

**WILCANNIA GOLF CLUB LIMITED**  
**(a company limited by guarantee)**  
**ABN 66 001 034 377**

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2021**

WILCANNIA GOLF CLUB LIMITED  
(a company limited by guarantee)  
ABN 66 001 034 377

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**DIRECTORS' REPORT**  
**(Continued)**

**MEETINGS OF DIRECTORS**

During the year twelve (12) meetings of directors were held. Attendances were:

	<b>Number Eligible to Attend</b>	<b>Number Attended</b>
B Adams	12	4
P Cunningham	12	6
C Elliott	12	12
L Jones	12	8
P Murphy	12	8
A Schembri	12	8
O Whyman	12	11

**EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD**

The Covid-19 pandemic outbreak that was declared by the World Health Organisation as a global pandemic on 11 March 2020 continues to cause uncertainty after year end. The spread of the virus has resulted in Australia enacting border closures, travel restrictions, quarantine and social distancing measures. These responses have assisted in reducing the exponential spread of the virus, but the population is widely available it is likely that these types of control measures will remain in place for the foreseeable future. Since the end of the reporting period, the Club has been open in a Covid-19 environment with restrictions on the number of patrons and movement with the building. These rules and restrictions are altered regularly by the NSW Government in an attempt to keep the virus contained. It is unknown when or if the restrictions will be fully eased but until they are the results of the Club will continue to be adversely impacted.

Apart from the abovementioned no matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Club, the results of those operations, or the state of affairs of the Club in future financial years.

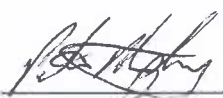
**MEMBERS GUARANTEE**

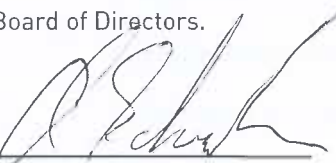
The Club is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of \$2.00 each towards meeting any outstanding obligations of the Club.

**AUDITOR'S INDEPENDENCE DECLARATION**

The auditors' independence declaration for the year ended 30 June 2021 has been received and can be found on page 3 of the financial statements.

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

  
Director

  
Director

Dated at Wilcannia on this 24th day of November 2021

**WILCANNIA GOLF CLUB LIMITED**  
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**DIRECTORS' REPORT**

Your directors present their report on the Wilcannia Golf Club Limited for the financial year ended 30 June 2021.

**DIRECTORS**

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

Brendan Adams  
Patrick Cunningham  
Christine Elliott  
Leetisha Jones

Peter Murphy  
Anthony Schembri  
Owen Wyman

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

**PRINCIPAL ACTIVITIES**

The principal activity of Wilcannia Golf Club Limited is the provision of sporting and other facilities associated with a registered and licensed club. There was no significant change in the nature of that activity during the year.

The Club's short-term and long-term objectives are both to maintain the provision of sporting and other facilities associated with a registered and licensed club. These objectives are achieved through attracting and retaining quality staff and Board members that are committed to engage in continuous improvement with the Club, act in the best interests of the Club and assist with the success of the Club.

Likely developments in the operations of the club and the expected results of these 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 club.

**INFORMATION ON DIRECTORS**

<b>Director</b>	<b>Experience</b>	<b>Special Responsibilities</b>
Owen Whyman	Committee Member	President
Brendan Adams	Committee Member	Director
Patrick Cunningham	Committee Member	Director
Christine Elliot	Committee Member	Director
Leetisha Jones	Committee Member	Director
Peter Murphy	Committee Member	Director
Anthony Schembri	Committee Member	Director

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

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021 there have been:

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



**LUKA GROUP**

2 River Street  
Dubbo  
Dated: 24 November 2021



**JM SHANKS  
PARTNER**



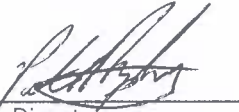
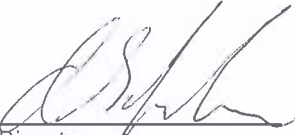
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**DIRECTORS' DECLARATION**

The directors of the Wilcannia Golf Club Limited declare that:

1. The financial statement and notes as set out on pages 5 to 32 are in accordance with the Corporations Act 2001;
  - (a) Comply with Accounting Standards and the Corporations Regulations 2001; and
  - (b) Give a true and fair view of the financial position as at 30 June 2021 and 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.

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

  
Director  
Director

Dated at Wilcannia on this 24th day of November 2021.

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**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2021**

	Notes	2021 \$	2020 \$
Revenue	2	2,245,453	1,778,964
Changes in inventories of finished goods	4	12,691	4,078
Raw materials and consumables used	4	(840,952)	(673,566)
Employee benefits expense	4	(511,579)	(493,258)
Depreciation and amortisation expense	4	(101,647)	(109,437)
Other expenses	4	(476,253)	(549,089)
Profit / (loss) for the year	13	327,713	(42,308)
Other comprehensive income for the year		-	-
Total comprehensive income for the year		\$327,713	\$(42,308)

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**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2021**

