



49TH ANNUAL REPORT & STATEMENT OF ACCOUNTS 2018 - 2019



YOUR LOCAL CLUB, SUPPORTING OUR LOCAL COMMUNITY

ALL SORTS DARTS TEAM • CANCER COUNCIL • BLESSING OF THE FLEET (ROTARY)
CANCER OUTPATIENTS APPEAL • ESCAPE ARTFEST FIRIES CLIMB FOR MND
KOKODA YOUTH LEADERSHIP CHALLENGE • KOORI KIDS • LITTLE ANGELS ORPHANAGE
MAKAI PADDLERS • MASTER BUILDERS AWARDS • MEALS ON WHEELS
MID SOUTH COAST LEGACY • MILTON DISTRICT BAND • MILTON FIRE SERVICE
MILTON FOLLIES • MILTON SHOW SOCIETY • MILTON ULLADULLA HOSPITAL
MILTON ULLADULLA BUSINESS CHAMBER • MOLLYMOOK BRIDGE CLUB
MOLLYMOOK OUTRIGGERS • MOLLYMOOK SURF CLUB • MILTON ULLADULLA MEN'S SHED
MILTON ULLADULLA VIEW CLUB • MILTON ULLADULLA EXSERVOS GOLF TEAM
MILTON ULLADULLA HOSPITAL AUXILIARY • MILTON ULLADULLA JUNIOR RUGBY LEAGUE
MILTON ULLADULLA PRESCHOOL • MILTON ULLADULLA POLOCROSSE TEAM
MILTON ULLADULLA RSL SUB BRANCH • MILTON ULLADULLA PANTHERS FOOTBALL CLUB

YOUR LOCAL CLUB

SUPPORTING OUR LOCAL COMMUNITY

BUILDING PARTNERSHIPS

WITH OUR LOCAL COMMUNITY



NAIDOC FAMILY FUN DAY • PCYC SHOALHAVEN - NATIONS OF ORIGIN
RUGBY LEAGUE YUIN TEAM • RELAY FOR LIFE • ULLADULLA SHUFFLEBOARD
RSPCA - ULLADULLA BRANCH • SOUTHERN SHOALHAVEN DISTRICT DARTS ASSOC
ST VINCENT DE PAUL SOCIETY NSW • STORYFEST • TAKE 3 FOR THE SEA
ULLADULLA & DISTRICTS NETBALL ASSOCIATION • ULLADULLA BUSH POETS SOCIETY
ULLADULLA CHILDREN'S CENTRE • ULLADULLA DOCKERS • ULLADULLA EUCHRE
ULLADULLA EMOTIONAL DISTURBANCE UNIT • ULLADULLA FUNERAL SERVICES
ULLADULLA GAME FISHING CLUB • ULLADULLA HIGH SCHOOL • ULLADULLA PROBUS CLUB
ULLADULLA SCRABBLE GROUP • ROCK OUT FOR THE DROUGHT LOCAL FARMERS
ULLADULLA SPORTS PARK COMMITTEE • ULLADULLA UNITED CRICKET
UNIVERSITY OF WOLLONGONG • VETERANS MC 2019 • MARINE RESCUE NSW KIOLOA UNIT
MARINE RESCUE NSW ULLADULLA UNIT • YURANA CANCER KIDS HOLIDAY HOMES INC

\$157,320

TOTAL DONATIONS

2018/2019 FINANCIAL YEAR



BOARD OF DIRECTORS 2018-2019



WILLIAM DRURY
President



ANNETTE STEEL
Vice President



SIMON LAW
Vice President



EDWIN WILD
Director



PAUL WARREN
Director



TONY IRELAND
Director



TONY HOPPER
Director



DARRYL BOZICEVIC
Secretary Manager

CURRENT LIFE MEMBERS:

Greg Brumby, Joe Hughes, Tony Ingold, Shelley Payten,
Mark Richardson, Jeanie Walsh, Brian Wilkins

PAST LIFE MEMBERS:

M Bolin, J Gittens, E McMahan, J Lyall, F Pascoe, H Warren, M Gittens,
B Barkl, F Duncan, R Coster, J Donkin

CURRENT PATRONS:

Mick Timmings

PAST PATRONS:

Norm Ralston, Dawn Rash



The Board extends sincere sympathy to the families of members who have passed away in the last year; there will be a minute silence at the AGM.

THE MILTON ULLADULLA EXSERVOS CLUB LIMITED

ABN 90 000 858 364

Notice is hereby given that the 49th ANNUAL GENERAL MEETING of the MILTON ULLADULLA EXSERVOS CLUB LIMITED is to be held on **Sunday 3rd November 2019** commencing at **9.30am** in the Club lounge, 212-222 Princes Highway, Ulladulla, New South Wales.

William Drury
President

AGENDA

1. Welcome
2. Introduction
3. Reception of Apologies
4. One minute silence for deceased members
5. Returning Officer Report on Elections
 - 1 x Vice President
 - 1 x Ordinary Board members (Director,)
6. Confirmation of Minutes of the 48th Annual General Meeting held on Sunday 4th November 2018
7. To receive and consider the President's Report
8. To receive and consider the Secretary Manager's Report
9. To receive and consider the Trading Account, Profit and Loss Statement, Balance Sheet and Auditor's Report for the year ended 30 June 2019
10. Notices of Resolutions - Ordinary
11. Club Property Report
12. Amalgamation Expressions of Interests received / Unsolicited
Merger Offers Received
13. General Business

The full annual report can be viewed or downloaded from the
Milton Ulladulla ExServos www.ulladullaexservos.com.au
or obtained at the Club in person or by calling 02 4455 1444

PRESIDENT'S REPORT 2019

I hereby present my President's report for the Club's 49th Annual Report. The current business climate across all types of businesses is subdued and this has been evident in our Club's figures for the past financial year. This was coupled with increased costs across items including electricity and repairs and maintenance to name a couple of areas.

The positive for our Club this year is the completion of the current stage of renovations that included the replacement of the majority of furniture throughout the Club, with a revamp of the restaurant and our gaming room and the completion of offices and outdoor areas including the new driveway.

