,724.



With the State Government elections in March '23, members will have noticed the media frenzy following the Coalition's announcement of the intention to introduce Cashless Gaming to clubs and pubs by the end of 2028 should they be successful in retaining power. Unfortunately there was no detail in how the system will work technically nor at what cost the implementation will potentially incur, just that they will work it out moving forward. This has created great uncertainty for clubs given the lack of consultancy and involvement the industry has received from the government leading into their decision. Ultimately we can only hope for a sensible approach by whichever party wins power allowing for proper consultation, adequate trialing of suitable technology and control of implementation costs.

Stage 1 renovations which had been delayed 12 months were finally completed in November '22 with 2 new toilet blocks, new gaming bar, new coffee lounge, new children's play area with adjoining family lounge, administration expansion with lift, and added storage space. All areas are being well utilized which is very pleasing.

Stage 2 involving expansion of facilities on the Alpen terrace should commence towards the end of April with roughly a 6-month timeframe for completion.

The new cricket nets are in operation with just the wire netting to be completed and great to report the Leagues Panthers Cricket club enjoying a successful season with the Peter Davis One Day trophy already in the bag as we go to print. Minor premiers in First Grade with the finals coming up we wish them every success. A big thank you to Cricket NSW who provided a grant towards the cricket net project.

The Black and Whites successfully conducted their 100 year reunion in June '22 in what was a great weekend. Meet and greet on the Friday night, Reunion dinner with over 400 in attendance on the Saturday night and culminating with a great crowd at the footy on Sunday. Congratulations to the committee for a well organized event with special mention to Secretary Alister Watt for his dedication and drive, ensuring the success of the weekend.

In the early 70's the then Black and White committee with a large band of volunteers and community supporters took on the task of installing football ground lighting at the Rugby Oval [now Solar Mad Stadium]. This was a major facility development which involved upgrading power, install poles and lighting and completed with the help of experienced tradesmen who donated much of their time to the cause. This facility has now exceeded its use by date having been there for over 50 years.

It is pleasing to report that a grant has been received through the NSW Football Legacy Fund [Infrastructure] Grant Program 2022-23 for a complete replacement of the lighting at the oval. This will involve upgrade to wiring and installation of new poles and lamps. A grant of \$150,000 was announced by The Hon. Alister Henskens SC MP NSW Government and your club will match the grant dollar for dollar. A timeframe for the works is under consideration given the imminent start to the football season. A special thanks to all those who assisted and showed support with the grant application.

Maintaining staffing levels at the club has been a major issue throughout 2022. This was certainly not limited to the hospitality industry with employers across all industries facing similar shortages post Covid. A special thank you to our loyal staff who have risen to the occasion to ensure that club members still receive the service they deserve despite the shortages. Our aim has always been to be an employer of choice.

A special thank you also to our members for their continued support of the club especially during renovations where we had multiple areas under construction at any one time. Your patience during this period was most appreciated.

To General Manager Anthony Lico, thank you for the dedication and direction in which you lead this organization. The financial results are a great reflection of the manner and responsibility you accept in your management role and supported greatly by your management team.

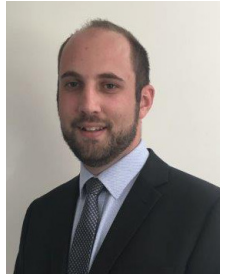
Finally to my fellow directors, thank you for your continued input to the job at hand. A solid and loyal group, it is a pleasure to work with all of you.

GRAEME TREVETT

President

GENERAL MANAGERS REPORT

It gives me immense pleasure to report on another successful year for the Griffith Leagues Club which has resulted in a net profit of \$1,394,724.

**2022 Financial Snapshot:**

- Total revenue increased by \$1,704,171/ 14.22% to \$13,684,384
- Total Expenses increased by \$1,446,895/ 13.34% to \$12,289,660
- Employee expenses increased by \$431,997/ 11.77% to \$4,101,050
- Cash and cash equivalents decreased by \$2,307,185/ 66.29% to \$1,173,118
- Interest bearing liabilities show a balance of \$671,552

After almost two years of covid-related delays, the Club was finally able to engage Meridian Construction Services to complete another piece of our building masterplan. The construction work included:

- Expansion of the Noel Gale Lounge, new café and lounge toilets
- A dedicated Family Terrace overlooking a new outdoor children's playground
- Expansion to indoor and alfresco gaming rooms, new gaming bar/ cashier and new gaming toilets
- Modifications to the first-floor offices and refurbishment of changerooms

The above-noted work was fully completed in October 2022 at a total construction cost of \$3.66 million.