	Notes	2021 \$	2020 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	1,566,523	1,068,915
Trade and other receivables	6	2,361	59,705
Inventories	7	83,981	71,290
Other assets	8	3,083	9,534
		<hr/>	<hr/>
TOTAL CURRENT ASSETS		1,655,948	1,209,444
		<hr/>	<hr/>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	9	1,072,411	1,088,416
Intangible assets	10	240,000	240,000
		<hr/>	<hr/>
TOTAL NON-CURRENT ASSETS		1,312,411	1,328,416
		<hr/>	<hr/>
TOTAL ASSETS		2,968,359	2,537,860
		<hr/>	<hr/>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	129,974	55,020
Provisions	12	82,508	54,676
		<hr/>	<hr/>
TOTAL CURRENT LIABILITIES		212,482	109,696
		<hr/>	<hr/>
TOTAL LIABILITIES		212,482	109,696
		<hr/>	<hr/>
<b>NET ASSETS</b>		\$2,755,877	\$2,428,164
		<hr/>	<hr/>
<b>EQUITY</b>			
Accumulated funds	13	2,755,877	2,428,164
		<hr/>	<hr/>
<b>TOTAL EQUITY</b>		\$2,755,877	\$2,428,164
		<hr/>	<hr/>

The accompanying notes form part of these financial statements



**WILCANNIA GOLF CLUB LIMITED**  
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**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2021**

	Accumulated Funds \$	Total \$
Balance at 1 July 2019	2,470,472	2,470,472
Loss for the year	(42,308)	(42,308)
Total other comprehensive income for the year	-	-
Balance at 30 June 2020	2,428,164	2,428,164
Profit for the year	327,713	327,713
Total other comprehensive income for the year	-	-
Balance at 30 June 2021	\$2,755,877	\$2,755,877

The accompanying notes form part of these financial statements.

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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	2021 \$	2020 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	2,453,185	1,885,281
Interest received	9,406	2,790
Payments to suppliers and employees	(1,885,086)	(1,982,479)
<b>Net cash flows provided by / (used in) operating activities (Note 14.3)</b>	<u>577,505</u>	<u>(94,408)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	16,000	-
Purchase of property, plant and equipment	(95,897)	(106,112)
<b>Net cash flows used in investing activities</b>	<u>(79,897)</u>	<u>(106,112)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	497,608	(200,520)
Cash and cash equivalents at beginning of year	<u>1,068,915</u>	<u>1,269,435</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 5)</b>	<u>\$1,566,523</u>	<u>\$1,068,915</u>

The accompanying notes form part of these financial statements.

**WILCANNIA GOLF CLUB LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue on 24 November 2021 by the directors of the Club.

**Accounting Policies**

**1.1. Income Tax**

Under current income tax law, clubs established for the promotion and encouragement of the games of golf are exempt from income tax, providing this is their predominant purpose. Accordingly, no provision for income tax is made in the financial statements.

**1.2. Revenue**

*Sales of goods*

Revenue from sales of goods comprises revenue earned from the sale of goods purchased for resale and gifts donated for resale. Sales revenue is recognised when the control of goods passes to the customer which is at the time that the goods are physically transferred.

None of the items sold have any warranty attached to them.

*Fees and charges*

The member or guest receives and consumes the benefits of the services as the company provides them. Revenue is recognised on a straight-line basis over the term of the contract.

*Operating Grants, Other Subsidies Donations and Bequest*

When the club received Operating Grants, Other Subsidies Donations and Bequest, it assesses whether the contract is enforceable and sufficiently specific performance obligation in accordance with AASB15.

- Identify the performance obligations relation to the grant
- Recognise contract liability for its obligation under the agreement
- Recognise revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficient specific performance obligations, the club:

- Recognises the assets received in accordance with the recognition requirements of other applicable accounting standards. (e.g. AASB 9, AASB 16, AASB 116 and AASB 138)

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021  
(Continued)

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**1.2. Revenue (Continued)**

- Recognises related amounts (being contribution by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from contract with customer)
- Recognises income immediately in the profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the club recognises income in the profit or loss when or as it satisfies its obligations under the contract.

*Capital Grants*

When the club receives capital grant, it recognises a liability for the excess of the initial carrying amount of the financial assets received over any related amounts (being contribution by owners, lease liability, financial instruments, provisions, revenue, or contract liability arising from contract with customer) recognised under the Australian Accounting Standards

*Interest*

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

**1.3. Inventories**

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis. Net realisable value is the estimated selling price in the ordinary course of business and the estimated costs necessary to make the sale.

**1.4. Comparative Amounts**

When the presentation or classification of items in the financial statements is amended, comparative amounts shall be reclassified unless the reclassification is impractical.

**1.5. Cash and Cash Equivalents**

For the purpose of the statement of cash flows, cash includes cash on hand, at call deposits and term deposits with banks or financial institutions, net of bank overdrafts.

**1.6 Trade and Other Receivables**

Trade and other receivables include amounts receivable from customers. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment.

**1.7. Property, Plant and Equipment**

*Property*

Freehold land and buildings are measured at fair value, less where applicable, accumulated depreciation.

*Plant and equipment*

Plant and equipment, motor vehicles, improvements and poker machines are stated at cost, less accumulated depreciation and any impairment in value.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**  
**(Continued)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**1.7. Property, Plant and Equipment (Continued)**

*Depreciation*

The depreciable amount of all fixed assets including buildings, but excluding freehold land, are depreciated over their useful lives commencing from the time the assets are held ready for use.

The depreciation rates for each class of assets are:

<b>Class</b>	<b>Rate</b>
Motor vehicles	15-30%
Plant and equipment	13-30%
Improvements	2.5-20%
Poker machines	20-40%

*Impairment*

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash-generating units are written down to their recoverable amount.

