

**Braidwood Servicemen's Club Limited**

**ACN: 001 041 345**

## **Financial Statements**

**For the Year Ended 30 June 2025**

# **Braidwood Servicemen's Club Limited**

ACN: 001 041 345

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**For the Year Ended 30 June 2025**

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## Braidwood Servicemen's Club Limited

ACN: 001 041 345

# Directors' Report

## For the Year Ended 30 June 2025

The Directors present their report on Braidwood Servicemen's Club Limited for the financial year ended 30 June 2025.

### Information on directors

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

**Barry Osmond**

President from 12 February 2024

Vice President from November 2018

QPRC Programme Coordinator Transport

- Vice President – Braidwood Servicemen's Club (7 years)
- Director – Braidwood Servicemen's Club (14 years)
- Completed mandatory Director's training
- Completed mandatory RGOB training

**Melissa Higgins**

Vice President from 12 February 2024

Queanbeyan Palerang Regional Council

- Director Braidwood Servicemen's Club (4 years)
- Completed mandatory RGOB training

**Brian Marriott**

Retired

- Director Braidwood Servicemen's Club (6 years)
- Member of Braidwood Men's Shed
- Volunteer Marine Rescue NSW
- Completed mandatory Director's training
- Completed mandatory RGOB training

**Barry Hannaford**

Businessman, Grazier

- Director Braidwood Servicemen's Club (3 years)
- Completed mandatory RGOB training

**Richard Walker**

Business Owner

- Director Braidwood Servicemen's Club (1 year)
- Former Board Member of the Club
- Life Member of the Braidwood Servicemen's Club
- Completed mandatory RGOB training

**Robert Fengler**

Staff Officer Dept of Defence

- Appointed on November 2024
- Director Braidwood Servicemen's Club (1 year)
- Vice President Braidwood RSL
- Completed mandatory Director's training
- Completed mandatory RGOB training

**Stephen Glenday**

Retired, Grazier

- Appointed on November 2024
- Director Braidwood Servicemen's Club (1 year)
- Completed mandatory RGOB training

**Aaron Clarke**

Horse Trainer

- Resigned on November 2024
- Director Braidwood Servicemen's Club (12 years)
- Member of the Squash Club

**Micheal Toirkens**

Essential Energy Resource Supervisor

- Resigned on November 2024
- Director Braidwood Servicemen's Club (6 years)
- Completed Mandatory Director's training
- Golf Club Men's Club Captain & committee member

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

## **Braidwood Servicemen's Club Limited**

ACN: 001 041 345

# **Directors' Report**

## **For the Year Ended 30 June 2025**

### **Company secretary**

Mr Scott Preston has been the Club's Company Secretary since March 2024.

### **Principal activities**

The nature of operations and principal activities of the Club during the financial year remained unchanged and were to operate a servicemen's club promoting the games of lawn bowls, golf, squash, and other sporting activities where needed, while running a licenced facility in accordance with all relevant legislation.

The Club is incorporated as a company limited by guarantee in NSW, Australia, having its registered office and principal place of business at 1 Coronation Avenue, Braidwood, NSW.

### **Club's objectives**

The Club's overall objective is to promote the games of lawn bowls, golf, squash, and other sporting activities in the Braidwood district for the welfare of members.

The Club's short term objectives include increasing the level of membership and patronage of the Club, maintaining its overall viability in terms of liquidity, credit control, legislative and regulatory compliance, debt management and financial controls. In the long term, the Club's objectives include asset replacement, strategic capital investment, increased member services and lower dependency on gaming through diversification of facilities and services. This diversification is necessary to ensure the Club is less vulnerable to the impacts of government regulation.

### **Strategies to meet objectives**

The Club is developing a strategic plan to utilise non-core properties to create funds to upgrade the Club's core business. Thus developing the current club house and updating outdoor machinery to allow the Club to supply a facility that is more efficient and reliable to run. The Club is looking to create other income streams, while increasing membership, thus ensuring the long term viability of the Club.

### **Achievement of objectives**

The ongoing improvement in the day to day operations and improving the facilities will assist the Board to deliver the strategic plan.

### **Performance measures**

Financial accounts are presented to the Board monthly and are compared to previous year's figures by the Secretary Manager. The Board and the Secretary Manager then base decision making on the current trend of activities to meet the expectations of the Club's members.

### **Financial results**

The surplus for the year was \$106,980 (2024: \$111,830).

### **Company limited by guarantee**

The liability of members is limited. Every member of the Club undertakes to contribute to the assets of the Club in the event of the same being wound up during the time that he or she is a member or within one year afterwards for the payment of the debts and liabilities of the Club contracted before the time at which he/she ceases to be a member and of the costs, charges and expenses of winding up the same and for the adjustment of the rights of the contributories amongst themselves such amount as may be required not exceeding one dollar.