We consider it critical to our future to offer a range of services, products and amenities that appeal to a broad demographic and our latest renovation places us one step closer to this objective. Of equal importance, the Club has an obligation to the community to repay your support by offering facilities at an affordable cost. The Family Terrace is just one example of this, and we are proud to offer a facility where parents can enjoy a day out with their children at little or no cost. It is encouraging to see an influx of families utilising the new area, whether it be to celebrate a birthday or interact in a mothers' group setting.

I mentioned in my previous report that the Board had approved major upgrades to the training oval in the form of new light towers and cricket training nets. Months of periodic wet weather delayed the construction of the cricket nets and I thank the GLCCC Panthers for their patience. The combined cost of both projects was approximately \$160,000.

It is no secret that we are able to offer excellent facilities in-part due to the revenue we derive from gaming machines. Gambling reform was a major discussion point leading into the NSW State Election and following Labor's election victory, a cashless trial on 500 poker

machines will commence on 1 July 2023. Whilst I can offer an opinion on the pros and cons of cashless gaming, the Club welcomes an evidence-based approach through trials.

The most disappointing aspect of the discussion around gambling reform is how Clubs have been unfairly portrayed by the media and some politicians as venues that turn a blind eye to money laundering and problem gambling. It simply isn't true. The fact is, an investigation by the NSW Crime Commission determined that washing money using gaming machines is "inefficient", "high risk" and "not widespread". Sadly, a very small percentage of the population do struggle with problem gambling, and we welcome any tool that helps us identify and support these people.

Essential goods such as energy, housing, fuel, and food continue to increase exponentially and create obstacles for our business. Apart from the additional expenses the Club has incurred as a result of sky-high inflation, our customers now have less disposable income to spend on leisure activities. After many years of sales growth, we expect to see a decline in sales volume over the next 12 months. This period will see the Board and Management walk the tight rope between passing on price increases on some products and accepting a contraction in profit on others.

Despite the above-mentioned challenges, the Board is currently working towards another major renovation in 2023. The Alpen Terrace is set to receive a significant upgrade in the form of a new outdoor bar, function pavilion, and sports screen which will be accessible to members via a new rear entrance from the Bridge Road carpark. The majority of the construction work will occur throughout winter to ensure as little disruption as possible to members.

I have always believed that we have a knowledgeable, diverse and enthusiastic management team. However, we are even better positioned following the appointment of Emma Fattore (Administration Manager), Edward Smith (Head Chef), Naydene Rebellato and Morgan Bryant (Functions Coordinators) to our senior management team. They have integrated seamlessly into the team and have all made a significant positive impact in a short period. I am also fortunate to have had the long-term support of Bruce Wakeling (Operations Manager), Anne Iirilli (Finance Manager) and Brittany Beltrame (Marketing Manager) combined with an excellent team of Duty Managers.

To all our frontline staff, permanent and casual, I thank you for the excellent job you do. You have done an outstanding job by providing excellent and professional service to our customers and are one of the primary reasons they choose the Leagues Club for their social occasion.

I extend my gratitude to President Graeme Trevett and the Board of Directors for your support. Every year brings new challenges and I am grateful that I am able to leverage the Board's knowledge, experience and guidance. A special congratulations to Graeme, who has now

served 25 years as President after being elected to the position on 17 March 1998. Well done GT!

Finally, I close my report by thanking our members for supporting the Club at every opportunity. I look forward to your continued patronage in the future.

ANTHONY LICO
General Manager

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

Your directors present their report on the company for the financial year ended 31 December 2022.