The recoverable amount of plant and equipment is the greater of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Impairment losses are recognised as a line item in the statement of comprehensive income.

**1.8. Leases**

*The Club as Lessee*

At the inception of a contract, the Club assesses if the contract contains or is a lease. If there is a lease present, a right of use asset and a corresponding lease liability is recognised by the Club where the Club is the lessee. However all contracts that are classified as short-term leases (leases with a remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Club uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- Fixed lease payments less any lease incentives;



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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**  
**(Continued)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**1.8. Leases (Continued)**

- Variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- The expected amount to be payable by the lessee under residual value guarantees;
- The exercise of purchase options, if the lessee is reasonably certain to exercise the options;
- Lease payments made under extension options, if the lessee is reasonably certain to exercise the options; and
- Payment of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right of use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right of use assets is at cost less accumulated depreciation and impairment losses.

Right of use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right of use asset reflects that the Club anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

*The Club as lessor*

The Club does not have any leases where it is the lessor.

**1.9. Employee Benefits**

*Short-term benefits*

Liability for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be paid within 12 months of reporting date are measured at the amounts expected to be paid when the liabilities are settled.

*Other long-term employee benefits*

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wages and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on the national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash out flows.

**1.10. Other Taxes**

Revenues, expenses and assets are recognised net of the amount of Goods and Services Tax (GST) except:

- where the GST incurred on a purchase of goods and services is not recoverable from the Australian Taxation Office (ATO), in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**  
**(Continued)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**1.10. Other Taxes (Continued)**

- receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position. Cash flows are included in the statement of cash flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the ATO are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the ATO.

**1.11. Trade and Other Payables**

Trade payables and other accounts payable are recognised when the Club becomes obliged to make future payments resulting from the purchase of goods and services.

**1.12. Intangible Assets**

Intangible assets represent the poker machine licences of the Club. For initial recognition poker machine licences were brought to account at fair value. Any subsequent acquisition of poker machine licences has been brought to account at cost.

The useful lives of these intangible assets are assessed to be indefinite.

Intangible assets are tested for impairment on an annual basis or when an indicator for impairment exists.

**1.13. Financial Instruments**

*Initial recognition and measurement*

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

Financial instruments (except 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 recognised in profit or loss immediately.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component.

*Classification and subsequent measurement*

*Financial liabilities*

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

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021  
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.13 Financial Instruments (Continued)

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability cannot be reclassified.

*Financial assets*

Financial assets are subsequently measured at amortised cost.

A financial asset is subsequently measured at amortised cost when it meets the following conditions:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely the payments of principal and interest on the principal amount outstanding on specified dates.

*Derecognition*

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

*Derecognition of financial liabilities*

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

*Derecognition of financial assets*

A financial asset is derecognised when the holder's contractual right to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All of the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Club no longer controls the asset.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021  
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.13 Financial Instruments (Continued)

*Impairment*

The Club recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective rate of the financial instrument.

The Club uses the simplified approach.

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times. This approach is applicable to trade receivables that result from transactions within the scope of AASB 15: *Revenue from Contracts with Customers* and which do not contain a significant financing component.

In measuring the expected credit loss, a provision matrix for trade receivables was used taking into consideration various data to get an expected credit loss (i.e. diversity of customer base, appropriate groupings of historical loss experience, etc.)

*Recognition of expected credit losses in financial statements*

At each reporting date, the Club recognised the movement in the loss allowance as an impairment gain or loss in the statement of comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance related to that asset.

1.14 Impairment of Assets

At each reporting date, the Club reviews the carrying value of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less cost 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 profit or loss.

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

Where it is not possible to estimate the recoverable amount of an assets class, the Club estimates the recoverable amount of the cash generating unit to which the class of assets belong.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**  
**(Continued)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**1.15 Fair Value of Assets and Liabilities**

The Club measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

Fair value is the price the Club would receive to sell an asset or would have to pay to transfer a liability in an orderly transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair value of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (that is, the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, information is extracted from the most advantageous market available to the Club at reporting date (that is, the market that maximises the receipts from the sale of the asset or minimises the payment made to transfer the liability, after taking into account transaction costs and transport costs).

For non financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities may be valued, where there is no observable market price in relation to the transfer of an identical or similar financial instrument, by reference to observable market information where identical or similar assets are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective notes to the financial statements.

**1.16 Critical Accounting Estimates and Judgements**

The Club evaluates estimates and judgements 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.

*Key estimates*

*(i) Impairment - general*

The Club assess impairment at the end of each reporting period by evolution of conditions and events specific to the Club that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using the value in use calculations which incorporate various key assumptions.

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**1.16 Critical Accounting Estimates and Judgements (Continued)**

*Key Judgements*

(i) *Employee benefits*

For the purpose of measurement, AASB119: Employee Benefits defines obligations for short term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employee render the related services. As the Club expects that most employees will not use all of their annual leave entitlement in the same year in which they are earned or during the following 12 month period, obligations for annual leave entitlements are classified under AASB 119 as long term employee benefits and therefore, are assumed to be measured at the present value of the expected future payments to be made to employees. Long service leave entitlements are classified under AASB 119 as long term employee benefits and therefore, are assumed to be measured at the present value of the expected future payments to be made to employees.