Our Club is still a strong supporter of local sporting and community organisations. It is always great to see so many younger and older players wearing our logo with pride on many sporting fields. Some of these organisations include Milton Ulladulla Junior Rugby League, Milton Ulladulla Netball and Milton Ulladulla Soccer to name just a few.

In my view one of the best programs we are involved with, in partnership with RSL Sub-branch and Ulladulla High School, again saw us send three exceptional young people from our community to complete the Kokoda Track in the past year as part of a leadership program. The growth and commitment of these young school leaders truly highlights what can be achieved with our Club's support.

We cannot hide from the financial result this year and I need to highlight a number of items that played a part in this.

- Our Club parting ways on short notice with the Club Caterer and the associated costs involved, including consultancy fees, recruitment and training
- We also undertook a Club restructure to streamline our management team
- Continued increases in a number of areas including electricity, governance and compliance costs, and wages to name a few.

To the Board Members of our Club, Vice President's Annie Steel and Simon Law with Board Members Ted Wild, Paul Warren, Tony Ireland and Tony Hopper, the time and effort that has been put in this year has been outstanding. Given the need to tackle many different issues that arose throughout the year, including launching a full Catering business within our Club was achieved due to the effort and extra meetings that were held during the year.

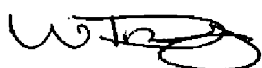
To Darryl Bozicevic our Secretary Manager; the past year was in effect the hardest year of your time with our Club. With all the adversity that was evident throughout the year your effort and commitment to not only your role but to all the members of our Club is a credit to you.

To Matt Bryant our Operations and Finance Manager and the team, I thank you on behalf of the Board and Members for your continued effort for the betterment of the Club and its facilities.

I also want to make mention of our front of house team. It is always a pleasure to attend our Club and see our Members and Guests being extremely well looked after by all our team, which I consider the best I have experienced.

We have a great venue and I look forward to seeing all our Members and Guests in our great Club in the near future.

Regards,



William Drury
PRESIDENT

SECRETARY MANAGER'S REPORT 2019

On behalf of the Board of Directors and I, I present to you our Club's 49th Annual Financial Report for the year ended 30 June 2019 as Secretary Manager.

The Club's financial performance this year is a loss of (\$366,067). The result is reflective of the disruptions throughout the year, including the building refurbishment, the Club bringing Catering in-house, external consultancy reports to the Board as well as the restructure of the Club's management.

The revenue from ordinary activities increased by 9% to \$11.3m, whereas our expenses have increased by 15% to \$1.5m.

A breakdown of additional increases in the general expenses for the Club this year compared to last year have been in items such as interest payments and depreciation and amortisation due to the refurbishment. Increases were also seen in electricity, Foxtel, repairs and maintenance and Club security, along with overall wages and the need for improved Governance and Compliance and their associated costs.

Over the last 12 months the Club has completed a refurbishment of the gaming room and restaurant and 90% of the furniture has been replaced throughout the club. This is on top of what was completed late last year; the driveway, car parking areas, storage, administration, function rooms, and expansion to the children's room.

Our membership numbers are still firm, though slightly down on last years. At the end of the financial year our membership was at 15,371.

The biggest changes in the balance sheet this year are in the bank loans; both non-current (long term) and current (short term) liabilities increased by \$414k with all funds being spent on stage one and two renovations now completed.

The Club continues to contribute and support local community events, sporting teams, community organisations and fundraisers. This year the Club has contributed back to the community \$157.3k.

This year we continued our relationship with the RSL Sub-branch and held another very successful Anzac Day dawn service. A big thank you to Paul Warren and the committee of the Sub-branch for their continued support and working closely with the Club. The RSL Day Club also continues to be a great success, with the participants being extremely grateful for what the volunteers and Club do for them. Special thank you to Maggie and Annie and well done to everyone else involved with the Milton Ulladulla RSL Sub-branch.

The joint ExServos, RSL Sub-branch and High School initiative to send students to complete the Kokoda trek was again very successful with our three participants, Jess Henderson, Megan Jeffers and Zoe Gunn returning with some amazing stories and telling us of their experience.

We have seen a lot of planning by the Board of Directors in regard to our Strategic Plan and completion of stage 1a and 1b of the Master Plan. This year stage 1b was managed internally by the Club with local contractors and local builder Tony Ingold. I would like to say a huge thank you to Tony for his commitment and support throughout this project. All up the total spend was \$1.3m. We calculated that the Club made a saving in excess of \$400k doing the work this way.

Our focus now moves to reducing debt and expenses. The Board will undergo a Strategic Planning session in August 2019 to re-address our points of focus and to give management clear direction on the way forward and highest priorities.

To the Board of Directors: President William Drury, Vice Presidents Annie Steel and Simon Law, along with Directors Ted Wild, Paul Warren, Tony Ireland and Tony Hopper, I would like to thank you all for your support. It has been a long and tough year in many ways.

The Board's commitment to the Club is to be acknowledged and the amount of time put in should not be underestimated. To our President William Drury who has met with me weekly all year and has probably been on the phone nearly every second day, thank you. I am sure the Members and Staff appreciate your efforts and the significant amount of time you invest; it is very easy to take it for granted and forget that your time is voluntary! I would like to thank you for your time, support, passion and commitment. Thank you!

To all our Managers and Staff: our staff number literally doubled in a short period of time when the Club took on Catering in-house. Welcome to Jason Bunt and all who have joined us and to the existing team; thanks for your PEAKing team effort this year.

Our members: we thank you for your loyalty, support and look forward to seeing you as much as possible. We hope that you are enjoying the renovations and the new look and feel of the Club.

The Board, Management and Staff will continue to strive to provide you with the best facilities, products and services that we can, and most importantly, our friendly smiles will always be here waiting to greet you!

The festive season is nearly upon us again, so to you and your families, we hope that you have a wonderful Christmas; please remain safe and be festive! I wish you all the best for the coming year and look forward to seeing you, your family and friends in your Club again soon.