DIRECTORS

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

Graeme Trevett	Maria Maloni
John McFadzean	Russell McCann
Anthony Catanzariti	Joseph Amato
Craig O'Keeffe	Christos Velis
Ashley Gunn	

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

INFORMATION ON DIRECTORS

In accordance with Section 300(10) of the *Corporations Act 2001* particulars of the qualifications, experience and special responsibilities of the company's directors are as follows:

DIRECTOR	QUALIFICATIONS AND EXPERIENCE	SPECIAL RESPONSIBILITIES
Graeme Trevett	Insurance Broker Director 31 Years	Club President
Joseph Amato	Licensed Agent Director 5 Years	Senior Vice President
Craig O'Keeffe	Service Manager Director 7 Years	Junior Vice President
Anthony Catanzariti	Business Proprietor Director 13 Years	Treasurer
John McFadzean	Retired Director 32 Years	
Ashley Gunn	Accountant Director 7 Years	
Maria Maloni	Retired Bank Officer Director 6 Years	
Russell McCann	Senior Resource Supervisor Director 5 Years	
Christos Velis	Water Treatment Plant Operator Director 3 Years	

No director of the company has or has had an interest in a contract or a proposed contract with the company, which is required to be declared in accordance with the *Corporations Act 2001*, except for those disclosed at Note 16 to the financial statements.

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

MEETINGS OF DIRECTORS

	ELIGIBLE	PRESENT	APOLOGY
Graeme Trevett	12	12	0
John McFadzean	12	10	2
Anthony Catanzariti	12	12	0
Craig O'Keeffe	12	11	1
Ashley Gunn	12	9	3
Maria Maloni	12	10	2
Russell McCann	12	8	4
Joseph Amato	12	11	1
Christos Velis	12	8	4

PRINCIPAL ACTIVITIES

The principal continuing activities of the Club is the encouragement and promotion of sport activities including rugby league, soccer, touch football, cricket, fishing and a range of other sports and the provision of recreational facilities for its members.

OPERATING RESULTS

The net profit of the company for the financial year after providing for income tax amounted to \$1,394,724.

REVIEW OF OPERATIONS

A review of the operations of the company during the financial year and the results of those operations are as follows:

INCOME	2022	2021
Bar, bistro and catering trading sales	5,374,315	4,740,434
Gross profit	3,035,166	2,719,509
Poker machine income	7,540,157	6,291,267
Profit on sale of property, plant and equipment	195,731	79
Commissions	146,565	145,798
Members subscriptions	17,285	36,535
Other income	410,330	766,102
Total Income	<u>11,345,234</u>	<u>9,959,289</u>
Less: expenses	<u>9,950,511</u>	<u>8,821,841</u>
Net profit before income tax	<u>1,394,724</u>	<u>1,137,448</u>
Income tax expense	-	-
Net profit after income tax	<u><u>1,394,724</u></u>	<u><u>1,137,448</u></u>

FINANCIAL POSITION

The retained profits of the company have increased by \$1,394,724 from \$16,568,047 at 31 December 2021 to \$17,962,771 at 31 December 2022. This movement is represented by a \$1,394,724 net profit for the year to 31 December 2022. The revaluation reserves were \$2,988,506 at 31 December 2021 and \$2,938,485 at 31 December 2022, bringing the company's Net Assets to \$20,901,256 at 31 December 2022.

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

SIGNIFICANT CHANGE IN STATE OF AFFAIRS

No significant change in the nature of these activities occurred during the financial year.

SHORT AND LONG TERM OBJECTIVES

The Board has established short and long term objectives as outlined in the Club's strategic plan which is reviewed on an annual basis. These objectives are both financial and non financial, and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the registered club industry.

STRATEGIES

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

The Board and Management will continue to improve the amenities at each venue to ensure that both premises remain relevant with member interests.

Improvements to Solar Mad Stadium are ongoing and the Board endeavours to upgrade this facility as part of the Club's commitment to foster, encourage and promote local sport.

The Club continues to invest in staff training to aid in the day to day operations of the Club and ensure that a high level of customer service is provided to members and guests. Directors regularly attend various seminars and conferences to ensure sound corporate governance, compliance and improved decision making.

KEY PERFORMANCE INDICATORS

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

MEMBER 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 each towards meeting any outstanding obligations of the entity. At 31 December 2022, the total amount that the members of the company are liable to contribute if the company is wound up is \$16,866 (2021: \$16,706).