(iii) *Useful lives of depreciable assets*

As describe in note 1.7, the Club reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of assets.

**2. REVENUE**

**Operating activities:**

	2021 \$	2020 \$
Bar sales	1,078,428	850,568
Cigarettes sales	177,925	166,898
Poker machine income	788,238	541,781
Bingo	4,464	15,081
Coffee machine	736	1,854
Commission	39,524	32,442
Christmas raffles and trees	-	6,761
Gain on disposal of plant and equipment	5,745	-
Government stimulus- Cashflow boost	37,500	62,500
Government stimulus – Jobkeeper	24,000	27,000
Grants	22,500	-
Interest received	5,812	5,975
Keno income	14,587	11,011
Poker machine subsidy	17,180	17,180
Pool table and juke box	-	509
Raffles	21,587	25,464
Rent	71	5,236
Souvenir and equipment sales	1,539	459
Subscriptions	4,659	4,716
Other	958	3,529
	<u>\$2,245,453</u>	<u>\$1,778,964</u>

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	2021 \$	2020 \$
<b>3. AUDITOR'S REMUNERATION</b>		
Remuneration of the auditor of the Club:		
- Auditing services	\$27,200	\$26,400
	<hr/>	<hr/>
<b>4. RESULT FROM OPERATIONS</b>		
<i>Expenses</i>		
<b>Cost of sales</b>		
Changes in inventories of finished goods	(12,691)	(4,078)
Raw materials and consumables used	840,952	673,566
	<hr/>	<hr/>
	\$828,261	\$669,488
	<hr/>	<hr/>
<b>Depreciation expense</b>		
Plant and equipment	28,033	31,403
Poker machines	50,554	56,343
Motor vehicles	9,377	9,377
Improvements	13,683	12,314
	<hr/>	<hr/>
	\$101,647	\$109,437
	<hr/>	<hr/>
<b>Employee benefits expense</b>		
Wages	434,587	483,155
Superannuation	40,118	41,415
Employee leave entitlements	27,832	(40,604)
Employee amenities	7,011	8,690
Other	2,031	602
	<hr/>	<hr/>
	\$511,579	\$493,258
	<hr/>	<hr/>
<b>Gain / (loss) on disposal of property, plant and equipment</b>		
Proceeds on disposal	16,000	-
Disposal at carrying amount	(10,255)	-
	<hr/>	<hr/>
	\$5,745	\$-
	<hr/>	<hr/>

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	2021 \$	2020 \$
<b>4. RESULT FROM OPERATIONS</b>		
<b>Other expenses</b>		
Advertising	4,706	2,660
Audit and accounting fees	27,200	26,400
Bar consumables	4,337	4,448
Bank charges	4,162	2,661
Bingo	4,564	23,913
Cleaning	4,183	5,519
Director expenses	4,364	2,919
Donations	4,715	16,374
Electricity	65,638	53,417
Entertainment expenses	-	2,966
Freight and cartage	38,096	39,791
Insurance	33,874	34,748
Keno expense	2,261	1,997
Members draws and promotions	2,700	10,900
Members give away and discounts	63,457	52,027
Motor vehicle expenses	4,400	6,198
Poker machine analysis	12,147	10,688
Printing, postage and stationery	11,860	8,983
Promotional expenses	4,362	11,689
Raffles	23,488	37,037
Rates	16,398	16,439
Repairs and maintenance	48,492	64,785
Security	38,973	54,481
Sky channel and pay television	11,705	12,908
Subscriptions	6,439	7,948
Tab expenses	4,801	3,887
Telephone	5,413	5,518
Workers compensation	11,413	14,128
Other	12,105	13,660
	<u>\$476,253</u>	<u>\$549,089</u>
<b>5. CASH AND CASH EQUIVALENTS</b>		
Cash at bank		
Main account	369,052	132,602
TAB	10,901	4,359
Debit card account	4,558	-
Keno investment account	201,410	249,075
	<u>585,921</u>	<u>386,036</u>
Cash on hand	125,280	86,618
Term deposits	855,322	596,261
	<u>\$1,566,523</u>	<u>\$1,068,915</u>



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	2021 \$	2020 \$
<b>6. TRADE AND OTHER RECEIVABLES</b>		
Trade receivables	\$2,361	\$59,705

**6.1 Provision for Impairment of Receivables**

Current trade receivables are generally on 30-day terms. These receivables are assessed for recoverability and a provision for impairment is recognised when there is objective evidence that an individual trade receivable is impaired. These amounts have been included in other expenses.

There was no provision for impairment at year end (2020 - \$Nil).

**6.2 Credit Risk — Trade and Other Receivables**

The Club does not have any material credit risk exposure to any single receivable or group of receivables.

The following table details the Club's trade and other receivables exposed to credit risk with ageing analysis and impairment provided for thereon. Amounts are considered as 'past due' when the debt has not been settled within the terms and conditions agreed between the Club and the customer or counter party to the transaction. For receivables that are past due, there are specific circumstances indicating that the debt may not be fully repaid to the Club.