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

Darryl Bozicevic
Secretary Manager

NOTICE OF ORDINARY RESOLUTIONS

Members will be asked to consider and if thought fit pass the following resolutions, which are proposed as Ordinary Resolutions:

First Ordinary Resolution

That pursuant to the Registered Clubs Act:

- a) The members hereby approve and agree to expenditure by the Club in the sum not exceeding \$10,000 until the next Annual General Meeting of the Club Ltd. For the following expenses, subject to approval by the Board of Directors of the Club:
 - (i) The reasonable cost of a meal and beverage for each Director immediately before or immediately after a Board or Committee meeting.
 - (ii) Reasonable expenses incurred by Directors within the Club or elsewhere in relation to such other duties including entertainment of special guests to the Club and other promotional activities approved by the Board, on production of documentary evidence of such expenditure.
 - (iii) Reasonable expenses for the members of the Board of Directors and their partners to attend an end of year dinner.
 - (iv) Reasonable expenditure on food and refreshments for Directors and Senior Management in entertaining members and guests of the Club.
 - (v) The Club providing each Director with a uniform of a blazer, trousers or skirt, shirt or blouse, and a jumper.
- b) The members acknowledge that the benefits in a) above are not available to members generally but only for those who are Directors of the Club and those members directly involved in the above activities.

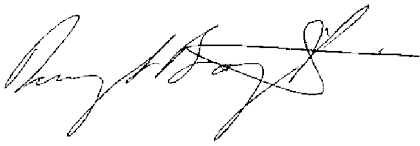
Second Ordinary Resolution

That pursuant to the Registered Clubs Act:

- a) The members hereby approve and agree to expenditure by the Club in the sum not exceeding \$20,000 for the professional development and education of Directors until the next Annual General Meeting and being:
 - (i) The reasonable cost of Directors attending the ClubsNSW Annual General Meeting.
 - (ii) The reasonable cost of Directors attending legislated training, seminars, lectures, trade displays, organised study tours, fact finding tours and other similar events as may be determined by the Board from time to time.
 - (iii) Attendance at Functions with spouses where appropriate and required to represent the Club.
- b) The members acknowledge that the benefits in (a) above are not available to members generally but only for those who are Directors of the Club.

Dated at Ulladulla this 27th day of September 2019.

By Direction of the Board



Darryl Bozicevic
SECRETARY MANAGER

EXPLANATORY NOTES FOR ORDINARY RESOLUTIONS:

These notes are to be read in conjunction with the proposed resolution.

1. The First Ordinary Resolution is to have the members in General Meetings approve an amount no greater than \$10,000 for expenses incurred by Directors in the performance of their duties.
2. The Second Ordinary Resolution is to have the members in General Meetings approve an amount no greater than \$20,000 for the expenditure by the Club for Directors to attend legislated training, seminars, lectures, trade displays and other similar events including the ClubsNSW Annual General Meeting. Also, to enable the Club's governing body to be kept abreast of current trends and developments, which may have a significant bearing on the nature and the way in which the Club conducts its business. Included in the above would be the attendances at functions with spouses where appropriate and required to represent the Club.
3. Each of the resolutions must be passed as a whole and cannot be amended from motions from the floor of the meeting or divided into two or more separate resolutions.
4. To be passed each ordinary resolution must receive votes in its favour from not less than a simple majority of those members, who being entitled to do so, vote in person at the meeting.

CLUB PROPERTY REPORT
MILTON ULLADULLA EXSERVOS CLUB LIMITED

Pursuant to Section 41J(2) of the Registered Clubs Act for the financial year ended 30 June, 2019:

- a) the following properties are core property of the Club:
 - (i) licensed premises at 212-222 Princes Highway, Ulladulla (being Lot 16 of deposited plan 747884);
 - (ii) car park facilities at 212-222 Princes Highway, Ulladulla (being Lot 16 of deposited plan 747884);

- b) the following properties are non-core property of the Club:
 - (i) land located at 206 Princes Highway, Ulladulla (being Lot 206 of deposited plan 236164);
 - (ii) land located at 208 Princes Highway, Ulladulla (being Lot 208 of deposited plan 236164); and
 - (iii) land located at 210 Princes Highway, Ulladulla (being Lot 210 of deposited plan 236164).

Notes to Members

1. Section 41J(2) of the Registered Clubs Act requires the annual report to specify the core property and non-core property of the Club as at the end of the financial year to which the report relates.
2. Core property is any real property owned or occupied by the Club that comprises:
 - a) the defined premises of the Club; or
 - b) any facility provided by the Club for use of its members and their guests; or
 - c) any other property declared by a resolution passed by a majority of the members present at a general meeting of Ordinary members of the Club to be core property of the Club.
3. Non-core property is any other property (other than that referred to above as core property) and any property which is declared by the members at a general meeting of ordinary members of the Club not to be core property.
4. The significance of the distinction between core property and non-core property is that the Club cannot dispose of any core property unless:
 - a) the property has been valued by a registered valuer within the meaning of the Valuers Act 2003; and
 - b) the disposal has been approved at a general meeting of the Ordinary members of the Club at which the majority of the votes cast support the approval;
 - c) any sale is by way of public auction or open tender conducted by an independent real estate agent or auctioneer.
5. These disposal provisions and what constitutes a disposal for the purposes of section 41J are to some extent modified by regulations made under the Registered Clubs Act and by Section 41J itself. For example, the requirements in paragraph 4 above, amongst other things, do not apply to:

Core property that is being leased or licensed for a period not exceeding 10 years on terms that have been the subject of a valuation by a registered valuer; or

Core property that is leased or licensed to a telecommunications provider for the purposes of a telecommunication tower.
6. Non-core property is not subject to the limitations referred to in paragraph 4 and 5 above and can be disposed of without the Club having to following the procedure referred to in paragraph 4 above.

MILTON ULLADULLA EXSERVOS CLUB LIMITED

ABN 90 000 858 364

DIRECTORS' REPORT

The Directors present their report together with the financial report of the Milton Ulladulla Ex-Servos Club Limited for the year ended 30 June 2019 and the auditor's report thereon.