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

AUDITORS INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under Section 370C of the Corporations Act 2001 is attached to this financial report.

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

Director



Graeme Trevett

Director



Anthony Catanzarid

Dated at Griffith this 24th day of March 2023


DIRECTORS' DECLARATION FOR THE YEAR ENDED 31 DECEMBER 2022

The directors of the Griffith Leagues Club Limited declare that:

1. The financial statements and notes, as set out in pages 11 to 23 are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 31 December 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

Director



Graeme Trevett

Director



Anthony Catenzeriti

Dated at Griffith this 24th day of March 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GRIFFITH LEAGUES CLUB LIMITED

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of Griffith Leagues Club Limited (the Company), which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In my opinion, the accompanying financial report of Griffith Leagues Club Limited is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2022 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

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

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

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

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 31 December 2022, but does not include the financial report and my auditor's report thereon. My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon. In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

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

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

YOUR CLUB IN NUMBERS



9,562

Club Members



31

Community groups supported



62,570

Visitors through the door



9.2K

Followers across our social media platforms



11.4K

downloads of our GLC App



\$120,431

in funding distributed to local Community & Sport Groups



OVER 10%

of loyal patrons have been members for 30+ years



400 HRS

totalling 100 sets of free live entertainment from local acts in our community



\$4,101,050

Spent on Staff Wages & Benefits



1.8K

Aperol Spritz were enjoyed



6.7K

Chicken Parmis sold in the Bistro - one of our top sellers!



40/52

Staff Male to Female Ratio



\$206,000

Was given away using our 10% members Bistro discount & 15% Happy Hour & Coupons



\$221,779

Spent on electricity & gas



\$11,161,444

TOTAL ASSETS increased 92.88% over 8 years



52 YR FEMALE

Average Age & Gender of our current members

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GRIFFITH LEAGUES CLUB LIMITED

Auditor's Responsibilities for the Audit of the Financial Report

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

-Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

-Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.

-Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

-Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

-Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

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



John P Keenan CPA
Registered Auditor 156228
PINNACLEHPC PTY LTD

Dated at Griffith this 24th of March 2023

**AUDITOR'S INDEPENDENCE DECLARATION UNDER
SECTION 307C OF THE CORPORATIONS ACT 2001****TO THE DIRECTORS OF
GRIFFITH LEAGUES CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2022 there have been:

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



John P Keenan CPA
Registered Auditor 156228
PINNACLEHPC PTY LTD

Dated at Griffith this 24th of March 2023

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	2022 \$	2021 \$
Revenues from ordinary activities	2	13,684,384	11,980,213
Employee benefits expense		(4,101,050)	(3,669,053)
Depreciation and amortisation expense		(938,071)	(959,310)
Finance costs	3	(57,393)	(4,279)
Other expenses		(7,193,147)	(6,210,123)
Profit/(loss) before income tax expense		<u>1,394,724</u>	<u>1,137,448</u>
Income tax expense		-	-
Profit for the year		<u>1,394,724</u>	<u>1,137,448</u>
Other comprehensive income		-	-
Total comprehensive income for the year		<u>1,394,724</u>	<u>1,137,448</u>
Profit attributable to members of the entity		<u>1,394,724</u>	<u>1,137,448</u>
Total comprehensive income attributable to members of the entity		<u>1,394,724</u>	<u>1,137,448</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022**