The balances of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

	Gross amount \$	Past due and impaired \$	Past due but not impaired (days overdue)				Within initial trade terms \$
	\$	\$	< 30 \$	31–60 \$	61–90 \$	> 90 \$	\$
<b>2021</b>							
Trade receivables	2,361	-	-	-	-	-	2,361
Total	2,361	-	-	-	-	-	2,361
<b>2020</b>							
Trade receivables	59,705	-	-	-	-	-	59,705
Total	59,705	-	-	-	-	-	59,705

The Club does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired. There are no balances within trade receivables that contain assets that are not impaired and are past due (2020 - \$Nil). It is expected that these balances will be received when due.

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	2021 \$	2020 \$
<b>7. INVENTORIES</b>		
Bar	71,083	33,187
Cigarettes	11,818	36,639
Golf equipment	135	118
Souvenirs	945	1,346
	<u>\$83,981</u>	<u>\$71,290</u>
<b>8. OTHER ASSETS</b>		
Prepayments	1,293	7,744
Electricity deposits	1,790	1,790
	<u>\$3,083</u>	<u>\$9,534</u>
<b>9. PROPERTY, PLANT AND EQUIPMENT</b>		
Land and building		
- at cost	<u>366,698</u>	<u>366,698</u>
Improvements		
- at cost	584,886	565,066
Less: accumulated depreciation	(149,929)	(136,246)
	<u>434,957</u>	<u>428,820</u>
Motor vehicles		
- at cost	46,886	46,886
Less: accumulated depreciation	(24,971)	(15,594)
	<u>21,915</u>	<u>31,292</u>
Poker machines		
- at cost	566,927	575,592
Less: accumulated depreciation	(376,592)	(382,427)
	<u>190,335</u>	<u>193,165</u>
Plant and equipment		
- at cost	444,730	426,633
Less: accumulated depreciation	(386,224)	(358,192)
	<u>58,506</u>	<u>68,441</u>
	<u>\$1,072,411</u>	<u>\$1,088,416</u>

NOTES TO THE FINANCIAL STATEMENTS  
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9. PROPERTY, PLANT AND EQUIPMENT (Continued)

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

	Land and Buildings \$	Improvements \$	Motor Vehicles \$	Poker Machines \$	Plant and Equipment \$	Total \$
Balance at the 1 July 2019	366,698	336,222	40,669	249,508	98,644	1,091,741
Additions	-	104,912	-	-	1,200	106,112
Disposals	-	-	-	-	-	-
Depreciation	-	(12,314)	(9,377)	(56,343)	(31,403)	(109,437)
Balance at the 30 June 2020	366,698	428,820	31,292	193,165	68,441	1,088,416
Additions	-	19,820	-	61,654	18,098	99,572
Disposals	-	-	-	(13,930)	-	(13,930)
Depreciation	-	(13,683)	(9,377)	(50,554)	(28,033)	(101,647)
Balance at the 30 June 2021	366,698	434,957	21,915	190,335	58,506	1,072,411



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	2021 \$	2020 \$
<b>10. INTANGIBLE ASSETS</b>		
Poker machine licences - at fair value	\$240,000	\$240,000
<b>11. TRADE AND OTHER PAYABLES</b>		
Trade payables	97,011	31,681
Accrued expenses	31,887	22,698
Income in advance	1,076	641
	\$129,974	\$55,020
<b>12. PROVISIONS</b>		
<b>Current</b>		
Annual leave	39,178	27,467
RDO	14,814	-
Long service leave	28,516	27,209
	\$82,508	\$54,676
Reconciliation of employee benefits		
Opening balance	54,676	95,290
Amount used	(12,265)	(48,006)
Additional provision raised	40,097	7,392
Closing balance	\$82,508	\$54,676

**Provision for Long-term Employee Benefits**

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

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	2021 \$	2020 \$
<b>13. ACCUMULATED FUNDS</b>		
Accumulated funds at the beginning of the financial year	2,428,164	2,470,472
Net result attributable to members	327,713	(42,308)
Accumulated funds at the end of the financial year	<u>\$2,755,877</u>	<u>\$2,428,164</u>
<b>14. CASH FLOW INFORMATION</b>		
<b>14.1 Reconciliation of cash and cash equivalents</b>		
Cash at the end of the financial year as shown in the statement of cash flows equates to cash and cash equivalents disclosed in note 5.		
Cash and cash equivalents	<u>\$1,566,523</u>	<u>\$1,068,915</u>
<b>14.2 Credit standby arrangements and loan facilities</b>		
Overdraft facilities	30,000	30,000
Current borrowing	<u>-</u>	<u>-</u>
Available	<u>\$30,000</u>	<u>\$30,000</u>
Credit facilities	5,000	5,000
Current borrowing	<u>-</u>	<u>-</u>
Available	<u>\$5,000</u>	<u>\$5,000</u>
<b>14.3 Reconciliation of cash flow from operations with operating result</b>		
Profit / (loss) from operations	327,713	(42,308)
<b><i>Non-cash flows in result from operations:</i></b>		
Depreciation	101,647	109,437
Net (gain) / loss on disposal of assets	(5,745)	-
<b><i>Changes in assets and liabilities</i></b>		
Increase / (decrease) in provisions	27,832	(40,614)
Increase / (decrease) in payables	74,954	(67,786)
(Increase) / decrease in inventories	(12,691)	(2,599)
Decrease / (increase) in receivables	57,344	(52,955)
Decrease / (increase) in prepayments	6,451	2,417
Cash flows from operations	<u>\$577,505</u>	<u>\$(94,408)</u>

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**15. KEY MANAGEMENT PERSONNEL COMPENSATION**

**15.1 Key Management Personnel**

The names of the key management personnel during the year are:

Brendan Adams	Peter Murphy
Patrick Cunningham	Anthony Schembri
Christine Elliott	Owen Wyman
Leetisha Jones	Boydie Awege (Bar Manager)
Gerard Tierney (General Manager)	

**15.2 Remuneration to Key Management Personnel**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the club, directly or indirectly, including any director (whether executive or otherwise) is considered key management personnel.