Directors

The Directors of the Company at any time during or since the end of the financial year are:

Name	Experience and Special Responsibilities
Mr William Ernest Drury <i>President</i>	Mr Drury has been a Director since September 2011. He is the owner of Ulladulla Printing Service, President of NSW Country Rugby League Referees' Association, President of Clubs NSW South Region. Life Member of South Coast Group 7 referee association, Country Rugby League Referees association and Milton Ulladulla Junior League. He has been a member of the ExServos Club for over 25 years. He is also a long serving member of Mollymook Surf Lifesaving Club. Mr Drury is actively involved in many local community events, groups and sporting associations such Milton Ulladulla Junior Rugby League. Mr Drury is committed to his position as President of the Club and aims to ensure that the Club continues to flourish, prosper and grow stronger in the community for the benefit of members and their invited guests.
Mrs Annette Irene Steel <i>Vice President</i>	Mrs Steel has been a Director since June 2006. She was the IMB Ulladulla Bank Manager 2002 – January 2019, and is now retired. She has been actively involved in all commercial and residential aspects of finance for over 40 years. Her community responsibilities include being an active Justice of the Peace since 1996. Mrs Steel is committed to her position as a Director of the Club and is dedicated to promoting the Club and ensuring it is always successful and in a sound financial position.
Mr Simon Thomas Law <i>Vice President</i>	Mr Law has been a Director since May 2013. He has owned Milton Ulladulla Funeral Services since 2004 and has worked as a Funeral Director since 1993. Mr Law was a Board member of the Milton Ulladulla Football Club (Soccer) for 15 years, is past President of the NSW/ACT Division of the Australian Funeral Directors Association and has been a member of the Ulladulla unit of the State Emergency Service since 2001, a Scout leader as well as being an Authorised Marriage Celebrant since 2010. Mr Law is committed to the development & growth of the Club for the benefit of its members, guests and the community as a whole.
Mr Edwin Robert Wild <i>Director</i>	Mr Wild has been a Director since August 2006 and has been the Managing Director of Ulladulla Printing Services Pty Ltd for 36 years. A printing proprietor for 51 years, he is a past President and Paul Harris Fellow of Rotary, a member of the Mollymook Surf Lifesaving Club, an active sponsor of sporting and other local organisations and won business person of the year in 2002. Committed to his position as a Director of the Club Mr Wild is dedicated to the process of delivering to members a bigger and better Club for their comfort and enjoyment.
Mr Paul Anthony James Warren <i>Director</i>	Mr Warren has been a Director since September 2011. He retired from the Royal Australian Navy as a Chief Petty Officer after 20 years of service, and was also a Duty Manager at Coles Ulladulla for 9 years. Mr Warren has been the President of the Milton Ulladulla RSL Sub-Branch for the last 9 years, was Vice President/Pensions Officer for several years prior, and is a current Chairman of the Milton Ulladulla War Memorial Trust. Mr Warren has lived in Burrill Lake since 1985 and has been an active member of the Club for 38 years. Mr Warren is committed to his position as a Director of the Club and helping to guide the Club forward for the benefit of members and guests.

DIRECTORS' REPORT

Mr Anthony James Ireland
Director

Mr Ireland has been a Director since January 2017. He is an Optometrist, completing undergraduate studies in 1998, and Master of Optometry degree in 2008. Mr Ireland has been working in the Shoalhaven since 1999, and started his first practice in Ulladulla in 2003. Mr Ireland also has practices in Batemans Bay and Merimbula, and is a founding member of EyeQ Optometrists. Mr Ireland is a very active member of Mollymook Surf Life Saving Club, and has been involved in surf lifesaving for over 25 years. He coaches Nippers as well as the senior swim board and ski team, and has won state and national medals as a competitor. Mr Ireland is excited to be steering the Club into the future, for the benefit of members and the local community.

Mr Anthony Derek Hopper

Mr Hopper has been a Director since April 2018. He is a real estate veteran with 40 years experience in the real estate industry having worked in large well established organisations such as Knight Frank Group & M J Davies Industrial. Tony has a wealth of knowledge in Residential / Industrial sales marketing, leasing and management. Tony is successful and respected in the local property market and a long term member of the prestigious Multi Million Dollar Club that recognises high sales turnover. Tony and his family have been supportive members of the local community for over 25 years.

Director's Meetings

The number of Directors' meetings (including special meetings) and number of meetings attended by each of the Directors of the company during the financial year are:

Director	Directors' Meetings		Special Meetings	
	A	B	A	B
W E Drury	12	12	8	8
A I Steel	10	12	7	8
S T Law	12	12	8	8
E R Wild	9	12	7	8
P AJ Warren	12	12	7	8
A J Ireland	10	12	6	8
A D Hopper	8	12	8	8

Note: All Directors are not required to be in attendance at all special meetings called.

A - Number of meetings attended.

B - Number of meetings held during the time the Director held office during the year.

Principal activities

The principal activities of the Company during the year were:

*Conduct of a Registered Club.

There were no significant changes in the nature of the Company's principal activities during the financial year.

The operating loss was \$(366,067) (2018 \$241,255 profit) after a deferred tax adjustment of \$(1,930) (2018 \$18,171 income tax).

Auditors Independence Declaration

A copy of the Auditor's Independence Declaration as required under s.307C of the Corporations Act 2001 is included in page 5 of this financial report and forms part of the Director's Report.

DIRECTORS' REPORT

Dividends

As the company is precluded from paying a dividend to its members, no dividend has been paid or recommended.

State of Affairs

In the opinion of the Directors there were no significant changes in the state of affairs of the company that occurred during the financial year under review not otherwise disclosed in this report or the financial report.

Events Subsequent to Balance Date

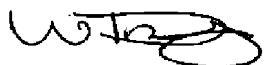
In the interval between the end of the financial year and the date of this report, the Club has agreed to a legal settlement of \$13,500 in the matter of Generate Group .

Directors' Indemnity and Insurance Premiums

Directors' and Officers indemnity premiums amounting to \$1,635 (2018 \$1,635) have been paid by the Company during the year for Directors' and Officers' liability insurance. The insurance is in respect of legal liability for damages and legal costs to a maximum of \$5,000,000 arising from claims made by reason of any omission or act (other than dishonesty) by them whilst acting in their individual or collective capacity as Directors or Officers of the Company. The Company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the Company indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings.

Directors' Benefits

Since the end of the previous financial year no Director of the company has received or become entitled to receive any benefit by reason of a contract made by the company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest other than in respect of Mr W E Drury, Director of Ulladulla Printing Service Pty Ltd \$157,958, and Mrs A I Steel, previous Manager of IMB the Club's Financial Institution (retired January 2019).



