



# Annual Report

# 2024

# NOTICE OF ANNUAL GENERAL MEETING OF TEA GARDENS COUNTRY CLUB LIMITED

**(A COMPANY LIMITED BY COMPANY GUARANTEE)  
A.B.N. 30 001 038 660**

NOTICE IS HEREBY GIVEN THAT the 53rd Annual General Meeting of Tea Gardens Country Club Limited (the Club) will be held in the Clubhouse, 2A Yalinbah Street, Tea Gardens, 2324 on Sunday 24th November 2023 at 9.00 am.

The meeting will consider the following: -

## **BUSINESS:**

- To confirm the minutes of the previous Annual General Meeting.
- To receive and consider the reports of the Board.
- To deal with any Resolutions recommended by the Board.
- To receive and consider the Statement of Profit and Loss and Other Comprehensive Income, the Statement of Financial Position, the Statement of Cash Flows, and the report of the Auditor.
- To receive and consider the Profit and Loss Account and Detailed Trading Account.
- To deal with any business of which due notice may be given.

To deal with any other business that the meeting may approve of which due notice has been given.

All business and notices of motion to be dealt with at an Annual General Meeting must be handed to the Secretary at least twenty-one (21) days prior to the date of such meeting.

## **Questions regarding Finance:**

Members wishing to ask questions regarding finance at the Annual General Meeting are asked to convey those questions in writing to the General Manager on no later than the 8th November 2023. This allows staff time to carry out any necessary research to provide more informative answers.

## **Meeting Procedures for Motions:**

- Each resolution must be passed as a whole and may not be amended by motions from the floor of the meeting or dealt with as two or more separate resolutions.
- In order to be passed, an Ordinary Resolution must receive votes in its favour from not less than a simple majority of those members who attend and vote and are entitled to vote at the meeting. A Special Resolution requires the support of no less than 75% of the members present and entitled to vote.

## **As Ordinary Resolutions recommended by the Board of Directors:**

1. THAT the Club provide a reasonable meal and or refreshments to each Director before, after or during each meeting of the Board of Directors.
2. THAT the Directors be reimbursed by the Club for reasonable expenses incurred in the following activities of the Directors on production of invoices, receipts or other proper documentary evidence:
  - i. Travelling by either private or public transport to and from any meeting of the Board of Directors or any other meetings of any committee as approved by the Board of Directors from time to time;
  - ii. Carrying out their duties as Directors of the Club within the Club or elsewhere as approved by the Board of Directors from time to time including, without limitation, expenses associated with entertainment of guests of the Club and any other promotional activities;
  - iii. Attending the Annual General Meeting of Clubs NSW or meetings of any other associations or bodies of which the Club is a member, provided such attendance is approved by the Board of Directors from time to time;
  - iv. Attending any seminar, lecture, trade display or similar event provided such attendance is approved by the Board of Directors from time to time;
  - v. Attending other clubs for the purpose of viewing and assessing facilities and methods of operation provided such attendance is approved by the Board of Directors as being necessary for the benefit of the Club.
3. THAT the Club provide to Directors or reimburse Directors in respect of Club blazers and associated apparel for use by the Directors when representing the Club.
4. THAT the Club pay or reimburse the reasonable costs of each Director and their spouse attending a Christmas Function.
5. THAT the members acknowledge that that the benefits referred to in Resolutions 1 to 4 inclusive above are not available to members but only to those Directors or President of the Club.
6. THAT the expenses incurred by the Club in the provision of the benefits referred to in Resolutions 1-4 above be limited to a total amount of not more than \$10,000 per annum
7. THAT the Club provide or reimburse the reasonable cost of meals and or refreshments to volunteer workers undertaking voluntary work for and on behalf of the Club where such voluntary work is approved by the Board of Directors.

TEA GARDENS COUNTRY CLUB LIMITED  
ABN 30 001 038 660

# TEA GARDENS COUNTRY CLUB LIMITED

A.B.N. 30 001 038 660

## CLUB EXECUTIVES 2023 / 2024

|                           |  |
|---------------------------|--|
| <b>PRESIDENT</b>          | Terry Munright   |
| <b>VICE PRESIDENT</b>     | Heather Vaughan  |
| <b>HONORARY TREASURER</b> | Malcolm Motum  |
| <b>DIRECTORS</b>          | Kirsten Adam<br>Russell Armstrong<br>Colin Haigh<br>Terry Moore<br>Marcia Smith<br>Ron Webster |
| <b>GENERAL MANAGER</b>    | Warren Gooley  |

# PRESIDENT'S REPORT 2023/2024

Another year has come and gone in the life of our club.

To say the 23-24 year has been tough for the survival of many small clubs, including ours, could be construed as an understatement. Many small clubs have gone into administration due to the pressures of the current cost of living, which has placed stress on the family budget and thereby has impacted disposable income. This has been shown in the considerable reduction in the clubs' income as shown in the accounts. Our General Manager, Warren, and the Board of Directors, have worked tirelessly to reduce costs, bearing in mind keeping the club afloat and maintaining the asset. I must add that over this time, you, the members, have continued to support the club through this most challenging period.

During the year we have continued to provide a place where you are welcomed with a smile and enjoy the hospitality all at a reasonable cost. Gaming has continued to provide the latest machines at the right price due to the negotiating skill of the GM. Well done, Warren.

At the time of writing, we are starting to show "green shoots" as the club starts to pick up leading into summer.

I would like to thank the staff, both in front and back of house for their diligence and continuing support. I believe that without their commitment to the club generally and you the members particularly, our task to continue to provide a welcoming environment would have been much harder.

To those who give their time as volunteers to the club, particularly the men's and ladies bowls, for their significant support in maintaining the Greens areas with new shades, thank you for your efforts.

To Warren and the Board, my sincere admiration for the selfless work you have put in behind the scenes to ensure our club will continue to serve the members and the community for the near future. Thank you.

In closing, I would like to thank my wife, Margaret, who continues to support me through the difficulties of life generally. Without your encouragement and backing my workload would be more challenging.

**Terry Munright**  
**President**

# HONORARY TREASURER'S REPORT

For the financial year ended 30th June 2024 the Club recorded a net trading loss of \$359,185 (\$18,809 profit in 2024).

The trading loss can be attributed to an extraordinary downturn in gaming machine trade. The cash reserve of the Club was sufficient to cope with the trading loss this year. The Board implemented some cost-saving measures in response to the poor trading conditions. Despite the poor performance of the gaming machines, the Club amenity, community charity support and member benefits were maintained.

The trading figures for the first part of the new financial year are more encouraging.