## **Braidwood Servicemen's Club Limited**

ACN: 001 041 345

# **Directors' Report**

## **For the Year Ended 30 June 2025**

### **Significant changes in the state of affairs**

There have been no significant changes during the year in the state of affairs of the Club.

### **Dividends**

The Club is a company limited by guarantee and accordingly no shares, debentures or options have been issued by the Club and no dividends have been recommended or paid since the commencement of the financial year.

### **Directors' benefits**

Other than as disclosed below, since the end of the previous financial year, no Director has received or become entitled to receive a benefit, other than a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the accounts or the fixed salary of a fulltime employee of the Club, by reason of a contract made by the Club or a related corporation with the Director or with a firm of which he/she is a member or with a company in which he/she has a substantial financial interest.

During the year, the Club paid \$6,190 for Associations Liability insurance which incorporates directors' and officers' insurance. The liabilities insured against include costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against the officers and Directors of the Club in their capacity as officers and Directors of the Club.

It is also noted that;

- There were no occasions where Directors or top executives reported a financial interest in a hotel in NSW;
- There were no other occasions where Directors reported a material personal interest in a matter relating to the Club's affairs;
- There were no grants made out to an affiliated body of the Club in the past 12 months;
- No employees or Directors undertook overseas travel on behalf of the Club during the year;
- No loans were granted to Directors or employees at any stage during the year;
- No payments equal to or exceeding \$30,000 were paid to any particular consultant during the year;
- The total paid to consultants during the year was \$Nil;
- There was no contract for remuneration approved with a top executive during the year;
- There was no Controlled Contract approved by the Board;
- Total profits made from gaming for the 12 months ended 30 June 2025 were \$731,372;
- The total amount applied to community development and support during the 12 months to 30 June 2025 was \$196,226;
- There were no legal settlements made with any members of the Board or any employees during the year;
- There were no legal fees paid on behalf of the Board or any employees during the year, and;
- No gifts from affiliates or contractors of the Club were received with a total value in excess of \$1,000.

**Directors' Report****For the Year Ended 30 June 2025****Meetings of directors**

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

|                  | Directors' Meetings       |                 |
|------------------|---------------------------|-----------------|
|                  | Number eligible to attend | Number attended |
| Barry Osmond     | 10                        | 8               |
| Melissa Higgins  | 10                        | 9               |
| Brian Marriott   | 10                        | 10              |
| Barry Hannaford  | 10                        | 9               |
| Richard Walker   | 10                        | 6               |
| Aaron Clarke     | 4                         | 0               |
| Michael Toirkens | 4                         | 2               |
| Stephen Glenday  | 6                         | 5               |
| Robert Fengler   | 6                         | 6               |

**Auditor's independence declaration**

The auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 30 June 2025 has been received and can be found on page 5 of the financial report.

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

Director: .....

Director: .....

Dated:

13/10/2025

Melissa Higgins

**Auditor's Independence Declaration  
Under Section 307C of the Corporations Act 2001 to the Directors of  
Braidwood Servicemen's Club Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2025 there have been:

- i. no contraventions of the independence requirements of 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.

**Nexia Duesburys (Audit)**  
Canberra, XX October 2025

**G J Murphy**  
**Partner**

**Braidwood Servicemen's Club Limited**

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**Statement of Profit or Loss and Other Comprehensive Income  
For the Year Ended 30 June 2025**

|                                                | Note | 2025<br>\$       | 2024<br>\$       |
|------------------------------------------------|------|------------------|------------------|
| <b>Revenue</b>                                 |      |                  |                  |
| Revenue from contracts with customers          | 3    | 1,938,114        | 1,678,670        |
| Other income                                   | 3    | 125,597          | 87,397           |
|                                                |      | <u>2,063,711</u> | <u>1,766,067</u> |
| <b>Expenses</b>                                |      |                  |                  |
| Administration expense                         |      | 138,615          | 125,209          |
| Associated club expense                        |      | 71,520           | 49,531           |
| Bar cost of sales                              |      | 384,737          | 329,821          |
| Club maintenance and running                   |      | 214,614          | 176,028          |
| Depreciation                                   |      | 218,027          | 218,748          |
| Donations and sponsorships                     |      | 24,616           | 19,462           |
| Employee costs                                 |      | 614,401          | 479,418          |
| Finance expense                                |      | 5                | -                |
| Loss on disposal of assets                     |      | -                | 3,185            |
| Member functions and services expense          |      | 120,503          | 134,608          |
| Poker machine operating expense                |      | 32,277           | 19,744           |
| Repairs and maintenance                        |      | 70,181           | 45,194           |
| Superannuation                                 |      | 67,235           | 53,289           |
|                                                |      | <u>1,956,731</u> | <u>1,654,237</u> |
| <b>Surplus before income tax</b>               |      | 106,980          | 111,830          |
| Income tax expense                             | 1(a) | -                | -                |
| <b>Net surplus for the year</b>                |      | <u>106,980</u>   | <u>111,830</u>   |
| <b>Total comprehensive income for the year</b> |      | <u>106,980</u>   | <u>111,830</u>   |