	<b>Salary and fees</b>	<b>Superannuation</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>2021</b>			
Total compensation	131,106	12,795	143,901
<b>2020</b>			
Total compensation	190,638	14,858	205,496

**16. RELATED PARTY TRANSACTIONS**

Transactions between related parties are on normal terms and conditions no more favourable than those available to other parties unless otherwise stated. During the year payments to Patrick Cunningham for accommodation totalled \$937.

**17. MEMBERS GUARANTEE**

Wilcannia Golf Club Limited has no authorised capital as it is a company limited by guarantee of its members. On winding up, each member is required to contribute an amount not exceeding \$2.00.

**18. FINANCIAL INSTRUMENTS**

**18.1 Financial risk management**

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

The Club does not have any derivative instruments at 30 June 2021.

**18.2 Financial risk exposures and management**

The main risks the Club is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

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**18. FINANCIAL INSTRUMENTS (Continued)**

**18.2 Financial risk exposures and management (Continued)**

*Interest rate risk*

Interest rate risk is managed with a mixture of fixed and floating rate debt. At 30 June 2021 the Club has no debt.

*Credit risk*

The maximum exposure to credit risk at reporting date to recognised financial assets, excluding the value of any collateral or other security, is the carrying amount, net of any provisions for impairment, as disclosed in the statement of financial position and notes to the financial statements.

The Club does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Club.

*Liquidity risk*

The Club manages liquidity risk by monitoring forecast cash flows and ensuring that adequate unutilised borrowing facilities are maintained.

**18.3 Net fair values**

The net fair values of financial assets and liabilities approximate the carrying value. No financial assets or financial liabilities are readily traded on organised markets. The aggregate net fair values and carrying amounts of financial assets or financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

**18.4 Terms, conditions and accounting policies**

*Creditors*

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Club. Creditors are normally settled within normal trading terms and no interest is incurred on these accounts.

*Short term money market securities and deposits at call*

Short term money market securities and deposits at call are stated at the lower of cost and net realisable value. At reporting date the market securities and deposits have an average maturity of 140 days (2020 - 140 days) and the effective weighted average rate was 0.5% (2020 - 0.7%).

**18.5 Sensitivity analysis**

*Interest rate risk*

The Club has performed a sensitivity analysis relating to its exposure to interest rate risk at reporting date. This sensitivity analysis demonstrates the effect on the current year results from a change in this risk.

As at 30 June 2021, the effect on profits and equity as a result of a 1% change in the interest rate, with all other variables remaining constant would be \$12,908 (2020 - \$11,196)

NOTES TO THE FINANCIAL STATEMENTS  
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18. FINANCIAL INSTRUMENTS (Continued)

18.6. Interest Rate Risk

The Club's exposure to interest rate risks and the effective interest rates of financial assets and financial liabilities, both recognised and unrecognised at the reporting date, are as follows:

Financial Instrument	Floating interest rate		Fixed interest rate maturing in:				Non-interest bearing		Total carrying amount as per the statement of financial position		Weighted average effective interest rate	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	%	%
(i) Financial assets												
Cash and cash equivalents	585,921	386,036	855,322	596,261	-	-	125,280	86,618	1,566,523	1,068,915	0.4	0.5
Trade and other receivables	-	-	-	-	-	-	2,361	59,705	2,361	59,705	N/A	N/A
<b>Total financial assets</b>	<b>585,921</b>	<b>386,036</b>	<b>855,322</b>	<b>596,261</b>	<b>-</b>	<b>-</b>	<b>127,641</b>	<b>146,323</b>	<b>1,568,884</b>	<b>1,128,620</b>		
(ii) Financial liabilities												
Trade and other payables	-	-	-	-	-	-	129,974	55,020	129,974	55,020	N/A	N/A
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>129,974</b>	<b>55,020</b>	<b>129,974</b>	<b>55,020</b>		

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**19. FAIR VALUE MEASUREMENTS**

The Club measures and recognises the following assets and liabilities at fair value on a recurring basis after initial recognition:

- Financial assets at fair value through profit and loss;
- Available-for-sale financial assets; and
- Freehold land and buildings.

The Club does not subsequently measure any liabilities at fair value on a recurring basis, or any assets or liabilities at fair value on a non-recurring basis.

**a) Fair Value Hierarchy**

AASB 13: Fair Value Measurement requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest that an input that is significant to the measurement can be categorised into as follows:

<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.	Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.	Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined by using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

**Valuation techniques**

The Club selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the club are consistent with one or more of the following valuation approaches.

- *Market approach:* valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.
- *Income approach:* valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.
- *Cost approach:* valuation techniques that reflect the current replacement cost of an asset at its current service capacity.



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**19. FAIR VALUE MEASUREMENTS (Continued)**

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the club gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

The following tables provide the fair values of the club's assets and liabilities measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy.