**Malcolm Motum**

**Honorary Treasurer**

# GENERAL MANAGER'S REPORT

Continuing a downward trend that began in May 2023 the Club finished the June 2024 financial year with a loss of \$359,185 after depreciation and amortization costs of \$358,150. This loss was largely due to a drop in gaming machine profits of \$314,196.

Early this year the Board addressed the escalating losses over a series of brainstorming sessions and subsequently wide scale expense cutting measures were undertaken. These steps included a cutback in opening hours and rationalization of wages and personnel particularly in administrative areas. These changes among others have seen a reversal in the Clubs performance over the past 6 months and myself and the Board are confident of a return to more profitable figures in the current financial year. The September 2024 quarter saw an improvement of over \$130,000 on last year's comparative figures. We have also repaid almost \$90,000 on the Motel loan over this 2024 Calendar year.

Despite the cutbacks the Club has managed to maintain member amenities and in the last financial year provided over \$250,000 in members benefits by way of various promotions, bonus reward points and discounted pricing on food and beverage.

On the playing fields our Bowlers did the Club proud with the Mens Division 5 and 6 teams reaching the Regional playoffs and the Women's Division 3 team winning their way through Regional, then District, and finally State playoffs to claim the State Pennant flag. A great achievement for us all to be very proud of.

I wish to thank my team of staff who all do their best to ensure your comfort whilst visiting the Club. Special mention to my small team of Supervisors who all go the extra mile to ensure shifts are covered and the machine continues to roll. Thank you also to my great team of Directors for their support and encouragement throughout the year, especially when the chips were down. This team of Directors will continue to govern the Club over the next two years as there were no other nominees for positions on the Board when they were called for in October. As always thank you also to my wife Elaine for her continued patience and encouragement. The ever-increasing administrative requirements in this industry are time consuming and protracted and can dampen the enthusiasm of even the most ardent punter.

To all who have suffered illness or bereavement during the past year please accept the Board and Managements sincere condolences and we wish everybody a happy and safe Festive Season.

**Warren Gooley**  
**General Manager**

# MEN'S BOWLING CLUB PRESIDENT'S REPORT

I'm pleased to report that our last year has once again been a success, we are in a good financial position moving forward.

Our income relies on sponsorship, the "80 Club", the cans and bottle collection from the Country Club, Tea Gardens Hotel and starting soon the Surf Club. I sincerely thank all those who help with these activities. Many hands make it easier.

Our new committee is bonding well and with Rick Islaub, Secretary, Graham Uff continuing as Treasurer we have a strong team for the next year. I thank our committee for their support in my first year as President.

I would sincerely like to thank our Major Sponsor, John Rumble from First National Real Estate Hawks Nest, for their continued support of our club along with the other local businesses whose details are displayed on the score boards around the greens. Please support these businesses who support us.

Our last pennants season saw both our Grade 5 & 6 teams progress to the Zone playoffs but unfortunately did go further. Our Grade 7 side had an up and down season but this grade allows us to bring new bowlers into the Pennants system and increase their skills. A great effort by all the players and I thank them for their efforts. My thanks to our selectors who have an unenviable job week in week out. A job I don't wish on anyone.

This year's championship matches are well underway with some already completed and along with visitations from other clubs it keeps our calendar full. My thanks to the match committee, Hylton Newman, Geoff Muggleton and Ron Green for their efforts as it is not an easy job.

Sunday bowls continues to flourish with Frank Dunn at the helm and we now have a large turnout on Sunday mornings with more bowlers progressing to Wednesday bowls and being then available for Pennants.

Tony Butler is continuing with the shade replacement /refurbishment around the greens. He has completed much of the work, and I thank him very much for his efforts and commitment with this project. It will enhance our greens and provide sunshade for a long time to come.

I would sincerely like to thank the Board of Directors and all the staff of the Country Club for their help and assistance. It is much appreciated by not only by me but all of our members. Thank you to Warren Gooley for his help and assistance as I move into this role. Thanks also to the greenkeepers who have had a weather affected year but have managed to give us greens to bowl on under difficult conditions.

Thank you to all our members and also those of the Women's Bowling Club for their continued support which allows our club to flourish and grow.

**Robin Young**

**President**

**Tea Gardens Men's Bowling Club**



# WOMEN'S BOWLING CLUB PRESIDENT'S REPORT

I'm pleased to report that we have had another good year with 50 members on our books and 2 sports members. Even though we don't get that number to bowls each week, we certainly get a good rollup on Trophy days and competitions.

The results of 2023/2024 season's championships are Major Singles champion once again Robyn Beaumont; Minor Singles: Jeanette Emmett; Major Pairs: Lynne Green & Sheila Rattray; Minor Pairs: Maryanne Cuss & Judi Polak; Triples: Bev Harrington, Gay Pezet & Lyn Nightingale; Fours: Lynda Richards, Deyonne Page, Gay Pezet & Robyn Beaumont; Open Consistency: Bette Saillard.

The Pennant Season was most successful with 2 teams playing in Division 3. The number 1 team of Pat Baker, Lynne Green, Karen Green, Robyn Webster, Robyn Beaumont, Bev Harrington, Gay Pezet, Lyn Nightingale and Reserves Irene Roberts, Deyonne Page and Lorraine Murphy, went through to win the District, then the Regional, then off to Ballina to win the State Pennant Flag from some very tough competition. Congratulations to all.

Our annual Oncology Day, which is our main fundraiser of the year, was held at the end of October, 2023 and we were able to transfer the sum of \$4,500.00 to the Calvary Mater Hospital.

Thanks to my Committee Secretary Carolyn Fredericks (who took on the mammoth job when our past Secretary Chrissie Buddle resigned), Vice Presidents Sandra Leisemann and Judy McGavock, Treasurer Lynda Richards who is also our Historian and Publicity Officer, all the Match and Selection Committees for all their hard work, our Welfare Officer and to the Social Committee ladies who help to run our days.

Big thanks to First National our major sponsor and the Garden Eatery for their generous donations of vouchers throughout the year. Also, Steve Green our greenkeeper and his helpers for preparing our greens each week.

Thank you to Warren Gooley our General Manager and the Board for their support throughout the year, especially the seafood raffle which is a great help to our club and to all the ladies who volunteer to sell tickets each month.

Best wishes to the Men's Bowling Club and as always I know we shall enjoy working with them once again this year.

**Bette Saillard**  
**President.**

# FISHING CLUB PRESIDENTS REPORT

Our club has made the decision to adopt half bag limits of the Dept Primary Industries regulations, which was moved & seconded at our AGM in August of this year.