**Braidwood Servicemen's Club Limited**

ACN: 001 041 345

**Statement of Financial Position****As At 30 June 2025**

|                               | Note | 2025<br>\$       | 2024<br>\$       |
|-------------------------------|------|------------------|------------------|
| <b>ASSETS</b>                 |      |                  |                  |
| CURRENT ASSETS                |      |                  |                  |
| Cash and cash equivalents     | 4    | 194,605          | 222,781          |
| Trade and other receivables   | 5    | 29,108           | 62,483           |
| Inventories                   | 6    | 26,772           | 24,898           |
| Other financial assets        | 7    | 1,111,340        | 852,681          |
| Other assets                  | 8    | 34,025           | 29,582           |
| TOTAL CURRENT ASSETS          |      | <u>1,395,850</u> | <u>1,192,425</u> |
| NON-CURRENT ASSETS            |      |                  |                  |
| Property, plant and equipment | 9    | 2,026,410        | 2,014,519        |
| Investment properties         | 10   | 628,565          | 644,683          |
| TOTAL NON-CURRENT ASSETS      |      | <u>2,654,975</u> | <u>2,659,202</u> |
| TOTAL ASSETS                  |      | <u>4,050,825</u> | <u>3,851,627</u> |
| <b>LIABILITIES</b>            |      |                  |                  |
| CURRENT LIABILITIES           |      |                  |                  |
| Trade and other payables      | 11   | 50,259           | 71,343           |
| Employee benefits             | 12   | 40,855           | 30,496           |
| Other financial liabilities   | 13   | 28,824           | 19,314           |
| Contract liabilities          | 14   | 48,172           | 28,974           |
| TOTAL CURRENT LIABILITIES     |      | <u>168,110</u>   | <u>150,127</u>   |
| NON-CURRENT LIABILITIES       |      |                  |                  |
| Other financial liabilities   | 13   | 74,235           | -                |
| TOTAL NON-CURRENT LIABILITIES |      | <u>74,235</u>    | <u>-</u>         |
| TOTAL LIABILITIES             |      | <u>242,345</u>   | <u>150,127</u>   |
| NET ASSETS                    |      | <u>3,808,480</u> | <u>3,701,500</u> |
| <b>EQUITY</b>                 |      |                  |                  |
| Retained earnings             |      | <u>3,808,480</u> | <u>3,701,500</u> |
| TOTAL EQUITY                  |      | <u>3,808,480</u> | <u>3,701,500</u> |

## Braidwood Servicemen's Club Limited

ACN: 001 041 345

### Statement of Changes in Equity

For the Year Ended 30 June 2025

2025

|                                         | Retained<br>earnings | Total     |
|-----------------------------------------|----------------------|-----------|
|                                         | \$                   | \$        |
| Balance at 1 July 2024                  | 3,701,500            | 3,701,500 |
| Total comprehensive income for the year | 106,980              | 106,980   |
| Balance at 30 June 2025                 | 3,808,480            | 3,808,480 |

2024

|                                         | Retained<br>earnings | Total     |
|-----------------------------------------|----------------------|-----------|
|                                         | \$                   | \$        |
| Balance at 1 July 2023                  | 3,589,670            | 3,589,670 |
| Total comprehensive income for the year | 111,830              | 111,830   |
| Balance at 30 June 2024                 | 3,701,500            | 3,701,500 |

**Braidwood Servicemen's Club Limited**

ACN: 001 041 345

**Statement of Cash Flows**  
**For the Year Ended 30 June 2025**

|                                                           | 2025             | 2024             |
|-----------------------------------------------------------|------------------|------------------|
| Note                                                      | \$               | \$               |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>              |                  |                  |
| Receipts from members, guests and others                  | 2,181,340        | 1,800,714        |
| Payments to suppliers and employees                       | (1,879,592)      | (1,563,782)      |
| Interest received                                         | 33,626           | 17,496           |
| Net cash provided by/(used in) operating activities       | <u>335,374</u>   | <u>254,428</u>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>              |                  |                  |
| Purchase of plant and equipment (net of trade-ins)        | (188,636)        | (148,230)        |
| Payment for investments                                   | (258,659)        | (367,038)        |
| Net cash provided by/(used in) investing activities       | <u>(447,295)</u> | <u>(515,268)</u> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>              |                  |                  |
| Net proceeds/(repayments) of borrowings                   | 83,745           | 19,314           |
| Net cash provided by/(used in) financing activities       | <u>83,745</u>    | <u>19,314</u>    |
| Net increase/(decrease) in cash and cash equivalents held | (28,176)         | (241,526)        |
| Cash and cash equivalents at beginning of year            | 222,781          | 464,307          |
| Cash and cash equivalents at end of financial year        | <u>4 194,605</u> | <u>222,781</u>   |