.....
W E DRURY: Director
PRESIDENT



.....
A I STEEL: Director
VICE PRESIDENT

Dated at Ulladulla this 27th day of September 2019

Signed in accordance with a resolution of the Directors.

MILTON ULLADULLA EXSERVOS CLUB LIMITED

ABN 90 000 858 364

DIRECTORS' REPORT

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To: The Directors of the Milton Ulladulla ExServos Club Limited

In accordance with the requirements of section 307C of the Corporations Act 2001, I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2019 there have been:

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

BSP Advisory Group

.....
BSP Advisory Group



.....
M D BURCHER

Dated at Ulladulla this 27th day of September 2019

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	NOTE	2019 \$	2018 \$
Revenues from Ordinary Activities	2	10,447,722	9,535,100
Cost of Sales		(1,702,650)	(1,448,759)
Bar, Function and Bottle Shop Expenses		(734,866)	(663,094)
Poker Machine Expenses		(1,904,391)	(1,807,919)
TAB and Keno Expenses		(253,382)	(257,804)
Civic Centre Expenses		(262,537)	(335,478)
Local Express Expenses		(237,249)	(239,507)
Sandbar Expenses		(230,821)	(47,062)
Restaurant Expenses		(398,828)	-
Entertainment Expenses		(577,392)	(520,080)
Occupancy Expenses		(717,115)	(663,648)
Administration Expenses		(1,200,301)	(1,092,361)
Amortisation		(97,529)	(34,858)
Depreciation Expense	3	(1,134,387)	(932,923)
Borrowing Costs Expense	3	(222,398)	(161,292)
Other Expenses from Ordinary Activities		(895,771)	(1,004,652)
Profit from Ordinary Activities before Income Tax Expense		<u>(121,895)</u>	<u>325,663</u>
Extraordinary Items	22	(246,102)	(66,237)
Income Tax Expense Relating to Ordinary Activities	5a	1,930	(18,171)
Profit from Ordinary Activities after related Income Tax Expense		<u>(366,067)</u>	<u>241,255</u>
Other Comprehensive Income		-	-
Total Comprehensive Income		<u>(366,067)</u>	<u>241,255</u>

The Statement of Comprehensive Income is to be read in conjunction with the notes to the financial statements set out on pages 9 to 19.

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

	Retained Earnings \$	Asset Revaluation Reserve \$	Total Equity \$
2019			
Balance at 1 July 2018	10,117,499	2,258,771	12,376,270
Net profit after tax for the year	(366,067)	-	(366,067)
Other Comprehensive Income	-	-	-
Balance at 30 June 2019	<u>9,751,432</u>	<u>2,258,771</u>	<u>12,010,203</u>
2018			
Balance at 1 July 2017	9,876,244	2,258,771	12,135,015
Net profit/(loss) after tax for the year	241,255	-	241,255
Other Comprehensive Income	-	-	-
Balance at 30 June 2018	<u>10,117,499</u>	<u>2,258,771</u>	<u>12,376,270</u>

The Statement of Comprehensive Income and Statement of Changes in Equity are to be read
in conjunction with the notes to the financial statements set out on pages 9 to 19.

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	NOTE	2019 \$	2018 \$
CURRENT ASSETS			
Cash Assets	6	720,133	965,090
Receivables	7	69,223	109,815
Inventories	8	254,740	213,671
Other	9	99,848	124,606
TOTAL CURRENT ASSETS		<u>1,143,944</u>	<u>1,413,182</u>
NON CURRENT ASSETS			
Property, Plant and Equipment	10	17,485,571	16,810,109
Intangible Assets	11	599,199	602,104
Deferred Tax Assets	5c	23,310	21,380
TOTAL NON CURRENT ASSETS		<u>18,108,080</u>	<u>17,433,593</u>
TOTAL ASSETS		<u>19,252,024</u>	<u>18,846,775</u>
CURRENT LIABILITIES			
Trade and other Payables	12	1,310,447	974,901
Interest Bearing Liabilities	13	548,000	388,000
Current Tax Liabilities	5b	(32,169)	(14,521)
Provisions	14	577,319	545,604
TOTAL CURRENT LIABILITIES		<u>2,403,597</u>	<u>1,893,984</u>
NON CURRENT LIABILITIES			
Interest Bearing Liabilities	13	4,765,567	4,511,371
Provisions	14	72,657	65,150
TOTAL NON CURRENT LIABILITIES		<u>4,838,224</u>	<u>4,576,521</u>
TOTAL LIABILITIES		<u>7,241,821</u>	<u>6,470,505</u>
NET ASSETS		<u>12,010,203</u>	<u>12,376,270</u>
EQUITY			
Retained Earnings		<u>9,751,432</u>	<u>10,117,499</u>
Asset Revaluation Reserve		2,258,771	2,258,771
TOTAL EQUITY		<u>12,010,203</u>	<u>12,376,270</u>

The Statement of Financial Position is to be read in conjunction with the notes to the
financial statements set out on pages 9 to 19.

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	NOTE	2019	2018
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Receipts in the Course of Operations		10,489,570	9,507,529
Cash Payments in the Course of Operations		(9,316,110)	(7,881,997)
Income Taxes Paid		(21,508)	(36,538)
Net Cash Provided by Operating Activities	17b	1,151,952	1,588,994
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Sale of Property, Plant and Equipment		28,423	-
Proceeds/Expense from Insurance Claim on Property, Plant and Equipment		-	(21,959)
Payments for Property, Plant and Equipment		(1,839,528)	(3,459,338)
Net Cash Used in Investing Activities		(1,811,105)	(3,481,297)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings - Bank Loan		802,197	2,707,803
Borrowings Repaid - Bank Loan		(388,001)	(79,628)
Net (Cash Used in)/Cash From Financing Activities		414,196	2,628,175
Net Increase/(Decrease) in Cash Held		(244,957)	735,872
Cash at the Beginning of the Financial Year	17a	965,090	229,218
Cash at the End of the Financial Year	17a	720,133	965,090

The Statement of Cash Flows is to be read in conjunction with the notes to the financial statements set out on pages 9 to 19.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The significant policies which have been adopted in the preparation of this financial report are:

a i) Basis of Preparation

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

It has been prepared on the basis of historical costs and does not take into account changing money values or current valuations of non-current assets.

ii) Statement of Compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalent to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reports Standards (IFRS).
- The Financial Statements were approved by The Board of Directors.

b Property, Plant and Equipment - Note 10

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

The depreciable amount of property, plant and equipment excluding freehold land, roadwork and carpark are depreciated over their estimated useful lives.