This season for the Fishing Club has been very successful, all outings were well attended, with an average 21 registered to fish & 12 weigh-in fish. Congratulations to all category winners for 2023-2024, results will not be known until our presentation night on 26th October at Tea Gardens Country Club.

This year's Gibber to Gibber was held on the 28th – 30th June it was hosted by Bulahdelah Fishing Club and was also won by Bulahdelah Fishing Club, this event was well supported by all three clubs with some great fish weighed in.

I wish to thank Tea Gardens Country Club for allowing us to run our seafood raffles, also our volunteer raffle ticket sellers and of course the members & guests who support us, it is very much appreciated.

Our Office Bearers, as elected for 2024:-

**President** – John Vaughan

**Vice President** – Michael Groth

**Treasurer** – Heather Vaughan

**Secretary** – Chris Colledge.

**Weighmaster** – Ian Stewart-Dempsey

**Asst Weighmaster** – Will Markham & Vaughan Dorahy

**Recorder** – Shannon Vaughan

**Publicity Officer** – Marissa McKeough.

We wish to acknowledge retiring office bearers, Vaughan Dorahy, however he is happy to assist Weighmaster when necessary and Brad Markham retiring from position of Secretary, we wish to thank them very much for their years of dedication to the positions held.

**John Vaughan**  
**President**

# SUNDAY BOWLS REPORT 2024

The past year provided a mixed bag of weather for the weekends resulting in some cancellations. On average we had a roll up of 32 bowlers for most Sundays with a mix of experienced and learner bowlers.

The Men's and Women's Bowling Clubs both benefitted with new members who had all been very keen to get into midweek games. A special thank you goes to those participants who assisted with green set up and water provision etc.

During the year we enjoyed visits from various clubs who made a weekend of it, playing Saturday afternoons and Sunday mornings with several clubs playing for a club trophy with their attendance supporting the Motel, Country Club and Restaurant.

Our coaches John Slater and Daryl Martin have been invaluable to our new bowlers. If you wish to take advantage of their expertise please contact them through our bowling club.

In closing I wish to thank all our Members, Sunday Bowlers and Staff and wish you all the best for the future.

**Frank Dunn**  
**Convenor of Sunday Bowls**

# FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

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# CLUB PROPERTY DECLARATION

Pursuant to Section 41(E) of Registered Clubs Act 1976 the Directors declare that, for the financial year ended 30 June 2024, the classification of the land is as follows:

| Property Address                           | Current Usage                   | Classification |
|--|---------------------------------|----------------|
| Lot 2 DP 870920 Yalinbah St<br>Tea Gardens | Club House &<br>Bowling Greens  | Core           |
| Lot 3 DP 870920 Yalinbah St<br>Tea Gardens | Motel                           | Non-Core       |
| Lot 1 DP 870920 Yalinbah St<br>Tea Gardens | Block Adjacent to<br>Bayview Rd | Non-core       |
| Lot 27 DP 737629 Myall St<br>Tea Gardens   | Caretakers Cottage              | Non-core       |

Section 41(E) of the *Registered Clubs Act 1976* requires the annual report to specify the core property and non-core property of the Company as at the end of the financial year to which the report relates.

- Core property is any real property owned or occupied by the Company that comprises:
  - the defined premises of the Club; or
  - any facility provided by the Club for use of its members and their guests; or
  - any other property declared by a resolution passed by a majority of the members presents at a general meeting of Ordinary members of the Club to be core property of the Club
- Non-core property is any other property other than that referred to above as core property and any property which is declared by the members at a general meeting of ordinary members of the Club not to be core property.**
- The significance of the distinction between core property and non-core property is that the Club cannot dispose of any core property unless:
  - The property has been valued by a registered valuer within the meaning of the *Valuers Act 2003*;
  - The disposal has been approved at a general meeting of the ordinary member of the Club at which the majority of the votes cast support the approval; and
  - Any sale is by way of public auction or open tender conducted by an independent real estate agency or auctioneer.
- These disposal provisions and what constitutes a disposal for the purpose of section 41E are to some extent modified by regulations made under the *Registered Clubs Act 1976 (NSW)* and by Section

41E itself. For example, the requirements in paragraph 3 (a) above do not apply to: core property that is being leased or licensed for a period not exceeding 10 years on terms that have to be subject of a valuation by a registered valuer.

## DIRECTORS' REPORT

The Directors present their report on Tea Gardens Country Club Limited (the Company) for the financial year ended 30 June 2024.

### Directors

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

| Names                | Position       | Appointed/Resigned |
|----------------------|----------------|--------------------|
| Mr Terry Munright    | President      | 23 November 2008   |
| Mrs Heather Vaughan  | Vice President | 24 November 2013   |
| Mr Malcolm Motum     | Treasurer      | 31 July 2017       |
| Mr Ronald Webster    | Director       | 15 December 2014   |
| Mr Russell Armstrong | Director       | 25 November 2018   |
| Mr Colin Haigh       | Director       | 29 November 2020   |
| Mr Terry Moore       | Director       | 29 November 2020   |
| Mrs Marcia Smith     | Director       | 11 February 2022   |
| Ms Kirsten Adam      | Director       | 27 November 2022   |

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

### **Information on directors**

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

#### **Mr Terry Munright - PRESIDENT**

Appointed 23 November 2008

16 years on the Board of Tea Gardens Country Club, Terry has completed 8 years as President after 4 years as Vice President. Terry has also been the President of Tea Gardens RSL Sub-Branch.

#### **Mrs Heather Vaughan - VICE PRESIDENT**

Appointed 24 November 2013

11 years on the Board of the Tea Gardens Country Club, the last 7 years as Vice President, Heather has completed the mandatory director education Courses. She is a past employee of the club and has had an association with the club and the community for over 40 years.

#### **Mr Malcolm Motum - TREASURER**

Appointed 31 July 2017

7 years on the Board with the last 4 as Honorary Treasurer, Malcolm is semi-retired after spending 34 years in the Australian Army as an aircraft engineer. Malcolm has completed mandatory director Education Courses.

#### **Mr Ronald Webster - DIRECTOR**

Appointed 15 December 2014

10 years on the Board of Tea Gardens Country Club, Ron has completed the mandatory Director education Courses. He was self-employed in the transport industry for over 40 years.

#### **Mr Russell Armstrong - DIRECTOR**

Appointed 25 November 2018

With 6 years experience on this Board now, Russell has had over 30 years of corporate experience including 20 years at Bond Coats Patons and 10 years at the Central Coast Leagues Club as Purchasing Manager. Russell has completed the Director Foundation and Management Collaboration and Finance for Clubs Director courses.