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2025**

#### **1 Material Accounting Policy Information**

##### **Basis of Preparation**

The Club is a not-for-profit company limited by guarantee, incorporated and domiciled in Australia. The financial statements cover the Club as an individual entity.

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

The functional and presentation currency of the Club is Australian dollars. The amounts presented in the financial statements have been rounded to the nearest dollar.

A number of new or revised Australian Accounting Standards are effective for the first time in the current financial year. These standards have had no material impact on the Club.

The financial statements have been prepared on an accruals basis and are based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The following is a summary of the material accounting policies adopted in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

##### **Accounting Policies**

###### **(a) Income tax**

The Club is exempt from income taxation under the relevant provisions of the Income Tax Assessment Act 1997.

###### **(b) Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received.

###### **(c) Property, plant and equipment**

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

Where a revaluation has been performed, 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.

The carrying amount of property, plant and equipment is reviewed at the end of the reporting period 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.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2025**

#### **1 Material Accounting Policy Information (continued)**

##### **(c) Property, plant and equipment (continued)**

An 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.

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

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation reserve and recognised in other comprehensive income. Decreases that offset previous increases of the same class of asset are charged against fair value reserves and recognised in other comprehensive income. All other decreases are charged to the profit or loss.

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

##### **Depreciation**

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a straight-line or diminishing value basis from the date that management determine that the asset is available for use.

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

| <b>Fixed asset class</b>   | <b>Depreciation rate</b> |
|----------------------------|--------------------------|
| Buildings and Improvements | 2.5 - 5%                 |
| Plant and Equipment        | 2.5 - 66.67%             |
| Furniture and Fittings     | 5 - 40%                  |
| Motor Vehicles             | 40%                      |
| Poker Machines             | 14.30%                   |

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.

##### **(d) Investment property**

Investment property is held to generate long-term rental yields and capital growth. Investment property is carried at cost less accumulated depreciation and, where applicable, impairment losses. Investment property is depreciated at a rate of 2.5%.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2025**

#### **1 Material Accounting Policy Information (continued)**

##### **(e) Leases**

At inception of a contract, the Club assesses whether a contract is, or contains, a lease. A contract is considered to contain a lease if it allows the Club the right to control the use of an identified asset over a period of time in return for consideration.

Where a contract or arrangement contains a lease, the Club recognises a right-of-use asset and a lease liability at the commencement date of the lease.

A right-of-use asset is initially measured at cost, which is the present value of future lease payments adjusted for any lease payments made at or before the commencement date, plus any make-good obligations and initial direct costs incurred. Lease assets are depreciated using the straight-line method over the shorter of their useful life and the lease term. Periodic adjustments are made for any re-measurements of the lease liabilities and for impairment losses.

Lease liabilities are initially measured at the present value of future minimum lease payments, discounted using the Club's incremental borrowing rate if the rate implicit in the lease cannot be readily determined, and are subsequently measured at amortised cost using the effective interest rate. Minimum lease payments include fixed payments, amounts expected to be paid under a residual value guarantee, the exercise price of purchase options for which the Club is reasonably certain to exercise and incorporate the Club's expectations of lease extension options.

The lease liability is remeasured when there are changes in future lease payments arising from a change in rates, index or lease terms from exercising an extension or termination option. A corresponding adjustment is made to the carrying amount of the lease assets.

Short term leases (lease term of 12 months or less) and leases of low value assets (\$10,000 or less) are recognised as incurred as an expense in the statement of profit or loss and other comprehensive income.

##### **(f) Financial instruments**

###### **Initial recognition and measurement**

Financial assets and financial liabilities are recognised when the Club becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the Club commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. In most circumstances trade receivables are initially measured at the transaction price.

###### **Classification and subsequent measurement**

Financial instruments are subsequently measured at either fair value or amortised cost using the effective interest rate method. The subsequent measurement depends on the classification of the financial instrument as described below.

Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

The effective interest method is used to allocate interest income or interest expense over the relevant period.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2025**

#### **1 Material Accounting Policy Information (continued)**

##### **(f) Financial instruments (continued)**

###### *Financial assets*

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Financial assets that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets that meet the following conditions are subsequently measured at fair value through other comprehensive income (FVTOCI):

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are subsequently measured at fair value through profit or loss (FVTPL).