Depreciation is calculated on poker machines and buildings by the straight line method at depreciation rates of 20% and 2% respectively. Depreciation is calculated on other assets by the reducing balance and straight line methods at depreciation rates of 7.5% to 60%.

c Recoverable amount of non current assets valued on cost basis

The carrying amounts of non-current assets valued on the cost basis are reviewed to determine whether they are in excess of their recoverable amount at balance date. If the carrying amount of a non-current asset exceeds its recoverable amount, the asset is written down to the lower amount. The write-down is expensed in the reporting period in which it occurs. Current valuations for land and buildings are carried out every three years.

Where a group of assets working together supports the generation of cash inflows, recoverable amount is assessed in relation to that group of assets.

In assessing recoverable amounts of non-current assets the relevant cash flows have not been discounted to their present value.

d Goods and Services Tax

Revenues, 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 Tax Office. 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.

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 a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a net basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

e Taxation - Note 5

Income Tax

The Company adopts the liability method of tax effect accounting. Income tax expense is calculated on operating profit adjusted for permanent differences between taxable and accounting income. The tax effect of timing differences, which arise from items being brought to account in different periods for income tax and accounting purposes is carried forward in the balance sheet as a future income tax benefit.

f Provision for Employee Benefits - Note 14

Annual Leave

Liabilities for employee benefits for annual leave represent present obligations resulting from employees' services provided to reporting date, calculated at undiscounted amounts based on remuneration wage rates that the company expects to pay as at reporting date including related on costs.

Long Service Leave

Long service leave is provided in respect of all employees with five or more years of service based on current remuneration rates.

g Inventories - Note 8

Inventories are carried at cost.

h Trade and Other Payables - Note 12

Liabilities are recognised for amounts to be paid in the future for goods or services received. Trade accounts payable are normally settled within 60 days.

i Significant Management Judgement in Applying Accounting Policies

The directors evaluate 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 entity.

j Interest Bearing Liabilities - Note 13

There are currently 4 bank loans:

\$2,775,000 comes to term in September 2020

\$425,000 comes to term in November 2020

\$559,538 comes to term in August 2028

\$1,554,029 comes to term in August 2028

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

	2019 \$	2018 \$
2 REVENUE		
Operating Activities		
Sale of Goods	3,979,882	3,200,725
Poker Machine Receipts	5,589,799	5,446,095
Commissions	303,944	303,641
Interest Received - Other Parties	8,125	6,607
Members Subscriptions	56,485	62,393
Entertainment Income	203,547	188,533
Rental Revenue	92,949	143,175
Advertising Revenue	188,143	166,651
Sundry Income	24,848	17,280
Total Revenue From Ordinary Activities	10,447,722	9,535,100
3 PROFIT FROM ORDINARY ACTIVITIES BEFORE INCOME TAX EXPENSE		
Profit from ordinary activities before income tax expense has been determined after:		
	2019 \$	2018 \$
Borrowing Costs - Other Persons		
Interest Expense	222,398	161,292
Depreciation of Non Current Assets		
Buildings	370,834	322,863
Poker Machines	475,941	300,560
Plant and Equipment	287,612	309,500
Total Depreciation	1,134,387	932,923
Loss on Disposal of Fixed Assets	(1,256)	-
Net Expense from Movements in Provision for Employee Benefits	26,045	(15,238)

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

	2019 \$	2018 \$
4 AUDITOR'S REMUNERATION		
Audit Services	20,265	18,085
5 INCOME TAX		
a Income Tax Expense		
<p>The Income Tax Assessment Act, provides that under the concept of mutuality clubs are only assessed for income tax on the proportion of income derived from non members. In view of this special circumstance it is not appropriate to compare income tax payable with the operating profit as disclosed in the statement of financial performance.</p> <p>Income Tax Expense attributable to operating profit is made up of:</p>		
	2019 \$	2018 \$
Current Income Tax Provision	-	17,041
Future Income Tax Benefit	(1,930)	1,130
	<u>(1,930)</u>	<u>18,171</u>
b Current Tax Liabilities		
Provision for Current Income Tax		
Current Year's Income Tax Expense on Operating Profit	-	17,041
Adjustment from Prior Year		-
Income Tax Paid	(32,169)	(31,562)
Payable/(Refundable)	<u>(32,169)</u>	<u>14,521</u>
c Deferred Tax Asset		
Future Income Tax Benefit		
Future income tax benefit comprises the estimated future benefit at the applicable rate of 27.5% on:		
Provisions for Employee Benefits not currently deductible	<u>23,310</u>	<u>21,380</u>
6 CASH ASSETS		
Cash on Hand	455,293	412,492
Cash at Bank	114,448	116,721
Cash at Bank at Call Investment	150,392	435,877
	<u>720,133</u>	<u>965,090</u>

The At Call Investment pay interest at the end of each month at average 1.99% (3.3% 2018). It is noted that a bank account is held by the club in trust for the Shoalhaven City Council to cover operational expenses for the Civic Centre. The balance at 30 June 2019 was \$30,358.09 which has not been brought to account as this is not an asset of the club.