#### **Mr Colin Haigh - DIRECTOR**

Appointed 29 November 2020

4 years on the Board, Colin has resided in Tea Gardens since his retirement in 2020. He has extensive experience in project and business management, plus contract, supplier, and workforce negotiations. Colin has completed the Foundations and Management Collaboration and Finance for Clubs Director Courses.

**Mr Terry Moore - DIRECTOR**

Appointed 29 November 2020

4 years on the Board, Terry has owned a house in Hawks nest for over 30 years and spent the majority of his career in various Australia Post positions. Terry has completed the Director Foundation and Management Collaboration and Finance for Clubs director courses.

**Mrs Marcia Smith - DIRECTOR**

Appointed 11 February 2022

With 6 years previous experience on the Board as Honorary Treasure, Marcia was invited back onto the board in early 2022. With over 8 years' Board experience now behind her, Marcia has completed the Director Foundation and Management Collaboration and Finance for Clubs Director courses. Marcia has a Certificate IV in Accounting and has worked in Administration Management for over 15 years.

**Ms Kirsten Adam - DIRECTOR**

Appointed 27 November 2022

Her first term now completed on the Board of Tea Gardens Country Club, Kirsten is a local Business owner. A long-term local resident and daughter of former Life Member John Adam, Kirsten holds a Diploma in Business Governance and a Diploma in Business Management. Kirsten has completed the Director Foundation and Management Collaboration and Finance for Clubs Director courses.

**Principal Activities**

The principal activities of Tea Gardens Country Club Limited during the financial year were the operation of the licensed Club to facilitate the promotion of various sports and recreational pursuits within the local community as dictated by current trends.

**Review of Operations**

The loss of the Company amounted to \$359,185 (2023: \$18,809 profit).

**Significant Changes**

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



### **Short term objectives**

The Company's short term objectives are:

- To promote the sports of lawn bowls and sports fishing and to actively provide monetary support to junior sports including Junior Rugby League and soccer and Surf life saving;
- To diversify income streams to reduce dependence of the Company on gaming operations and ensure the Company maintains profitability in all areas of operations;
- To assist the local community via sponsorships and donations and/or the use of the Company's facilities;
- To provide modern facilities; and
- To promote the Company and its facilities.

### **Long term objectives**

The Company's long term objectives are:

- To maintain long term profitability, enabling the Company to continue updating Clubhouse facilities and equipment to offer the best possible facilities to the Company's members and guests;
- To provide and maintain clubhouse and associated structures in connection with the objectives of the Company and to permit the same and all other property of the Company to be used by its members, guests, and invitees either gratuitously or for payment;
- To update and maintain the motel to make it the place suitable for visiting sports man and women to utilise whilst visiting our club and our town;
- To establish and maintain a strong relationship with the local community; and
- To continue to operate on a not for profit basis, preserving any surpluses for the benefit of members.

### **Strategy for achieving the objectives**

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

- The Company maintains a stable level of membership with strong engagement with the local Community;
- The Board continually monitors membership levels and customer satisfaction and participation in Company promotions and events;
- The Board strongly supports local charity and sporting organisations;
- The Board provides a high level of entertainment and promotions for the enjoyment of members and guests;
- The Board continues to train staff to comply with Government legislation; and
- The Board continues to upgrade and provide modern amenities for the benefit of members.

### Key performance measures

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 and long term objectives are being achieved. The Company measures and monitors performance by comparing actual monthly and year to date results. The Board reviews key performance indicators including membership numbers, gross and net profit margins, and trading results in key income areas such as bar and gaming operations.

Full Memberships: 30 June 2023 - 4,841

Full Memberships: 30 June 2024 - 4,796

### Members' guarantee

Tea Gardens Country Club Limited is a Company limited by guarantee. In the event of, and for the purpose of winding up of the Company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$5 for members that are corporations and \$5 for all other members, subject to the provisions of the Company's constitution.

At 30 June 2024, the collective liability of members was \$23,980 (2023: \$24,205).

### Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

### Meetings of directors

During the financial year, 13 meetings of directors (including Committees of Directors) were held. Attendances by each Director during the year were as follows:

### Directors' Meetings

|                      | Number eligible<br>to attend | Number attended |
|----------------------|------------------------------|-----------------|
| Mr Terry Munright    | 13                           | 13              |
| Mrs Heather Vaughan  | 13                           | 13              |
| Mr Malcolm Motum     | 13                           | 12              |
| Mr Ronald Webster    | 13                           | 10              |
| Mr Russell Armstrong | 13                           | 12              |
| Mr Colin Haigh       | 13                           | 11              |
| Mr Terry Moore       | 13                           | 13              |
| Mrs Marcia Smith     | 13                           | 10              |
| Ms Kirsten Adam      | 13                           | 11              |

**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 2024 has been received and can be found on page 7 of the financial report.

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



**Director:** \_\_\_\_\_

Mr Terry Munright



**Director:** \_\_\_\_\_

Mrs Heather Vaughan

**Dated 1 October 2024**

# AUDITOR'S INDEPENDENCE DECLARATION

**FOR THE YEAR ENDED 30 JUNE 2024**

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2024, there have been:

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

**Name of Firm:** National Audits Group Pty Ltd  
Authorised Audit Company

**Name of Director:** \_\_\_\_\_



Stephen Prowse

**Dated 1 October 2024**

**Wagga Wagga**

# STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 30 JUNE 2024

|   |      | 2024             | 2023             |
|---|------|------------------|------------------|
|   | Note | \$               | \$               |
| Revenue   |      | 3,871,161        | 4,148,438        |
| Other income  |      | 75,378           | 53,875           |
|   | 4    | 3,946,539        | 4,202,313        |
| <b>Less: Expenses</b>   |      |                  |                  |
| Administration expenses                                       |      | 61,533           | 63,514           |
| Advertising   |      | 36,410           | 41,114           |
| Cleaning and contractors                                      |      | 258,901          | 241,227          |
| Depreciation and amortisation expense                         |      | 358,150          | 346,439          |
| Employee benefits   |      | 1,382,832        | 1,311,816        |
| Finance Costs   |      | 189,914          | 154,397          |
| Insurance expense   |      | 105,188          | 102,271          |
| Members expense   |      | 263,821          | 232,337          |
| Other expenses  |      | 178,176          | 168,383          |
| Poker machine expenses  |      | 330,640          | 388,782          |
| Purchases net movement of inventories                         |      | 579,553          | 559,936          |
| Raffle expenses   |      | 177,860          | 172,555          |
| Repairs and maintenance                                       |      | 148,431          | 180,526          |
| Subscription & fees   |      | 90,477           | 89,439           |
| Utilities and rates   |      | 143,838          | 130,768          |
| <b>Profit/(loss) before income tax</b>                        |      | <b>(359,185)</b> | <b>18,809</b>    |
| Income tax expense  | 2(a) | -                | -                |
| Other comprehensive income                                    |      | -                | -                |
| <b>Total other comprehensive income/<br/>(loss) after tax</b> |      | <b>(359,185)</b> | <b>18,809</b>    |
| <b>Retained earnings at the beginning<br/>of the year</b>     |      | 2,301,294        | 2,282,485        |
| <b>Retained earnings at the end of the<br/>year</b>           |      | <b>1,942,109</b> | <b>2,301,294</b> |

# STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

|                                      | Note | 2024<br>\$       | 2023<br>\$       |
|--------------------------------------|------|------------------|------------------|
| <b>ASSETS</b>                        |      |                  |                  |
| <b>CURRENT ASSETS</b>                |      |                  |                  |
| Cash and cash equivalents            | 6    | 301,607          | 287,515          |
| Trade and other receivables          |      | 30,880           | 37,929           |
| Inventories                          |      | 29,615           | 30,125           |
| Prepayments                          |      | 193,224          | 164,664          |
| <b>TOTAL CURRENT ASSETS</b>          |      | <b>555,326</b>   | <b>520,233</b>   |
| <b>NON-CURRENT ASSETS</b>            |      |                  |                  |
| Property, plant and equipment        | 7    | 4,550,613        | 4,863,341        |
| <b>TOTAL NON-CURRENT ASSETS</b>      |      | <b>4,550,613</b> | <b>4,863,341</b> |
| <b>TOTAL ASSETS</b>                  |      | <b>5,105,939</b> | <b>5,383,574</b> |
| <b>LIABILITIES</b>                   |      |                  |                  |
| <b>CURRENT LIABILITIES</b>           |      |                  |                  |
| Trade and other payables             | 8    | 359,709          | 279,579          |
| Borrowings                           | 9    | 259,292          | 214,431          |
| Employee benefits                    | 10   | 199,310          | 245,770          |
| <b>TOTAL CURRENT LIABILITIES</b>     |      | <b>818,311</b>   | <b>739,780</b>   |
| <b>NON-CURRENT LIABILITIES</b>       |      |                  |                  |
| Borrowings                           | 9    | 2,327,500        | 2,342,500        |
| Employee benefits                    | 10   | 18,019           | -                |
| <b>TOTAL NON-CURRENT LIABILITIES</b> |      | <b>2,345,519</b> | <b>2,342,500</b> |
| <b>TOTAL LIABILITIES</b>             |      | <b>3,163,830</b> | <b>3,082,280</b> |
| <b>NET ASSETS</b>                    |      | <b>1,942,109</b> | <b>2,301,294</b> |
| <b>EQUITY</b>                        |      |                  |                  |
| Retained earnings                    |      | 1,942,109        | 2,301,294        |
| <b>TOTAL EQUITY</b>                  |      | <b>1,942,109</b> | <b>2,301,294</b> |

The accompanying notes form part of these financial statements.

# STATEMENT OF CASH FLOWS

## FOR THE YEAR ENDED 30 JUNE 2024

|   |          | 2024            | 2023             |
|---|----------|-----------------|------------------|
|   | Note     | \$              | \$               |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>              |          |                 |                  |
| Receipts from customers                                   |          | 3,953,558       | 4,179,812        |
| Payments to suppliers and employees                       |          | (3,733,025)     | (3,748,441)      |
| Interest paid   |          | (189,914)       | (62,854)         |
| <b>Net cash provided by operating activities</b>          |          | <b>30,649</b>   | <b>368,517</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>              |          |                 |                  |
| Purchase of property, plant and equipment                 |          | (19,595)        | (554,776)        |
| <b>Net cash used in investing activities</b>              |          | <b>(19,595)</b> | <b>(554,776)</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>              |          |                 |                  |
| Proceeds from borrowings                                  |          | 100,000         | 300,000          |
| Repayment of borrowings                                   |          | (57,500)        | (50,000)         |
| Payment of finance lease liabilities                      |          | (39,462)        | (35,671)         |
| <b>Net cash provided by financing activities</b>          |          | <b>3,038</b>    | <b>214,329</b>   |
| <b>Net increase in cash and cash equivalents held</b>     |          | <b>14,092</b>   | <b>28,070</b>    |
| Cash and cash equivalents at beginning of year            |          | 287,515         | 259,445          |
| <b>Cash and cash equivalents at end of financial year</b> | <b>6</b> | <b>301,607</b>  | <b>287,515</b>   |

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED 30 JUNE 2024

The financial report covers Tea Gardens Country Club Limited as an individual entity. Tea Gardens Country Club Limited is a not-for-profit Company Limited by Guarantee, incorporated and domiciled in Australia. The functional and presentation currency of Tea Gardens Country Club Limited is Australian dollars (\$AUD) and all amounts have been rounded to the nearest dollar.

The financial report was authorised for issue by the Directors on 1 October 2024

## 1. BASIS OF PREPARATION

### Statement of Compliance

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, Corporations Act 2001 and Corporations Regulation 2001.

The financial report, except for the cash flow information, has been prepared on an accruals basis and is based on historical costs.

Material accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

The Company has adopted the amendments to AASB 101 Presentation of Financial Statements which requires only the disclosure of material accounting policy information rather than significant accounting policies, and therefore, policy information which does not satisfy one of the following requirements has been removed from the financial report:

- Relates to change in accounting policy;
- Policy has been developed in the absence of an explicit accounting standard requirement;
- Documents an accounting policy choice;
- Relates to an area of significant judgement or estimation; and
- Relates to a complex transaction and is required to explain treatment of the user.

### Going Concern

Notwithstanding the Company's current liabilities exceeding current assets by \$262,985 as at 30 June 2024 (2023: \$219,547), the financial report has been prepared on a going concern basis due to the following:



- Included in current liabilities as at 30 June 2024 are bank loans which amounted to \$115,000 (2023:\$57,500). These borrowings pertain to, and are secured by, the non-current assets of the Company. The Directors believe the actual cash outflows over the next 12 months are likely to be in accordance with the normal terms and conditions of the underlying agreements;
- In May 2024, a privately funded member loan of \$100,000 was also made available, however is proving to be excess to the Company's needs and it is planned to be repaid in the short term;
- A \$100,000 overdraft facility was entered into with the Commonwealth Bank of Australia earlier this year to circumvent any short-term cash shortfalls but remained undrawn at the end of the financial year;
- In March 2024, strategies to cut operating expenses took place. The Company has shredded around \$200,000 in annualised expenses from its operating costs and the process is ongoing;
- The Directors also examined the financial returns from the motel and are of the opinion that it may be judicious to realise the asset and employ any gains achieved in investing in construction on the Myall St block given the acute shortage of rental properties in the area. This would appear to provide a superior income stream to the losses currently being suffered from the Motel; and
- The Company generated positive cash flow from operations, resulting in an increase in the cash and cash equivalents balance.