2021		Level 1	Level 2	Level 3	Total
	Note	\$	\$	\$	\$
<b>Recurring fair value measurements</b>					
<i>Non-financial assets</i>					
Freehold land and buildings	9	-	366,698	-	366,698
Poker machine entitlements	10	-	240,000	-	240,000
<b>Total non-financial assets recognised at fair value</b>		-	606,698	-	606,698
<hr/>					
2020		Level 1	Level 2	Level 3	Total
	Note	\$	\$	\$	\$
<b>Recurring fair value measurements</b>					
<i>Non-financial assets</i>					
Freehold land and buildings	9	-	366,698	-	366,698
Poker machine entitlements	10	-	240,000	-	240,000
<b>Total non-financial assets recognised at fair value</b>		-	606,698	-	606,698
<hr/>					

There were no transfers between Level 1 and Level 2 for assets measured at fair value on a recurring basis during the reporting period (2020: no transfers).

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**19. FAIR VALUE MEASUREMENTS (Continued)**

**b) Valuation Techniques and Inputs Used to Measure Level 2 Fair Values**

Description	Fair value at 30 June 2021	Valuation Technique(s)	Inputs Used
	\$		
<i>Non-financial assets</i>			
Freehold land and buildings	366,698	Market approach using recent observable market data for similar properties; income approach using discounted cash flow methodology	Land - Price per hectare; market borrowing rate  Building - Price per square metre; market borrowing rate
Poker machine entitlements	240,000	Market approach using recent observable market data for similar assets; income approach using discounted cash flow methodology	Entitlement value traded at average market exchange rates.
	\$606,698		

There were no changes during the period in the valuation techniques used by the club to determine Level 2 fair values.

**c) Disclosed Fair Value Measurements**

The following assets and liabilities are not measured at fair value in the statement of financial position, but their fair values are disclosed in the notes.

- Trade receivable and other debtors;
- Government and fixed interest securities; and
- Trade payable and other payables.

The following table provides the level of the fair value hierarchy within which the disclosed fair value measurements are categorised in their entirety and a description of the valuation technique(s) and inputs used.



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**FOR THE YEAR ENDED 30 JUNE 2021**  
(Continued)

**19. FAIR VALUE MEASUREMENTS (Continued)**

Description	Note	Fair Value Hierarchy Level	Valuation Technique(s)	Inputs Used
<i>Assets</i>				
Trade and other receivables	6	1	Income approach using discounted cash flow methodology	Market interest rates for similar assets
Government and fixed interest securities	5	2	Income approach using discounted cash flow methodology	Yield curves based on market interest rates for remaining maturity period for similar assets
<i>Liabilities</i>				
Trade and other payables	11	1	Income approach using discounted cash flow methodology	Market interest rates for similar assets

There has been no change in the valuation technique(s) used to calculate the fair values disclosed in the financial statements.

**20. EVENTS AFTER THE REPORTING PERIOD**

The Covid-19 pandemic outbreak that was declared by the World Health Organisation as a global pandemic on 11 March 2020 continues to cause uncertainty after year end. The spread of the virus has resulted in Australia enacting border closures, travel restrictions, quarantine and social distancing measures. These responses have assisted in reducing the exponential spread of the virus, but until the population is widely vaccinated it is likely that these types of control measures will remain in place for the foreseeable future. Since the end of the reporting period, the Club has been open in a Covid-19 environment with restrictions on the number of patrons and movement with the building. These rules and restrictions are altered regularly by the NSW Government in an attempt to keep the virus contained. It is unknown when or if the restrictions will be fully eased but until they are the results of the Club will continue to be adversely impacted.

**21. COMPANY DETAILS**

The registered office of the company is:

Wilcannia Golf Club Limited  
Ross Street  
WILCANNIA NSW 2836

*[End of the Audited Financial Statements]*

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WILCANNIA GOLF CLUB LIMITED

### Opinion

We have audited the financial statements of Wilcannia Golf Club Limited, which comprises the statement of financial position as at 30 June 2021, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, accompanying notes to the financial statements and directors' declaration.

In our opinion, the financial statements of Wilcannia Golf Club Limited are in accordance with:

- (a) the Corporations Act 2001, including:
  - (i) giving a true and fair view of the company's financial position as at 30 June 2021 and of its performance for the year ended on that date; and
  - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements in Australia.

### Material Uncertainty Regarding Events After the Reporting Period – Covid-19

Without qualifying our audit opinion, we draw attention to Note 20 in the financial statements which indicate uncertainty in events after the reporting period due to the ongoing Covid-19 pandemic with border closures, travel restrictions, quarantine and social distancing measures. These control measures will remain in place for the foreseeable future. Tighter restrictions by the Government to manage the pandemic may impact the operations of the Club into the future. These conditions provide a material uncertainty regarding events after the reporting period.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the company in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) and the *Corporations Act 2001* 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.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
WILCANNIA GOLF CLUB LIMITED  
(Continued)**

**Other Information**

The Directors are responsible for the other information. The other information comprises the detailed income and expenditure statement and detailed trading account for the year ended 30 June 2021.

Our opinion on the financial statements 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 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 this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibilities of Management and the Directors for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, and for such internal control as management deems necessary to enable the preparation of the financial statements that are free from material misstatement, where due to fraud or error.