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

	2019 \$	2018 \$
7 TRADE AND OTHER RECEIVABLES		
Sundry Debtors	69,223	109,815
	<hr/>	<hr/>
8 INVENTORIES		
Trading Stock - at Cost	209,392	168,323
Stores - at Cost	45,348	45,348
	<hr/>	<hr/>
	254,740	213,671
	<hr/>	<hr/>
9 OTHER CURRENT ASSETS		
Prepayments	99,766	124,524
Insurance Claim Receivable	82	82
	<hr/>	<hr/>
	99,848	124,606
	<hr/>	<hr/>
10 PROPERTY, PLANT AND EQUIPMENT		
Land - at Fair Value / Cost		
Freehold Land	320,160	320,160
Roadworks, Carpark and Improvements	3,081,474	3,386,294
Market Value Movement	1,461,136	1,461,136
	<hr/>	<hr/>
	4,862,770	5,167,590
	<hr/>	<hr/>
Buildings - at Fair Value / Cost		
Club Buildings	11,714,900	11,386,136
Market Value Movement	797,635	797,635
	<hr/>	<hr/>
	12,512,535	12,183,771
	<hr/>	<hr/>
Accumulated Depreciation	(3,125,332)	(2,754,498)
	<hr/>	<hr/>
	9,387,203	9,429,273
	<hr/>	<hr/>
Poker Machines - at Cost	3,350,277	2,846,121
Accumulated Depreciation	(1,992,914)	(1,584,044)
	<hr/>	<hr/>
	1,357,363	1,262,077
	<hr/>	<hr/>
Plant, Furniture and Motor Vehicle - at Cost	4,272,750	3,154,400
Accumulated Depreciation	(2,394,515)	(2,203,231)
	<hr/>	<hr/>
	1,878,235	951,169
	<hr/>	<hr/>
Total Property, Plant and Equipment	<hr/>	<hr/>
Net Book Value	17,485,571	16,810,109
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

10 PROPERTY, PLANT AND EQUIPMENT CONTINUED

The independent valuation of the Company's freehold land and buildings carried out on 9th August 2017 on the basis of fair value resulted in a valuation of buildings of \$9,700,000 and a valuation of land of \$2,800,000. This valuation has been brought to account in a previous financial year.

In the current market conditions, the Directors believe the property, plant & equipment has been recorded at fair value, with no revaluation and no impairment of property, plant and equipment has been or required to be recorded.

Reconciliations

Reconciliations of the carrying amounts for each class of property, plant and equipment are set out below:

	2019 \$	2018 \$
Land, Roadworks and Carpark		
Carrying amount at beginning and end of year	5,167,590	2,800,000
Additions	(304,820)	2,367,590
Carrying amount at end of year	<u>4,862,770</u>	<u>5,167,590</u>
Buildings		
Carrying amount at beginning of year	9,429,273	9,700,000
(Cost Recovery)/Additions	328,764	52,136
Depreciation	(370,834)	(322,863)
Carrying amount at end of year	<u>9,387,203</u>	<u>9,429,273</u>
Poker Machines		
Carrying amount at beginning of year	1,262,077	852,439
Additions	571,227	710,198
Depreciation	(475,941)	(300,560)
Carrying amount at end of year	<u>1,357,363</u>	<u>1,262,077</u>
Plant, Furniture and Motor Vehicles		
Carrying amount at beginning of year	951,169	931,255
Additions	1,214,678	329,414
Depreciation	(287,612)	(309,500)
Carrying amount at end of year	<u>1,878,235</u>	<u>951,169</u>

MILTON ULLADULLA EXSERVOS CLUB LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	\$	\$
11 INTANGIBLE ASSETS		
Poker Machine Entitlements	599,199	599,199
Loyalty Program Development	-	2,905
	<u>599,199</u>	<u>602,104</u>
Reconciliations		
Reconciliations of the carrying amounts of intangible assets		
Loyalty Program Development		
Carrying amount at beginning of year	2,905	37,763
Amortisation	(2,905)	(34,858)
	<u>-</u>	<u>2,905</u>
Carrying amount at end of year	<u>-</u>	<u>2,905</u>
12 TRADE AND OTHER PAYABLES		
Current		
Trade Creditors	753,652	667,360
Other Creditors and Accruals	556,795	307,541
	<u>1,310,447</u>	<u>974,901</u>
13 INTEREST-BEARING LIABILITIES		
Current		
Bank Loan	<u>548,000</u>	<u>388,000</u>
Non Current		
Bank Loan	<u>4,765,567</u>	<u>4,511,371</u>

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
14 PROVISIONS		
Current		
Employee Benefits - Annual Leave	152,831	132,718
Employee Benefits - Long Service Leave	53,961	55,536
Link Jackpot	370,527	357,350
	577,319	545,604
Non Current		
Employee Benefits - Long Service Leave	72,657	65,150

15 ENTITY DETAILS

The registered office of the entity is:
Milton Ulladulla Ex-Servos Club Limited
212-222 Princes Highway ULLADULLA NSW 2539

16 COMMITMENTS

There were no financial commitments at 30 June 2019.

17 NOTES TO THE STATEMENT OF CASH FLOWS

a Reconciliation of Cash

For the purpose of the Statement of Cash Flows, cash includes cash on hand, at bank and short term deposits. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to related items in the statement of financial position as follows:

Cash on Hand	455,293	412,492
Cash at Bank	114,448	116,721
Cash at Bank at Call Investment	150,392	435,877
	720,133	965,090

MILTON ULLADULLA EXSERVOS CLUB LIMITED
ABN 90 000 858 364

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

	2019 \$	2018 \$
17 NOTES TO THE STATEMENT OF CASH FLOWS (CONT)		
b Net Cash Provided by Operating Activities		
Profit from Ordinary Activities After Income Tax	(366,067)	241,255
Items Classified as Investing/Financing Activities: (Profit)/Loss from Sale of Plant and Equipment	1,256	-
Non Cash Items		
Decrease Deferred Tax Asset	(1,930)	1,130
Amortisation	2,905	34,858
Depreciation	1,134,387	932,923
Net Cash Provided by Operating Activities Before Change in Assets and Liabilities	770,551	1,210,166
Change in Assets and Liabilities During the Financial Year		
(Increase)/Decrease in Receivables	40,592	(27,571)
(Decrease)/Increase in Leave Provisions	26,045	(15,238)
Increase/(Decrease) in Income Tax Payable	(17,648)	(19,497)
(Increase)/Decrease in Inventory	(41,069)	(46,717)
(Increase)/Decrease in Other Current Assets	24,758	(2,604)
Increase/(Decrease) in Creditors and Accruals	348,723	490,455
Net Cash Provided by Operating Activities	1,151,952	1,588,994
18 DIRECTORS REMUNERATION		
Indemnity Insurance Paid on Behalf of Directors	1,635	1,635
Directors Meeting Expenses	4,313	4,502
Directors Training	2,326	8,286
	8,274	14,423

