

LEETON SOLDIERS' CLUB LIMITED

FINANCIAL REPORT FOR MANAGEMENT

FOR THE 6MTHS ENDED 31 DECEMBER 2017

LEETON SOLDIERS' CLUB LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR 6MTHS ENDED 31 DEC 2017

	6mths to 31/12/17 \$	6mths to 31/12/16 \$
Revenues from ordinary activities	1,242,552	1,519,498
Employee benefits expense	(322,970)	(699,248)
Depreciation and amortisation expense	(84,569)	(86,553)
Finance costs	(780)	(8,684)
Other expenses	<u>(503,196)</u>	<u>(569,573)</u>
Profit/(loss) before income tax expense	<u>331,037</u>	<u>155,440</u>
Income tax expense	<u>-</u>	<u>-</u>
Loss for the year	<u>331,037</u>	<u>155,440</u>
Other comprehensive expense - revaluation	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>331,037</u>	<u>155,440</u>
Loss attributable to members of the entity	<u>331,037</u>	<u>155,440</u>
Total comprehensive income attributable to members of the entity	<u>331,037</u>	<u>155,440</u>

The accompanying notes form part of these financial statements.

LEETON SOLDIERS' CLUB LIMITED
STATEMENT OF FINANCIAL POSITION
FOR 6MTHS ENDED 31 DEC 2017

	Note	6mths to 31/12/17 \$	6mths to 31/12/16 \$
CURRENT ASSETS			
Cash and cash equivalents	3	541,438	322,255
Trade and other receivables	4	38,723	14,535
Inventories	5	44,252	65,183
Other current assets	6	32,341	54,063
TOTAL CURRENT ASSETS		656,754	456,036
NON-CURRENT ASSETS			
Property, plant and equipment	7	1,983,157	2,144,789
Intangible assets	8	1,072,500	715,000
Work In Progress	8b	-	-
TOTAL NON-CURRENT ASSETS		3,055,657	2,859,789
TOTAL ASSETS		3,712,411	3,315,826
CURRENT LIABILITIES			
Trade and other payables	9	223,413	213,971
Provisions	10	118,975	147,354
Borrowings	11	-	205,496
TOTAL CURRENT LIABILITIES		342,388	566,821
NON-CURRENT LIABILITIES			
Provisions	10	15,365	19,675
Borrowings	11	-	-
TOTAL NON-CURRENT LIABILITIES		15,365	19,675
TOTAL LIABILITIES		357,753	586,496
NET ASSETS		3,354,658	2,729,330
EQUITY			
Asset revaluation reserve		983,816	689,525
Retained profits		2,370,842	2,039,805
TOTAL EQUITY		3,354,658	2,729,330

The accompanying notes form part of these financial statements.

LEETON SOLDIERS' CLUB LTD

ABN 55 001 037 136

STATEMENT OF CASH FLOWS

FOR 6MTHS ENDED 31 DEC 2017

	6mths to 31/12/17 \$	6mths to 31/12/16 \$
Cash flows from operating activities		
Receipts from customers	1,218,364	1,624,220
Payments to suppliers and employees	(770,289)	(1,809,449)
Interest received	-	-
Finance costs	(780)	(8,684)
Net cash provided by operating activities	<u>447,295</u>	<u>(193,913)</u>
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	2,000	16,460
Payments for property, plant and equipment	(24,863)	(99,676)
Net cash provided by investing activities	<u>(22,863)</u>	<u>(83,216)</u>
Cash flows from financing activities		
Proceeds from borrowings	-	-
Repayment of borrowings	(90,680)	(246,108)
Net cash used in financing activities	<u>(90,680)</u>	<u>(246,108)</u>
Net increase in cash held	333,752	(523,236)
Cash at beginning of financial year	(95,265)	427,971
Cash at end of financial year	<u>238,487</u>	<u>(95,265)</u>

LEETON SOLDIERS' CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR 6MTHS TO 31 DEC 2017

	6mths to 31/12/17 \$	6mths to 31/12/16 \$
1 REVENUE		
Operating activities of the company:		
Sales revenue	746,962	702,415
Gaming revenue	1,488,618	1,345,694
Subscriptions and nominations	6,164	6,100
Interest received 1(a)	0	0
Other revenue	95,461	187,828
	2,337,205	2,242,037

(a) All interest received is from other corporations.