Despite the above, the Club may make the following irrevocable election/designation at initial recognition of a financial asset:

- the Club may irrevocably elect to present subsequent changes in fair value of an equity instrument in other comprehensive income if certain criteria are met; and
- the Club may irrevocably designate a financial asset that meets the amortised cost or FVTOCI criteria as measured at FVTPL if doing so eliminates or significantly reduces an accounting mismatch.

###### *Financial liabilities*

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL.

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

The Club recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost or at FVTOCI. No impairment loss is recognised for investments in equity instruments. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial asset.

The Club recognises lifetime expected credit losses for trade receivables. The expected credit losses on these financial assets are estimated based on the Club's historical credit loss experience adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the future direction of conditions at the reporting date, including time value of money where appropriate.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2025**

#### **1 Material Accounting Policy Information (continued)**

##### **(g) Impairment of non-financial assets**

At the end of the reporting period, the Club reviews the carrying values 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 and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised in the profit or loss.

Where it is not possible to estimate the recoverable amount of an individual asset, the recoverable amount of the cash generating unit (CGU) to which the asset belongs is estimated.

##### **(h) Employee benefits**

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to balance date. The benefits expected to be settled within one year to employees for their entitlements have been measured at the amounts expected to be paid including on-costs and are disclosed as current liabilities. Employee benefits payable later than one year are measured at the present value of the estimated future cash outflows to be made in respect of those benefits. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data.

##### **(i) Provisions**

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

##### **(j) Cash and cash equivalents**

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

##### **(k) Revenue and other income**

Revenue is measured at the amount which the Club expects to receive in consideration for satisfying performance obligations to a customer. A performance obligation is the distinct good or service defined within the contract with a customer. The transaction price is allocated to one or more performance obligations contained within the contract, with revenue being recognised as or when the performance obligation is satisfied.

###### *Timing of Revenue Recognition*

Revenue is recognised either at a point in time or over time, when (or as) the Club satisfies performance obligations by transferring the promised goods or services to its customers.

If the Club satisfies a performance obligation before it receives the consideration, the Club recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

Revenue from poker machines is the amount of monies collected from the poker machines, net of the amount paid out as winnings to customers and is recognised as revenue at the time of clearance of the funds.

Revenue from the rendering of a service is recognised when or as performance obligations are met, which is generally upon the delivery of the service to the customers.

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

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2025**

### **1 Material Accounting Policy Information (continued)**

#### **(k) Revenue and other income (continued)**

Grant revenue that contains specific performance obligations on the use of those funds is recognised as and when the Club satisfies its performance obligations. A contract liability is recognised where grant funds have been received but the Club has not yet satisfied its performance obligations under the funding agreement.

Interest revenue is recognised on an accruals basis using the effective interest rate method.

#### **(l) Goods and services tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

#### **(m) Comparative amounts**

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

### **Critical Accounting Estimates and Judgments**

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 Club.

The Directors do not believe that there were any key estimates or judgments used in the development of the financial statements that give rise to a significant risk of material adjustment in the future.

### **2 Members' Guarantee**

The liability of members is limited. Every member of the Club undertakes to contribute to the assets of the Club in the event of the same being wound up during the time that he or she is a member or within one year afterwards for the payment of the debts and liabilities of the Club contracted before the time at which he/she ceases to be a member and of the costs, charges and expenses of winding up the same and for the adjustment of the rights of the contributories amongst themselves such amount as may be required not exceeding one dollar.

**Braidwood Servicemen's Club Limited**

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**Notes to the Financial Statements****For the Year Ended 30 June 2025****3 Revenue and Other Income**

|                                              | 2025             | 2024             |
|----------------------------------------------|------------------|------------------|
|                                              | \$               | \$               |
| <b>Revenue from contracts with customers</b> |                  |                  |
| Associated clubs playing fees                | 69,323           | 67,203           |
| Bar sales                                    | 838,588          | 739,879          |
| Commissions                                  | 24,559           | 26,592           |
| Function income                              | 6,585            | 5,609            |
| Grant income                                 | 3,591            | 13,463           |
| Other                                        | 5,547            | 38,387           |
| Poker machine clearances                     | 832,050          | 642,524          |
| Raffle income                                | 34,019           | 30,614           |
| Rebates                                      | 62,878           | 59,493           |
| Subscriptions received                       | 59,435           | 54,906           |
| Sponsorship income                           | 1,539            | -                |
|                                              | <u>1,938,114</u> | <u>1,678,670</u> |