	Note	2022 \$	2021 \$
CURRENT ASSETS			
Cash and cash equivalents	4	1,173,118	3,480,303
Trade and other receivables	5	69,398	50,244
Inventories	6	157,474	182,486
Investments	7	826	826
Other current assets	8	7,662	6,657
TOTAL CURRENT ASSETS		<u>1,408,478</u>	<u>3,720,517</u>
NON-CURRENT ASSETS			
Property, plant and equipment	9	19,630,218	15,804,293
Intangible assets	10	2,140,000	2,140,000
TOTAL NON-CURRENT ASSETS		<u>21,770,218</u>	<u>17,944,293</u>
TOTAL ASSETS		<u>23,178,696</u>	<u>21,664,809</u>
CURRENT LIABILITIES			
Trade and other payables	11	784,339	1,272,110
Short-term provisions	12	298,035	279,268
Equipment finance liabilities	13	137,513	124,812
Other current liabilities	14	21,655	44,136
TOTAL CURRENT LIABILITIES		<u>1,241,541</u>	<u>1,720,325</u>
NON-CURRENT LIABILITIES			
Long-term provisions	12	48,168	82,068
Equipment finance liabilities	13	195,921	172,434
Interest bearing liabilities	13	671,552	15,000
Other non-current liabilities	14	120,259	118,429
TOTAL NON-CURRENT LIABILITIES		<u>1,035,899</u>	<u>387,931</u>
TOTAL LIABILITIES		<u>2,277,440</u>	<u>2,108,256</u>
NET ASSETS		<u>20,901,256</u>	<u>19,556,553</u>
EQUITY			
Reserves		2,938,485	2,988,506
Retained profits		17,962,771	16,568,047
TOTAL EQUITY		<u>20,901,256</u>	<u>19,556,553</u>

The accompanying notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	Retained Earnings	Reserves	2022	2021
Balance at beginning of year		16,568,047	2,988,506	19,556,553	18,469,767
Profit attributable to entity		1,394,724	-	1,394,724	1,137,448
Revaluation of shares		-	-	-	(641)
Revaluation of land and buildings		-	(50,021)	(50,021)	(50,021)
Revaluation of poker machine entitlements		-	-	-	
Balance at end of year		17,962,771	2,938,485	20,901,256	19,556,553

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 \$	2021 \$
Cash flows from operating activities			
Receipts from customers		13,421,322	11,652,626
Interest received		504	17
Dividends received	2(a)	21	38
Receipts from government subsidies		27,000	291,077
Payments to suppliers and employees		(11,771,272)	(9,365,041)
Interest and other costs of finance paid	3	(57,393)	(4,279)
Net cash provided by operating activities		<u>1,620,182</u>	<u>2,574,437</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		426,822	29,900
Payments for property, plant and equipment		(5,046,929)	(880,621)
Net cash used in investing activities		<u>(4,620,107)</u>	<u>(850,721)</u>
Cash flows from financing activities			
Borrowings drawn		3,074,374	256,176
Repayment of borrowings		(2,381,635)	(217,356)
Net cash used in financing activities		<u>692,739</u>	<u>38,820</u>
Net increase/ (decrease) in cash held		(2,307,186)	1,762,536
Cash at beginning of financial year		<u>3,480,303</u>	<u>1,717,767</u>
Cash at end of financial year		<u><u>1,173,118</u></u>	<u><u>3,480,303</u></u>

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

The financial statements cover Griffith Leagues Club Limited as an individual entity, incorporated and domiciled in Australia. Griffith Leagues Club Limited is a company limited by guarantee.

The financial statements were authorised for issue on 24th of March 2023 by the directors of the company.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The company has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all recognition and measurement requirements in Australian Accounting Standards.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

ACCOUNTING POLICIES

(a) Revenue

Revenue from the sale of goods is recognised upon delivery of goods to customers. Donations and bequests are recognised when revenue is received. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. For capital grants, the company recognises income in profit or loss when or as the company satisfies its obligations under the terms of the grant. All revenue is stated net of the amount of goods and services tax (GST).

(b) Inventories

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

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

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

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

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

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

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

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and any impairment losses. The carrying amount of 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 assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

In the event the carrying amount of plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

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

Depreciation

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

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

Land and Buildings	2.50%
Plant and Machinery	7.5%- 60.0%
Plant and Equipment Under Lease	30%

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

As asset's carrying amount is written down immediately to its recoverable amount if the asset's 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 recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus

(d) Intangible of Assets

The entity holds poker machine licences either acquired through a past business combination or granted for no consideration by the NSW government. AIFRS requires that licences outside of a pre-AIFRS transition business combination be recognised initially at its fair value as at the date it was granted with a corresponding adjustment to profit and loss to recognise the grant immediately as income. Until new gaming legislation taking effect in April 2002 allowing poker machine licences to be traded for the first time, the entity has determined the fair value at grant date for licences granted pre April 2002 to be zero.