2 PROFIT FROM ORDINARY ACTIVITIES

Profit from ordinary activities before income tax has been determined after:

Expenses:

Administration	834,436	763,047
Amenities and entertainment	117,326	96,107
Cost of goods sold	634,656	346,542
	1,586,418	1,205,696
Employee costs	366,444	775,570
Provision for employee entitlements	0	0
	366,444	775,570
Borrowing costs 3(a)	780	8,684
Depreciation & amortisation	84,569	86,553
Total expenses from ordinary activities	2,038,211	2,076,503

Non-operating activities:

Net gain/(loss) on disposal of non-current assets	4,647	14,013
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(a) All borrowing costs are payable to other corporations.

3 CASH AND CASH EQUIVALENTS

Cash on hand	541,438	322,255
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Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash on hand	138,761	138,362
NAB TAB Account	-	-
NAB CAPEX	86,336	6,215
Westpac Working Account	88,477	71,251
WPC BAS Account	40,021	30,015
NAB Employee Provisions	130,000	72,000
NAB OSR	34,070	467
NAB Working Account	25,335	6,819
Australia Post Prepaid Visa Card	45	45
NAB Credit Card	(1,606)	(2,919)
	541,438	322,255

LEETON SOLDIERS' CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR 6MTHS TO 31 DEC 2017**

	6mths to 31/12/17 \$	6mths to 31/12/16 \$
4 ACCOUNTS AND OTHER RECEIVABLES		
CURRENT		
Accounts receivable	38,723	14,535
Less provision for doubtful debts	-	-
	38,723	14,535
5 INVENTORIES		
CURRENT		
At cost:		
Stock on hand	44,252	65,183
6 OTHER ASSETS		
CURRENT		
Prepaid expenses	32,341	54,063
7 PROPERTY, PLANT AND EQUIPMENT		
Land at valuation	265,000	265,000
Buildings at valuation	1,324,755	1,324,755
Less accumulated depreciation	(138,290)	(108,368)
Total buildings	1,186,465	1,216,387
Total land and buildings	1,451,465	1,481,387
Plant and equipment at valuation	1,379,823	1,367,160
Less: accumulated depreciation	(848,130)	(703,758)
	531,692	663,402
Total property, plant and equipment	1,983,157	2,144,789
8 INTANGIBLE ASSETS		
NON CURRENT		
Poker machine licences	1,072,500	715,000
8b Work In Progress		-
9 ACCOUNTS AND OTHER PAYABLES		
CURRENT		
Accounts payable	109,876	108,344
Other current payables	113,537	105,627
	223,413	213,971
10 PROVISIONS		
CURRENT		
Employee entitlements	119,210	143,375
Sundry provisions	(235)	3,979
	118,975	147,354
NON CURRENT		
Employee entitlements	15,365	19,675

LEETON SOLDIERS' CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR 6MTHS TO 31 DEC 2017**

	6mths to 31/12/17 \$	6mths to 31/12/16 \$
BORROWINGS		
CURRENT		
Equipment finance liability	-	45,496
NAB Credit Card	-	-
NAB Keno Account	-	-
NAB Poker Tax Account	-	-
NAB Working Account	-	-
Bank loans	-	160,000
	<u>-</u>	<u>205,496</u>
NON-CURRENT		
Equipment finance liability	-	-
Bank loans	-	-
	<u>-</u>	<u>-</u>