The Directors are therefore of the opinion the Company will continue to be able to pay its debts as and when they fall due, and continue as a going concern into the foreseeable future.

## **2. SUMMARY OF MATERIAL ACCOUNTING POLICIES**

### **A. INCOME TAX**

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

The Board of Directors have self assessed the Company's income tax status in accordance with the Australian Taxation Office's guidelines and assessed that the Company is exempt from income tax.

### **B. REVENUE AND OTHER INCOME**

The Company's accounting policies for recognising revenue are outlined in further detail below.

#### **Bar sales**

Revenue derived through bar sales is recognised on transfer of goods to the patron as this is deemed to be the point in time when all the risks and rewards associated with the goods are transferred, there is no longer any ownership or effective control over the inventory and the Company's performance obligations have been met.

### **Gaming machine takings**

Gaming machine takings is recognised as revenue on receipt of the funds as there are no enforceable performance obligations contained within a contract between the Company and the patron. Revenue from gaming machine takings is shown in the statement of income and retained earnings net of payouts, with gaming machine tax being recognised as an expense.

### **Lease income**

The Company recognises lease income from leasing its motel facility to a third-party operator who manages the running of the motel. Lease income is recognised on a straight-line basis over the lease term in accordance with the lease agreement. Variable lease payments, if any, are recognised as income when they become receivable.

### **Raffles**

Revenue from raffle ticket sales is recognised at the point of sale, as the raffle occurs immediately upon purchase.

### **Commissions**

Commissions are recognised as revenue on receipt of the funds as there are no enforceable performance obligations contained within a contract between the Company and the patron. The Commission income is earned on a percentage of the sales generated by the Company using third-party property.

### **Other income**

Other income is recognised on an accruals basis when the Company is entitled to it after satisfying a specific and enforceable performance obligation. Other income may include membership subscriptions, gain on disposal of assets, gaming commissions and government subsidies.

## **C. FINANCIAL INSTRUMENTS**

### **Financial assets**

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

### **Financial liabilities**

The financial liabilities of the Company comprise trade payables and borrowings. 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.

Further information pertaining to borrowings can be found in Note 9.

## **D. PROPERTY, PLANT AND EQUIPMENT**

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

## Depreciation

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

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

| Fixed asset class   | Depreciation Rate |
|---------------------|-------------------|
| Buildings           | 2.5-20%           |
| Plant and Equipment | 20-50%            |
| Motor Vehicles      | 12.5-20%          |
| Improvements        | 2.5-25%           |

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.

## E. EMPLOYEE BENEFITS

Provision are 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.

## F. PROVISIONS

Provisions are recognised when the Company 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 are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period such as accrued expenses.

## 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:

***Key estimates - impairment of property, plant and equipment***

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

***Key estimates - provisions***

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

***Key estimates - current vs non-current liabilities***

**CBA LOANS**

The Company's right to defer settlement of a liability arising from a loan agreement for at least twelve months after the reporting period may be subject to the Company complying with conditions specified in that loan agreement. The determination of the Commonwealth Bank of Australia (CBA) loan facility classification therefore involves significant judgment.

The loan facility is secured by the Company's non-current asset and does not include any financial covenants.

As the portion of the loan amount is not due to be settled within 12 months after the reporting date, the Directors have classified the loan into current and non-current portions. Refer to Note 9 Borrowings for further information.

**UNSECURED LOAN**

The loan agreement with the member states that interest payments are to be made monthly, with the principal repayment due on 2 May 2027. As the total loan amount is not due to be settled within 12 months after the reporting date, the Directors have determined the loan to be non-current.

***Key estimates - Going concern***

The Company's assessment of going concern relies on estimates of future cash flows, including revenue, costs, and debt repayments. Management prepares cash flow forecasts based on current conditions and assumes the renewal of key financing facilities.

While management believes these forecasts and assumptions are reasonable, actual outcomes may vary due to changes in market conditions or performance, which could impact the going concern conclusion.

### Key estimates - Subsidiaries

Tea Gardens Country Club Limited was deemed to have the power and authority to exercise control over its subsidiary Clubs. The subsidiary Clubs operating during the year were as follows:

- Tea Gardens Country Club Limited: Women's Bowling Club;
- Tea Gardens Country Club Limited: Men's Bowling Club; and
- Tea Gardens Country Club Limited: Fishing Club.

The Directors have assessed the financial position of each subsidiary Club as at 30 June 2024 and their financial performance for the year ended on that date to determine whether the exclusion of the subsidiaries would materially misstate the Company's financial report.

In the Directors opinion, the subsidiaries were deemed to be material to the Company's overall operations and therefore have been included in the financial report.

### Key judgments - Income tax self-assessment

The Company's tax-exempt status is self-assessed and lodged annually to ensure ongoing eligibility and compliance with Australian Taxation Office (ATO) guidelines. This self-assessment involves significant judgment to ensure that the Company meets the criteria for tax exemption.

## 4. REVENUE AND OTHER INCOME

|                                       | 2024      | 2023      |
|---------------------------------------|-----------|-----------|
|                                       | \$        | \$        |
| <b>Revenue</b>                        |           |           |
| - Bar sales                           | 1,439,097 | 1,400,608 |
| - Bingo revenue                       | 70,132    | 63,607    |
| - Commissions                         | 95,731    | 87,775    |
| - Gaming machine takings              | 1,807,196 | 2,121,392 |
| - Green fees                          | 39,803    | 42,531    |
| - Lease income                        | 166,491   | 167,088   |
| - Membership subscriptions            | 28,150    | 25,210    |
| - Rebates                             | 79,449    | 78,911    |
| - Raffles                             | 145,112   | 142,618   |
|                                       | 3,871,161 | 4,129,740 |
| <b>Other Income</b>                   |           |           |
| - Other income                        | 75,378    | 53,875    |
| - Profit on sale of non-current asset | -         | 18,698    |
|                                       | 75,378    | 72,573    |
| <b>Total Revenue and other income</b> | 3,946,539 | 4,202,313 |

## 5. AUDITOR'S REMUNERATION

Remuneration of the auditor National Audits Group Pty Ltd for:

|  |        |        |
|--|--------|--------|
| - audit and assisting with compilation of the financial statements | 23,000 | 21,500 |
|--|--------|--------|