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

The Directors are responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities 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 it 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with 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 statements, 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 management.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
WILCANNIA GOLF CLUB LIMITED  
(Continued)**

- Conclude on the appropriateness of management's 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 statements 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 statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors, 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 the audit.



**LUKA GROUP**

2 River Street  
Dubbo

Dated: 24 November 2021



**JM SHANKS  
PARTNER**

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## COMPILATION REPORT TO THE MEMBERS OF WILCANNIA GOLF CLUB LIMITED

We have compiled the accompanying special purpose financial statements of Wilcannia Golf Club Limited, which comprise the detailed income and expenditure statement and detailed trading statement for the year ended 30 June 2021 on the basis of information provided by the directors. The specific purpose for which the special purpose financial statements have been prepared is to provide detailed information relating to the performance of the club that satisfies the information needs of directors and members.

### *The Responsibility of the Directors of Wilcannia Golf Club Limited*

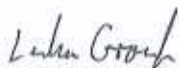
The Directors of Wilcannia Golf Club Limited are solely responsible for the information contained in the special purpose financial statements and have determined that the basis of accounting adopted is appropriate to meet their needs and for the purpose that the financial statements were prepared.

### *Our Responsibility*

On the basis of information provided by the directors of Wilcannia Golf Club Limited, we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting adopted and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit of review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefits of the directors and members of Wilcannia Golf Club Limited. We do not accept responsibility to any person for the contents of the special purpose financial statements.



**LUKA GROUP**

2 River Street  
Dubbo

Dated: 24 November 2021



**JM SHANKS  
PARTNER**



CHARTERED ACCOUNTANTS  
AUSTRALIA & NEW ZEALAND

Liability limited by a scheme approved under Professional Standards Legislation



**WILCANNIA GOLF CLUB LIMITED**  
(a company limited by guarantee)  
ABN 66 001 034 377

**DETAILED INCOME AND EXPENDITURE STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021 \$	2020 \$
<b>INCOME</b>		
Gross trading profit	429,631	348,437
ATM commission	22,300	21,644
Bingo	4,464	15,081
Coffee machine	736	1,854
Christmas raffles and trees	-	6,761
Gain on disposal of plant and equipment	5,745	-
Government stimulus – Cashflow boost	37,500	62,500
Government stimulus – Jobkeeper	24,000	27,000
Grants	22,500	-
Interest received	5,812	5,975
Keno income	14,587	11,011
Poker machine income	788,238	541,781
Poker machine subsidy	17,180	17,180
Pool table and juke box	-	509
Raffles	21,587	25,464
Rent	71	5,236
Subscriptions	4,659	4,716
Tab commission	17,224	10,798
Other	958	3,529
	\$1,417,192	\$1,109,476
<b>EXPENDITURE</b>		
Accountancy fees	1,055	906
Advertising	4,706	2,660
AGM expense	206	-
AML/CTF Compliance	3,750	-
Audit fees	27,200	26,400
Bar consumables	4,337	4,448
Bank charges	4,162	2,661
Bingo	4,564	23,913
Christmas trees	1,395	1,131
Cleaning	4,183	5,519
Coffee supplies	35	80
Computer expenses	-	722
Depreciation	101,647	109,437
Director amenities and training	5,346	3,292
Donations	4,715	16,374
Electricity	65,638	53,417
Employee amenities	7,011	8,690
Employee leave entitlements	27,832	(40,604)
Entertainment expenses	-	2,966
Filing fees	2,177	1,147
Freight and cartage	38,096	39,791
Insurance	33,874	34,748
Interest paid	-	1
Lease expenses	640	-
Keno expense	2,261	1,997
Members draws and promotions	2,700	10,900
Members give away and discounts	63,457	52,027

**WILCANNIA GOLF CLUB LIMITED**  
(a company limited by guarantee)  
ABN 66 001 034 377

**DETAILED INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2021**  
(Continued)

	2021 \$	2020 \$
<b>EXPENDITURE</b>		
Motor vehicle expenses	4,400	6,198
Poker machine analysis	12,147	10,688
Printing, postage and stationery	11,860	8,983
Promotional expenses	4,362	11,689
Raffles	23,488	37,037
Rates	16,398	16,439
Repairs and maintenance	48,492	64,785
Security	38,973	54,481
Sky channel and pay television	11,705	12,908
Subscriptions	6,439	7,948
Superannuation	40,118	41,415
Tab expenses	4,801	3,887
Telephone	5,413	5,518
Training	1,576	567
Travelling	1,746	353
Trivia expense	-	3,876
Uniforms	455	35
Wages	434,587	483,155
Workers compensation	11,413	14,128
Other	119	5,071
	<u>\$1,089,479</u>	<u>\$1,151,784</u>
 <b>OPERATING RESULT</b>	 <u>\$327,713</u>	 <u>\$(42,308)</u>



**WILCANNIA GOLF CLUB LIMITED**  
(a company limited by guarantee)  
ABN 66 001 034 377

**DETAILED TRADING STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	2021 \$	2020 \$
<b>TRADING</b>		
Sales	\$1,257,892	1,017,926
Cost of goods sold		
Opening stock	71,290	67,212
Purchases	840,952	673,567
Less: Closing stock	(83,981)	(71,290)
	828,261	669,489
<b>GROSS TRADING PROFIT</b>	\$429,631	\$348,437

Gross trading profit- 34.2% (2020 – 34.2%)