12 PRIOR YEAR ADJUSTMENT

LEETON SOLDIERS' CLUB LIMITED

**PROFIT AND LOSS STATEMENT
FOR THE 6MTHS ENDED DEC 2017**

	6mths to 31/12/17 \$	6mths to 31/12/16 \$
INCOME		
Gross profit from Bar Trading	115,909	214,647
Gross profit from Poker Machines	996,578	979,792
Gross Profit Dining Room	16,154	142,132
Gross Profit Keno & TAB	7,639	37,859
Gross Profit Bowls	(15,836)	(3,622)
Gross Profit Squash	(3,921)	2,716
Functions Income	-	-
Ticket Sales/Events	6,206	9,335
Member subscriptions	6,164	6,100
Commission	18,702	-
Bingo income	19,470	21,368
Raffle income	47,829	50,686
Rental income	3,608	11,599
Sports Fees	-	-
Sundry income	19,403	32,874
Donations received	-	-
Interest received	-	-
Profit/(loss) on asset sales	4,647	14,013
	<u>1,242,552</u>	<u>1,519,498</u>
LESS EXPENDITURE		
Advertising	19,102	17,688
Amenities	33,231	21,684
Amenities - General	3,411	7,565
Amenities - Bingo	28,624	20,382
Amenities - Members Promotions/Points	33,045	29,822
Amenities - Raffles	39,315	65,390
Amenities - Taxis	19,015	16,654
Amenities - Wages	7,413	-
Amortisation	-	-
Audit fees	5,000	8,000
Accountancy fees	37,736	-
Bad debts	-	-
Bank charges	4,099	4,388
Cleaning and rubbish removal	-	10,527
Computer costs	19,567	15,860
Consultancy fees	-	12,371
Data processing	-	-
Depreciation	84,569	86,553
Dining room expenses	-	-
Directors expenses	2,907	3,214
Donations and sponsorships	4,669	13,970
Electricity and heating	91,536	69,637
Employee entitlements	-	-
Provisions - LSL	(5,406)	2,822
Provisions - Holiday Pay	(12,844)	6,147
Freight	3,818	-
Fringe benefits	-	-
Functions	-	-
Insurance	48,779	56,084
Interest	780	8,684
Lease - Ricoh 2016	1,817	2,180
Legal and professional fees	990	-
Licences & Permits	2,760	2,755
Motor vehicle expenses	3,006	955
Overs and unders	338	1,829
Payroll tax	19,507	19,861
Postage, Printing and stationery	7,167	12,547
Raffle Expenses	-	-
Rates and land taxes	23,164	31,384
Repairs and maintenance	17,606	25,452
Security expenses	2,948	4,379
Staff amenities and welfare	19,071	17,402
Staff training	-	-
Subscriptions	3,664	5,215
Sundry expenses	48	1,086
Superannuation	23,967	56,461
Telephone	13,197	9,346
Ticket Sales/Events Expenses	-	13,918
Travel expenses	-	-
Trophies	-	-
Valuation fees	-	-
Wages and salaries	303,899	681,846
	<u>911,515</u>	<u>1,364,058</u>
Profit/(loss) for period	<u>331,037</u>	<u>155,440</u>

LEETON SOLDIERS' CLUB LIMITED

**PROFIT AND LOSS STATEMENT
FOR THE QTR ENDED DEC 2017**

	Qtr to 31/12/17	Qtr to 31/12/16
	\$	\$
INCOME		
Gross profit from Bar Trading	58,449	136,033
Gross profit from Poker Machines	489,117	482,712
Gross Profit Dining Room	10,911	76,342
Gross Profit Keno & TAB	6,315	17,364
Gross Profit Bowls	(7,471)	(1,294)
Gross Profit Squash	(3,674)	242
Functions	-	-
Ticket Sales/Events	3,997	6,941
Member subscriptions	2,232	1,627
Commission	9,070	9,862
Bingo income	10,110	10,654
Raffle income	25,502	29,471
Rental income	1,795	5,782
Sports Fees	-	-
Sundry income	1,415	10,688
Donations received	-	-
Interest received	-	-
Profit/(loss) on asset sales	4,647	14,013
	<u>612,415</u>	<u>800,437</u>
LESS EXPENDITURE		
Advertising	10,631	9,883
Amenities	15,883	11,995
Amenities - General	2,447	5,398
Amenities - Bingo	13,552	9,480
Amenities - Members Promotions	16,466	15,624
Amenities - Taxis	9,400	8,619
Amortisation	-	-
Audit fees	2,500	2,500
Accountancy fees	17,837	-
Bad debts	-	-
Bank charges	1,900	1,879
Cleaning and rubbish removal	6,133	5,222
Computer costs	10,927	9,296
Consultancy fees	-	11,363
Data processing	-	-
Depreciation	39,110	44,833
Dining room expenses	-	-
Directors expenses	1,533	2,834
Donations and sponsorships	2,855	11,861
Electricity and heating	43,359	30,671
Employee entitlements	-	-
Provisions - LSL	(69)	(406)
Provisions - Holiday Pay	(14,815)	16,881
Freight	2,621	-
Fringe benefits	-	-
Functions	-	-
Insurance	26,647	27,286
Interest	-	3,822
Lease - Ricoh 2016	1,090	1,090
Legal and professional fees	990	-
Licences & Permits	1,380	1,378
Motor vehicle expenses	2,607	745
Overs and unders	470	1,696
Payroll tax	10,939	10,970
Postage, Printing and stationery	2,283	5,516
Raffle Expenses	20,201	37,023
Rates and land taxes	11,582	15,657
Repairs and maintenance	8,124	46,252
Security expenses	1,706	2,036
Staff amenities and welfare	9,486	6,924
Staff training	-	-
Subscriptions	1,846	2,642
Sundry expenses	-	410
Superannuation	12,544	28,121
Telephone	7,570	4,674
Ticket Sales/Events Expenses	-	3,010
Travel expenses	-	-
Trophies	-	-
Valuation fees	-	-
Wages and salaries	149,632	340,586
	<u>451,367</u>	<u>737,771</u>
Profit/(loss) for period	<u><u>161,048</u></u>	<u><u>62,666</u></u>