During 2021 the directors determined to value poker machine entitlements at fair value annually.

(e) Impairment of Assets

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

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

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

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

(f) **Employee Benefits**

Short-term employee benefits

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

The company's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of accounts payable and other payables in the statement of financial position.

Contributions are made by the company to an employee superannuation fund and are charged as an expense when incurred.

Other long-term employee provisions

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

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

(g) **Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(h) Accounts Receivable and Other Debtors

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

(i) Goods and Services Tax

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

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

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

(j) Income Tax

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

(k) Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(l) Comparative Figures

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

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

(m) Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(n) Critical Accounting Estimates and Judgements

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 \$	2021 \$
2 REVENUE		
Operating activities		
Sale of goods	5,374,315	4,740,434
Gaming revenue	7,540,157	6,291,267
Subscriptions and nominations	17,285	36,535
Dividends	2(a) 21	38
Unrealised gain/(loss) on investments	-	(641)
Interest received	504	17
Government Subsidies	27,000	291,077
Other revenue	529,370	621,409
Total revenue	<u>13,488,653</u>	<u>11,980,135</u>
Non-operating activities	195,731	79
Gain on disposal of property, plant and equipment	<u>195,731</u>	<u>79</u>
Total Revenue	<u>13,684,384</u>	<u>11,980,213</u>
(a) Dividends from:		
Other corporations	<u>21</u>	<u>38</u>
3 PROFIT BEFORE INCOME TAX EXPENSE		
Profit from ordinary activities before income tax has been determined after:		
Expenses:		
Administration	4,677,219	3,984,790
Entertainment	176,778	204,409
Cost of goods sold	2,339,150	2,020,924
	7,193,147	6,210,123
Employee Costs	4,116,183	3,605,996
Provision for employee entitlements	(15,133)	63,057
	4,101,050	3,669,053
Borrowing costs	3(a) 57,393	4,279
Depreciation & amortisation	938,071	959,310
Total expenses from ordinary activities	<u>12,289,661</u>	<u>10,842,766</u>
(a) All borrowing costs are payable to other corporations.		
4 CASH AND CASH EQUIVALENTS		
Change	374,500	374,500
EFTPOS- Southside	106,810	79,710
EFTPOS- Northside	6,810	2,810
Deposits TAB	10,000	10,000
Cash at bank- Working Account	115,210	2,585,784
Cash at bank- Investment Account	76,370	76,089
Cash at bank- TAB Accounts	156,781	116,170
Cash at bank- Keno Accounts	266,893	175,721
Cash at bank- Long Service Provision Account	59,743	59,520
	<u>1,173,118</u>	<u>3,480,303</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 \$	2021 \$
5 TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade debtors	69,398	50,244
	<u>69,398</u>	<u>50,244</u>
6 INVENTORIES		
CURRENT		
At cost:		
Stock on hand	157,474	182,486
	<u>157,474</u>	<u>182,486</u>
7 INVESTMENTS		
CURRENT		
Shares in listed companies	826	826
	<u>826</u>	<u>826</u>
8 OTHER ASSETS		
CURRENT		
Prepaid expenses	7,662	6,657
	<u>7,662</u>	<u>6,657</u>
9 PROPERTY, PLANT AND EQUIPMENT		
Land and buildings at cost and valuation	14,015,492	14,205,492
Less: accumulated depreciation	(1,237,200)	(987,855)
Total land and buildings	<u>12,778,292</u>	<u>13,217,637</u>
Plant, equipment, furniture and fittings	9,280,094	8,794,675
Less: accumulated depreciation	(6,823,535)	(6,459,128)
Total plant and equipment	<u>2,456,559</u>	<u>2,335,547</u>
Work in Progress	4,395,367	251,109
Total property, plant and equipment	<u>19,630,218</u>	<u>15,804,293</u>
(a) Land		
Under the <i>Registered Clubs Act 1976</i> , the company is required to distinguish between its core and non-core property.		
(b) Core & Non-Core Property		
Pursuant to Section 41J(2) of the Registered Clubs Act 1976, for the financial year ended 31 December 2022		
(a) all property held by the company is to be classified as core property;		
(c) In 2017 the land and buildings were independently valued by Opteon. These values have been reflected in the financial report.		
10 INTANGIBLE ASSETS		
Poker machine entitlements	2,140,000	2,140,000
	<u>2,140,000</u>	<u>2,140,000</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 \$	2021 \$
11 TRADE AND OTHER PAYABLES		
CURRENT		
Trade creditors	634,379	504,748
Accrued charges	149,960	755,240
GST	-	12,122
	784,339	1,272,110