**Represented by:**

|                                       |                  |                  |
|---------------------------------------|------------------|------------------|
| Revenue recognised at a point in time | 1,804,226        | 1,543,098        |
| Revenue recognised over time          | 133,888          | 135,572          |
|                                       | <u>1,938,114</u> | <u>1,678,670</u> |

**Other income**

|                            |                |               |
|----------------------------|----------------|---------------|
| Gain on disposal of assets | 26,438         | -             |
| Interest income            | 38,922         | 34,309        |
| Rent received              | 59,589         | 51,036        |
| Other                      | 648            | 2,052         |
|                            | <u>125,597</u> | <u>87,397</u> |

**4 Cash and Cash Equivalents**

|              | 2025           | 2024           |
|--------------|----------------|----------------|
|              | \$             | \$             |
| Cash on hand | 57,400         | 50,000         |
| Cash at bank | 137,205        | 172,781        |
|              | <u>194,605</u> | <u>222,781</u> |

**5 Trade and Other Receivables**

|                                    | 2025          | 2024          |
|------------------------------------|---------------|---------------|
|                                    | \$            | \$            |
| <b>Current</b>                     |               |               |
| Trade receivables                  | 2,350         | 41,021        |
| Accrued interest and other debtors | 26,758        | 21,462        |
|                                    | <u>29,108</u> | <u>62,483</u> |

**Braidwood Servicemen's Club Limited**

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**Notes to the Financial Statements****For the Year Ended 30 June 2025****6 Inventories**

|               | 2025          | 2024          |
|---------------|---------------|---------------|
|               | \$            | \$            |
| Stock on hand | <u>26,772</u> | <u>24,898</u> |

**7 Other Financial Assets**

|               | 2025             | 2024           |
|---------------|------------------|----------------|
|               | \$               | \$             |
| Term deposits | <u>1,111,340</u> | <u>852,681</u> |

The term deposits have initial terms to maturity of between 6 and 12 months with interest rates between 3.60% to 4.75%.

**8 Other assets**

|             | 2025          | 2024          |
|-------------|---------------|---------------|
|             | \$            | \$            |
| Prepayments | <u>34,025</u> | <u>29,582</u> |

**9 Property, Plant and Equipment**

|                           | 2025             | 2024             |
|---------------------------|------------------|------------------|
|                           | \$               | \$               |
| Freehold land             |                  |                  |
| At cost                   | <u>183,685</u>   | <u>183,685</u>   |
| Building and improvements |                  |                  |
| At cost                   | 1,510,455        | 1,462,261        |
| Accumulated depreciation  | <u>(755,324)</u> | <u>(714,982)</u> |
|                           | <u>755,131</u>   | <u>747,279</u>   |
| Plant and equipment       |                  |                  |
| At cost                   | 1,201,294        | 1,185,795        |
| Accumulated depreciation  | <u>(498,984)</u> | <u>(438,813)</u> |
|                           | <u>702,310</u>   | <u>746,982</u>   |
| Furniture and fittings    |                  |                  |
| At cost                   | 215,485          | 215,477          |
| Accumulated depreciation  | <u>(153,619)</u> | <u>(136,449)</u> |
|                           | <u>61,866</u>    | <u>79,028</u>    |
| Motor vehicles            |                  |                  |
| At cost                   | 80,338           | 20,000           |
| Accumulated depreciation  | <u>(92)</u>      | <u>(20,000)</u>  |
|                           | <u>80,246</u>    | <u>-</u>         |

**Braidwood Servicemen's Club Limited**

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**Notes to the Financial Statements****For the Year Ended 30 June 2025****9 Property, Plant and Equipment (continued)**

|                          | 2025             | 2024             |
|--------------------------|------------------|------------------|
|                          | \$               | \$               |
| Poker machines           |                  |                  |
| At cost                  | 553,125          | 519,588          |
| Accumulated depreciation | (309,953)        | (262,043)        |
|                          | <u>243,172</u>   | <u>257,545</u>   |
|                          | <u>2,026,410</u> | <u>2,014,519</u> |

**Movements in Carrying Amounts**

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

|                                       | Land           | Buildings and Improvements | Plant and Equipment | Furniture and Fittings | Motor Vehicles | Poker Machines | Total            |
|---------------------------------------|----------------|----------------------------|---------------------|------------------------|----------------|----------------|------------------|
|                                       | \$             | \$                         | \$                  | \$                     | \$             | \$             | \$               |
| <b>Year ended 30 June 2025</b>        |                |                            |                     |                        |                |                |                  |
| Balance at the beginning of year      | 183,685        | 747,279                    | 746,982             | 79,028                 | -              | 257,545        | 2,014,519        |
| Additions                             | -              | 48,194                     | 29,514              | 2,041                  | 80,338         | 54,987         | 215,074          |
| Disposals                             | -              | -                          | (253)               | (54)                   | -              | (967)          | (1,274)          |
| Depreciation expense                  | -              | (40,342)                   | (73,933)            | (19,149)               | (92)           | (68,393)       | (201,909)        |
| <b>Balance at the end of the year</b> | <u>183,685</u> | <u>755,131</u>             | <u>702,310</u>      | <u>61,866</u>          | <u>80,246</u>  | <u>243,172</u> | <u>2,026,410</u> |