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

19 FINANCIAL INSTRUMENTS

a Interest Rate Risk

The Company's exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

	Note	2019	Weighted Average Interest Rate	Floating Interest Rate	Fixed Interest Rate		Non Interest Bearing	Total
					1 Year or Less	1 to 5 Years		
<i>Financial Assests</i>								
Cash Assets	6		1.99%	264,840	-	-	455,293	720,133
Receivables	7		0.00%	-	-	-	69,223	69,223
Total Financial Assets				264,840	-	-	524,516	789,356
<i>Financial Liabilities</i>								
Payables	12		0.00%	-	-	-	1,310,447	1,310,447
Bank Loan	13		4.36%	548,000	-	4,765,567	-	5,313,567
Total Financial Liabilities				548,000	-	4,765,567	1,310,447	6,624,014
2018								
<i>Financial Assests</i>								
Cash Assets	6		3.30%	552,598	-	-	412,492	965,090
Receivables	7		0.00%	-	-	-	109,815	109,815
Total Financial Assets				552,598	-	-	522,307	1,074,905
<i>Financial Liabilities</i>								
Payables	12		0.00%	-	-	-	974,901	974,901
Bank Loan	13		4.50%	388,000	-	4,511,371	-	4,899,371
Total Financial Liabilities				388,000	-	4,511,371	974,901	5,874,272

b Credit Risk

The maximum exposure to credit risk at balance date to recognised financial assets is the carrying amount, as disclosed in the statement of financial position and notes to and forming part of the financial statements.

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

19 FINANCIAL INSTRUMENTS (CONT)

c Net Fair Values

The carrying amount of financial assets and financial liabilities recorded in the financial statements represents their respective net fair values, determined in accordance with the accounting policies disclosed in Note 1 to the financial statements. No financial assets or financial liabilities are readily traded on organised markets in standardised form.

The aggregate net fair values and carrying amounts of financial assets and the financial liabilities are disclosed in the statement of financial position and in the notes to and forming part of the financial statements.

20 SUBSEQUENT EVENTS

In the interval between the end of the financial year and the date of this report, the Club has agreed to a legal settlement of \$13,500 in the matter of Generate Group .

21 RELATED PARTY TRANSACTIONS

Since the end of the previous financial year no Director of the company has received or become entitled to receive any benefit by reason of a contract made by the company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest other than in respect of Mr W E Drury, Director of Ulladulla Printing Service Pty Ltd \$157,958, and Mrs A I Steel, previous Manager of IMB the Club's Financial Institution (retired January 2019).

22 EXTRAORDINARY ITEMS

2019	\$
Expenditure on "Extraordinary Items" relates to:	
Organisational Restructure Resulting in Redundancies	126,497
Legal Fees - Restaurant Contract & Copyright Infringement	85,363
Restaurant Setup Costs	34,242
	246,102

2018

Expenditure on "Extraordinary Items" was incurred during the potential amalgamation of the Milton Ulladulla Ex-Servos Club and the Milton Ulladulla Bowling Club that did not proceed.

23 KEY MANAGEMENT PERSONNEL COMPENSATION

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

	2019	2018
	\$	\$
Total Key Management Personnel Remuneration	295,004	283,381

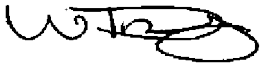
DIRECTORS' DECLARATION

In the opinion of the Directors of the Company:

- 1 The financial statements and notes set out on pages 9 to 19 are in accordance with the Corporations Act 2001, including:
 - a) giving a true and fair view of the financial position of the Company as at 30 June 2019 and performance as represented by the results of operations and cash flows, for the year ended on that date; and
 - b) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
 - c) the financial report also complies with the International Financial Reporting Standards as disclosed in note 1a).
- 2 There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at Ulladulla this 27th day of September 2019

Signed in accordance with a resolution of the Directors.



.....
W E DRURY: Director
PRESIDENT



.....
A I STEEL: Director
VICE PRESIDENT

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

Opinion

We have audited the financial report of the Milton Ulladulla Ex-Servos Club Limited (the Entity), which comprises the statement of financial position as at 30 June 2019, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In our opinion, the accompanying financial report presents fairly, in all material respects, (or gives a true and fair view of) the financial position of the Entity as at 30 June 2019, and (of) its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Entity 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) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

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

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

If, based on the work we have performed, 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 Those Charged with Governance for the Financial Report

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

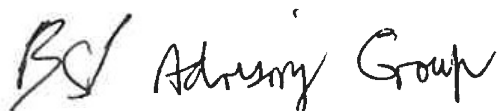
In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease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

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

Dated at Ulladulla this 27th day of September 2019



.....
BSP Advisory Group CHARTERED ACCOUNTANTS



.....
M D BURCHER

REGISTERED CLUB ACT

IMPORTANT INFORMATION FOR CLUB MEMBERS

This Club is by law required to keep a register containing information that relates to the management and financial administration of the Club including:

1. A list of disclosures, declarations and returns made by the governing body and employees of the Club.
2. The salary bands of the Club's top executives.
3. Details of the overseas travel made by the governing body and employees of the Club.
4. Details of loans given by the Club to employees.
5. Details of certain contracts executed by the Club.
6. Salary details of Club employees who are close relatives of a member of the Club's governing body or a top executive.
7. Details of the payments made by the Club for consultant services.
8. Details of legal settlements made by the Club with a member of the governing body or an employee of the Club.
9. Details of legal fees paid by the Club for a member of the governing body or an employee of the Club.
10. The Club's annual gaming machine profit.
11. The amount applied by the Club to community development and support.

AND

The Club must prepare quarterly financial statements for the governing body that incorporate:

1. The Club's profit and loss accounts and trading accounts for the quarter, and
2. A balance sheet as at the end of the quarter.

**Members may view the register or the financial statements
by written request to the Club.**

The Club's financial statements
may also be viewed on the Club's website
www.ulladullaexservos.com.au

THE MILTON ULLADULLA EXSERVOS CLUB LIMITED

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