12 PROVISIONS

Provision for holiday pay	136,848	153,545
Provision for long service leave	209,354	207,790
	346,202	361,335

Analysis of Total Provisions

Current	298,035	279,268
Non-current	48,168	82,068
	346,202	361,335

Provision for Non-current Employee Benefits

A provision has been recognised for employee entitlements relating to long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of the leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits have been included in Note 1(f) to these financial statements.

13 BORROWINGS

CURRENT

Equipment finance liability	137,513	124,812
	137,513	124,812

NON-CURRENT

Equipment finance liability	195,921	172,434
Interest bearing liabilities	671,552	15,000
	867,472	187,434

14 OTHER LIABILITIES

CURRENT

Deposits held	16,620	10,190
Prepaid income	-	28,706
Subscriptions in advance	5,035	5,240
	21,655	44,136

NON-CURRENT

Prepaid income	-	-
Subscriptions in advance	120,259	118,429
	120,259	118,429

15 EVENTS AFTER THE REPORTING PERIOD

The directors are not aware of any significant events since the end of the reporting period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

16 RELATED PARTIES

Related Party Transactions

Directors declared an interest in the following entities:

Peter L Brown and Associates (Graeme Trevett)

Any transactions with these entities throughout the year occurred in the ordinary course of business and were conducted at arm's length.

17 COMPANY DETAILS

The registered office of the company is:

Griffith Leagues Club Limited

2 Bridge Road

Griffith NSW 2680

18 BANK LOANS AND OVERDRAFTS

The Westpac Banking Corporation holds the following as security for its commercial lending facilities:

A First Registered Mortgage over non residential real property located at Wakaden Street Griffith NSW 2680

A First Registered Company Charge over the whole of the assets and undertakings of the company, including Liquor Licence, Poker Machine Entitlements, Gaming Licences, TAB or other betting agencies

A First Registered Mortgage over non residential real property located at Bridge Road Griffith NSW 2680

A First Registered Mortgage over non residential real property located at Coolah Street Griffith NSW 2680

19 GUARANTEES

As a requirement for the installation of TAB facilities in the Club, the Totalizer Agency Board requires guarantees to the value of \$10,000, which are held by the Westpac Banking Corporation.

who your club

SUPPORTED

BARNABAS HOUSE

BLACK & WHITES JRL

CANCER COUNCIL NSW

CANCER COUNCIL FOUNDATION

CARE SOUTH

CAREVAN

COUNTRY EDUCATION FUND DPC

COUNTRY EDUCATION FOUNDATION OF GRIFFITH

GRIFFITH ABORIGINAL MEDICAL CENTRE

GRIFFITH BLACK & WHITES

GRIFFITH COMMUNITY CENTRE INC

GRIFFITH HARNESS RACING

GRIFFITH LEAGUES CLUB CRICKET CLUB

GRIFFITH LEAGUES SOCIAL GOLF

GRIFFITH NETBALL ASSOCIATION

GRIFFITH PONY CLUB INC

GRIFFITH PROSTATE CANCER SUPPORT GROUP

GRIFFITH SHED FOR MEN INC

GRIFFITH TENNIS CLUB

GRIFFITH VETERANS GOLF ASSOCIATION

GROUP 20 REFEREES ASSOCIATION

GROUP 20 RUGBY LEAGUE

GROUP 20 JRL

NEW SOUTH WALES RUGBY LEAGUE

MEN OF LEAGUE FOUNDATION LTD

NORTHSIDE FISHING CLUB

PARKINSONS NSW

RIDING FOR THE DISABLED

SOUTHSIDE ANGLERS FISHING CLUB

YENDA RUGBY LEAGUE FOOTBALL TEAM

YOOGALI SOCCER CLUB