**10 Investment Properties**

|                              | 2025           | 2024           |
|------------------------------|----------------|----------------|
|                              | \$             | \$             |
| <b>Investment Properties</b> |                |                |
| At cost                      | 678,160        | 678,160        |
| Accumulated depreciation     | (49,595)       | (33,477)       |
|                              | <u>628,565</u> | <u>644,683</u> |

**Movements in Carrying Amounts**

|                               |                |                |
|-------------------------------|----------------|----------------|
| Balance at beginning of year  | 644,683        | 661,213        |
| Depreciation expense          | (16,118)       | (16,530)       |
| <b>Balance at end of year</b> | <u>628,565</u> | <u>644,683</u> |

**11 Trade and Other Payables**

|                              | 2025   | 2024   |
|------------------------------|--------|--------|
|                              | \$     | \$     |
| <b>CURRENT</b>               |        |        |
| Trade creditors and accruals | 50,259 | 71,343 |

## Notes to the Financial Statements

For the Year Ended 30 June 2025

### 12 Employee Benefits

|                                  | 2025          | 2024          |
|----------------------------------|---------------|---------------|
|                                  | \$            | \$            |
| CURRENT                          |               |               |
| Provision for annual leave       | 34,491        | 30,496        |
| Provision for long service leave | 6,364         | -             |
|                                  | <u>40,855</u> | <u>30,496</u> |

### 13 Other financial liabilities

|                                  | 2025          | 2024          |
|----------------------------------|---------------|---------------|
|                                  | \$            | \$            |
| CURRENT                          |               |               |
| Equipment loans - poker machines | 18,703        | 19,314        |
| Vehicle loan - bus               | 10,121        | -             |
|                                  | <u>28,824</u> | <u>19,314</u> |

|                    | 2025          | 2024     |
|--------------------|---------------|----------|
|                    | \$            | \$       |
| NON-CURRENT        |               |          |
| Vehicle loan - bus | 74,235        | -        |
| <b>Total</b>       | <u>74,235</u> | <u>-</u> |

#### Finance facilities

Equipment loans are related to poker machines. The loans commenced in November 2024 and December 2024 for a period of 12 months with a fixed instalment plan.

The vehicle loan is for the purchase of a bus with a term of 4 years and an effective interest rate of 7.70%.

### 14 Contract Liabilities

|                          | 2025          | 2024          |
|--------------------------|---------------|---------------|
|                          | \$            | \$            |
| CURRENT                  |               |               |
| Subscriptions in advance | 29,810        | 28,974        |
| Sponsorship in advance   | 18,362        | -             |
|                          | <u>48,172</u> | <u>28,974</u> |

**Notes to the Financial Statements****For the Year Ended 30 June 2025****15 Financial Instruments**

The Club's financial instruments consist mainly of deposits with banks, short term investments and accounts receivable and payable.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 9: Financial Instruments as detailed in the accounting policies to these financial statements, are as follows:

|                                                |    | 2025             | 2024             |
|------------------------------------------------|----|------------------|------------------|
|                                                |    | \$               | \$               |
| <b>Financial Assets</b>                        |    |                  |                  |
| <i>Financial assets at amortised cost</i>      |    |                  |                  |
| Cash and cash equivalents                      | 4  | 194,605          | 222,781          |
| Trade and other receivables                    | 5  | 29,108           | 62,483           |
| Term deposits                                  | 7  | 1,111,340        | 852,681          |
| <b>Total financial assets</b>                  |    | <b>1,335,053</b> | <b>1,137,945</b> |
| <b>Financial Liabilities</b>                   |    |                  |                  |
| <i>Financial liabilities at amortised cost</i> |    |                  |                  |
| Trade creditors and accruals                   | 11 | 50,259           | 71,343           |
| Other financial liabilities                    | 13 | 103,059          | 19,314           |
| <b>Total financial liabilities</b>             |    | <b>153,318</b>   | <b>90,657</b>    |

**16 Key Management Personnel Disclosures**

Key management personnel is defined by AASB 124 "Related Party Disclosures" as those persons having authority and responsibility for planning, directing and controlling the activities of the Club, directly or indirectly, including any director of the Club. The aggregate remuneration paid or payable to key management personnel during the financial year was \$132,403 (2024: \$134,783).