## 6. CASH AND CASH EQUIVALENTS

|              |                |                |
|--------------|----------------|----------------|
| Cash at Bank | 158,364        | 150,119        |
| Cash on hand | 143,243        | 137,396        |
|              | <u>301,607</u> | <u>287,515</u> |

## 7. PROPERTY, PLANT AND EQUIPMENT

|  | 2024                    | 2023                    |
|--|-------------------------|-------------------------|
|  | \$                      | \$                      |
| NON-CURRENT                                |                         |                         |
| LAND AND BUILDINGS                         |                         |                         |
| Freehold land at cost                      | 605,025                 | 605,025                 |
| Buildings at cost                          | 2,938,454               | 2,938,454               |
| Accumulated depreciation                   | (1,329,579)             | (1,246,316)             |
|  | <u>1,608,875</u>        | <u>1,692,138</u>        |
| Improvements at cost                       | 2,424,616               | 2,424,616               |
| Accumulated depreciation                   | (914,640)               | (868,278)               |
|  | <u>1,509,976</u>        | <u>1,556,338</u>        |
| PLANT AND EQUIPMENT                        |                         |                         |
| Plant and Equipment at cost                | 3,544,153               | 3,534,512               |
| Accumulated depreciation                   | (2,717,416)             | (2,524,672)             |
|  | <u>826,737</u>          | <u>1,009,840</u>        |
| <b>Total property, plant and equipment</b> | <u><u>4,550,613</u></u> | <u><u>4,863,341</u></u> |

TEA GARDENS COUNTRY CLUB LIMITED  
ABN 30 001 038 660

***(a) Movements in carrying amounts of property, plant and equipment***

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        | Improvements     | Plant and Equipment | Total            |
|---------------------------------------|----------------|------------------|------------------|---------------------|------------------|
|                                       | \$             | \$               | \$               | \$                  | \$               |
| <b>Year ended 30 June 2024</b>        |                |                  |                  |                     |                  |
| Balance at 1 July 2023                | 605,025        | 1,692,138        | 1,556,338        | 1,009,840           | 4,863,341        |
| Additions                             | -              | -                | -                | 36,450              | 36,450           |
| Disposals                             | -              | -                | -                | (774)               | (774)            |
| Depreciation expense                  | -              | (83,263)         | (46,362)         | (218,779)           | (348,404)        |
| <b>Balance at the end of the year</b> | <b>605,025</b> | <b>1,608,875</b> | <b>1,509,976</b> | <b>826,737</b>      | <b>4,550,613</b> |

## 8. TRADE AND OTHER PAYABLES

|                 | 2024           | 2023           |
|-----------------|----------------|----------------|
|                 | \$             | \$             |
| CURRENT         |                |                |
| Trade payables  | 191,229        | 111,782        |
| GST payable     | 42,532         | 36,964         |
| Accrued expense | 83,236         | 74,212         |
| Other payables  | 42,712         | 56,621         |
|                 | <u>359,709</u> | <u>279,579</u> |

## 9. BORROWINGS

|                             |                  |                  |
|-----------------------------|------------------|------------------|
| CURRENT                     |                  |                  |
| Bank loans                  | 115,000          | 57,500           |
| Finance lease liabilities   | 6,600            | 46,062           |
| Other financial liabilities | 137,692          | 110,869          |
|                             | <u>259,292</u>   | <u>214,431</u>   |
| NON-CURRENT                 |                  |                  |
| Bank Loan                   | 2,227,500        | 2,342,500        |
| Unsecured loan              | 100,000          |                  |
|                             | <u>2,327,500</u> | <u>2,342,500</u> |

### **BANK LOANS**

The Company has a Commonwealth Bank of Australia loan facility of \$2,400,000. The loan was previously renewed for an additional 3-year term and expires 19 September 2025 with the following conditions:

- Quarterly principal payment of \$28,750 from 30 January 2024 to 30 July 2025; and
- Repayable in full on expiry of the term on 19 September 2025.

### **UNSECURED LOANS**

The Company has a \$100,000 unsecured 3-year term member loan repayable in full on 2 May 2027. The loan includes the following terms:

- The loan bears interest at a rate of 10% per annum and in the the event of default, an additional interest rate of 2% per annum will apply until the default is remedied; and
- In the event of default, the lender has the right to take legal action to recover the outstanding principal and accrued interest.

### **OTHER FINANCIAL LIABILITIES**

Amounts due for financing the Company's insurance premiums.



## **DEFAULT AND BREACHES**

During the financial year, there were no instances of default or breaches of any loan agreements or covenants. The Company has remained in full compliance with all terms and conditions of its loan facilities, and there have been no events that would trigger early repayment or penalties. All loans have been serviced as required, with no issues encountered.

## **10. EMPLOYEE BENEFITS**

|                    | 2024           | 2023           |
|--------------------|----------------|----------------|
| CURRENT            | \$             | \$             |
| Annual Leave       | 73,190         | 90,894         |
| Long service leave | 126,120        | 154,876        |
|                    | <u>199,310</u> | <u>245,770</u> |
| NON-CURRENT        |                |                |
| Long service leave | <u>18,019</u>  | -              |

## **11. RELATED PARTIES**

Key management personnel of the Company during the year were as follows:

- Board of Directors; and
- General Manager.

Refer to Note 12 for remuneration paid to key management personnel during the year. There are no other transactions directly involving key management personnel during the year.

## **12. KEY MANAGEMENT PERSONNEL DISCLOSURES**

### ***Total remuneration paid***

The total aggregate compensation made to key management personnel of the Company was in the range of \$150,000 - \$200,000 (2022: \$150,000 - \$200,000).

The Directors have elected not to comply with para. 194 of AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities, which requires disclosure of the total remuneration paid to key management personnel during the year. The Directors determined this was necessary to ensure the privacy of key management personnel is upheld. All staff, including key management are paid in accordance with the terms and conditions of the Registered and Licensed Clubs Award.

## **13. CONTINGENCIES**

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2024 (30 June 2023: None).

## **14. EVENTS AFTER THE END OF THE REPORTING PERIOD**

The financial report was authorised for issue on 1 October 2024 by the Board of Directors.