In addition to the above remuneration, the Club has paid premiums of \$6,190 for Associations Liability insurance which incorporates directors' and offices' liability insurance. It is not practical to obtain the details of the components of insurance premiums that relate to key management personnel.

**17 Auditor's Remuneration**

|                                                   | 2025          | 2024          |
|---------------------------------------------------|---------------|---------------|
|                                                   | \$            | \$            |
| Audit and preparation of the financial statements | 19,800        | 18,865        |
| Accounting and other assurance services           | 10,300        | 6,625         |
|                                                   | <b>30,100</b> | <b>25,490</b> |

**18 Related Parties**

Key management personnel may transact with the Club from time to time on normal terms and conditions that are no more favourable than those available to other members of the Club. The types of transactions involved include gaming and the purchase of food, beverages and membership. The transactions are settled at the time of the transaction, and no amounts are owing to the Club at year end in respect of these transactions. The total value of these transactions is low and is considered by the Club to be insignificant.

A family member of the Secretary Manager was paid a total of \$292, including superannuation, during the year as an employee of the club on normal commercial terms. In the prior year payments of \$2,555 were made for earth work services provided by the son of the former Secretary Manager.

## **Braidwood Servicemen's Club Limited**

ACN: 001 041 345

# **Notes to the Financial Statements**

**For the Year Ended 30 June 2025**

### **19 Events Occurring After the Reporting Date**

These financial statements were authorised for issue by the Directors on the date of signing the attached Directors' Declaration. The Board of Directors have the right to amend the statements after they are issued.

There are no events after the reporting period which require amendment of, or further disclosure in, the financial statements.

### **20 Contingencies**

The Club has no contingent assets or contingent liabilities at year end.

### **21 Core and Non-Core Property**

#### **Core Property**

Core property, as defined in section 41E of the Registered Clubs Act, is that property which is within the perimeter of the licensed part of the Braidwood Servicemen's Club, bowling greens, nine hole golf course, located at 1 Coronation Ave, Braidwood NSW 2262.

#### **Non-Core Property**

The following is a listing of non-core property, as defined in section 41E of the Registered Clubs Act, held by Braidwood Servicemen's Club:

- Investment property at 4A Victory St, Braidwood NSW 2262
- Investment property at 6 Victory St, Braidwood NSW 2262
- Other land owned by the Club that is not used for the purposes of the golf course

## **Braidwood Servicemen's Club Limited**

ACN: 001 041 345

## **Consolidated Entity Disclosure Statement** **As at 30 June 2025**

Subsection 295(3A)(a) of the Corporations Act 2001 does not apply to the Club as the Club is not required to prepare consolidated financial statements by Australian Accounting Standards.

## Braidwood Servicemen's Club Limited

ACN: 001 041 345

### Directors' Declaration

The directors of the Club declare that:

1. The financial statements and notes, as set out on pages 6 to 21, are in accordance with the Corporations Act 2001 and:
  - a. comply with Australian Accounting Standards - Simplified Disclosures; and
  - b. give a true and fair view of the financial position as at 30 June 2025 and of the performance for the year ended on that date of the Club.
2. In the directors' opinion, there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.
3. The information disclosed in the consolidated entity disclosure statement on page 22 is true and correct.

This declaration is made in accordance with a resolution of the Board of Directors.

Director .....



Dated

13/10/2025

Director .....



Melissa Higgins.

## **Independent Auditor's Report To the Members of Braidwood Servicemen's Club Limited**

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

#### **Opinion**

We have audited the financial statements of Braidwood Servicemen's Club Limited (the Club), which comprise the statement of financial position as at 30 June 2025, 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 material accounting policy information, the consolidated entity disclosure statement, and the directors' declaration.

In our opinion, the accompanying financial statements of Braidwood Servicemen's Club Limited are in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the Club's financial position as at 30 June 2025 and of its financial performance for the year then 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 Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Club 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 statements in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### **Other information**

The directors are responsible for the other information. The other information comprises the information in the Club's directors' report for the year ended 30 June 2025, but does not include the financial statements and the auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

**Directors' Responsibility for the Financial Statements**

The directors of the Club are responsible for the preparation of:

- a) the financial statements (other than the consolidated entity disclosure statement) that give a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the Corporations Act 2001; and
- b) the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001, and

for such internal control as the directors determine is necessary to enable the preparation of:

- i) the financial statements (other than the consolidated entity disclosure statement) that give a true and fair view and are free from material misstatement, whether due to fraud or error; and
- ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Club'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 Club or to cease operations, or have no realistic alternative but to do so.

**Auditor's Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 the 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 statements.

A further description of our responsibilities for the audit of the financial statements is located at The Australian Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.