The Directors commissioned an independent valuation of the motel, assessing both rental and sales bases to gain a independent insight into the business.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

## **18. STATUTORY INFORMATION**

The registered office and principal place of business of the company is:  
Tea Gardens Country Club Limited  
2a Yalinbah St  
TEA GARDENS NSW 2324

# DIRECTORS DECLARATION

## FOR THE YEAR ENDED 30 JUNE 2024

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 20 to 33, are in accordance with the Corporations Act 2001 and:
  - a. comply with Australian Accounting Standards - Simplified Disclosures and Corporations Regulation 2001; and
  - b. give a true and fair view of the Company's financial position as at 30 June 2024 and of the performance for the year then 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: \_\_\_\_\_

Mr Terry Munright



Director: \_\_\_\_\_

Mrs Heather Vaughan

**Dated 1 October 2024**

# INDEPENDENT AUDITOR'S REPORT

**FOR THE YEAR ENDED 30 JUNE 2024**

## **Report on the Audit of the Financial Report**

### **Opinion**

We have audited the financial report, being a general purpose financial statement of Tea Gardens Country Club Limited (the Company), which comprises the statement of financial position as at 30 June 2024, the statement of income and retained earnings, and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the Directors' declaration.

In our opinion, the accompanying financial report of the Company for the year ended 30 June 2024 is prepared, in all material respects, in accordance with the Corporations Act 2001, including:

- i. giving a true and fair view of the Company's financial position as at 30 June 2024 and of its financial performance for the year ended; and
- ii. 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 Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the Directors of the Company, would be in the same terms if given to the Directors as at the time of this auditor's report.

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

## **Material Uncertainty Related to Going Concern**

We draw attention to Note 1 in the financial report, which indicates the Company had current liabilities exceed current assets by \$362,985 during the year ended 30 June 2024. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

## **Other Information**

The Directors are responsible for the other information. The other information obtained at the date of this auditor's report is included in the Annual Report, (but does not include the financial report and our auditor's report thereon).

Our opinion on the financial report does not cover the other information and accordingly we do not 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 on the work we have performed on the other information obtained prior to the date of this auditor's report, 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.

## **Responsibilities of 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 - 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 to 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 the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement 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 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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.

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 also 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.

National Audits Group Pty Ltd  
Authorised Audit Company



Stephen Prowse

**Dated 1 October 2024**

**Wagga Wagga**

# DISCLAIMER

## FOR THE YEAR ENDED 30 JUNE 2024

The additional financial data presented on 40-41 is in accordance with the books and records of the Company which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 30 June 2024. It will be appreciated that our statutory audit did not cover all details of the additional financial data.

Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Tea Gardens Country Club Limited) in respect of such data, including any errors or omissions therein however caused.

National Audits Group Pty Ltd  
Authorised Audit Company

  

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Stephen Prowse

**Dated 1 October 2024**  
**Wagga Wagga**



# PROFIT AND LOSS ACCOUNT

## FOR THE YEAR ENDED 30 JUNE 2024

|                           | 2024      | 2023      |
|---------------------------|-----------|-----------|
|                           | \$        | \$        |
| <b>Sale</b>               |           |           |
| Bar sales                 | 1,439,097 | 1,400,608 |
| Cost of sales             | (579,553) | (559,936) |
| <b>Gross Profit</b>       | 859,544   | 840,672   |
| <b>Other Income</b>       |           |           |
| Bingo                     | 70,132    | 63,607    |
| Catering Income           | 46,491    | 47,088    |
| Donations                 | 43,765    | 15,000    |
| Gain on sale of assets    | -         | 18,698    |
| Green fees                | 38,763    | 41,731    |
| Keno commissions          | 70,023    | 66,913    |
| Membership subscriptions  | 28,150    | 25,210    |
| Other operating revenue   | 32,653    | 39,675    |
| Poker machine revenue     | 1,807,196 | 2,121,392 |
| Raffles                   | 145,112   | 142,618   |
| Rental Income             | 120,000   | 120,000   |
| Rebates                   | 79,449    | 78,911    |
| TAB commissions           | 25,708    | 20,862    |
| <b>Total Other Income</b> | 2,507,442 | 2,801,705 |
| <b>Total Income</b>       | 3,366,986 | 3,642,377 |
| <b>Less: Expenses</b>     |           |           |
| Advertising               | 34,832    | 35,596    |
| Badge draw                | 8,091     | 6,546     |
| Bank charges              | 80,368    | 91,543    |
| Cleaning contractors      | 153,055   | 145,227   |
| Computer expenses         | 31,387    | 29,860    |
| Courtesy bus expenses     | 17,931    | 11,173    |

The accompanying notes form part of these financial statements.

# PROFIT AND LOSS ACCOUNT

## FOR THE YEAR ENDED 30 JUNE 2024

|  | 2024             | 2023             |
|--|------------------|------------------|
|  | \$               | \$               |
| <b>Less: Expenses (cont.)</b>          |                  |                  |
| Consulting & professional fees         | 30,932           | 22,100           |
| Depreciation                           | 358,150          | 309,641          |
| Donations                              | 33,753           | 38,084           |
| Electricity & gas                      | 106,353          | 106,805          |
| Equipment hire                         | 4,682            | 3,913            |
| Entertainment expenses                 | 75,351           | 59,192           |
| Freight & cartage                      | 11,501           | 11,714           |
| Insurance                              | 140,650          | 127,196          |
| Interest paid                          | 109,546          | 62,854           |
| Poker machine expenses                 | 339,263          | 387,493          |
| Postage                                | 6,176            | 5,239            |
| Member promotions and amenities        | 192,733          | 184,757          |
| Repairs and maintenance                | 140,299          | 177,097          |
| Salaries & wages                       | 1,279,005        | 1,227,887        |
| Staff amenities                        | 12,000           | 16,857           |
| Printing & stationery                  | 9,567            | 10,504           |
| Rates & taxes                          | 51,661           | 36,385           |
| Raffle prizes                          | 177,860          | 172,753          |
| Registration fees                      | 6,369            | 8,058            |
| Subscriptions                          | 61,392           | 61,563           |
| Superannuation contributions           | 148,307          | 127,894          |
| Telephone                              | 6,247            | 5,236            |
| Travel                                 | 15,906           | 18,121           |
| Uniforms                               | 2,143            | 5,566            |
| Other expenses                         | 80,661           | 72,722           |
| <b>TOTAL Expenses</b>                  | <b>3,726,171</b> | <b>3,623,568</b> |
| <b>Profit/(loss) before income tax</b> | <b>(359,185)</b> | <b>18,809</b>    |

The accompanying notes form part of these financial statements.









**Fully licensed Club featuring BBQ and  
Playground areas, 2 Bowling Greens adjacent  
to a 30 Room Motel which offers spacious  
ground floor rooms.**

**For more information contact the Club on;**

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Email: [gm@tgcc.com.au](mailto:gm@tgcc.com.au)

Visit: [www.tgcc.com.au](http://www.tgcc.com.au)

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