

LEETON SOLDIERS' CLUB LIMITED

FINANCIAL REPORT FOR MANAGEMENT

FOR 9 MONTHS ENDED 31 MARCH 2023

LEETON SOLDIERS' CLUB LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR 9 MONTHS ENDED 31 MAR 2023

| | 9 mths to 31/03/23 \$ | 9 mths to 31/03/22 \$ |
|--|-----------------------------|-----------------------------|
| Revenues from ordinary activities | 6,100,911 | 4,829,235 |
| Employee benefits expense | (1,715,532) | (1,325,817) |
| Depreciation and amortisation expense | (474,606) | (341,924) |
| Finance costs | (9,736) | (25,192) |
| Other expenses | <u>(3,465,209)</u> | <u>(2,485,218)</u> |
| Profit/(loss) before income tax expense | <u><u>435,828</u></u> | <u><u>651,085</u></u> |
| Income tax expense | <u>-</u> | <u>-</u> |
| Profit/Loss for the year | <u><u>435,828</u></u> | <u><u>651,085</u></u> |
| Other comprehensive expense - revaluation | <u>-</u> | <u>-</u> |
| Total comprehensive income for the year | <u><u>435,828</u></u> | <u><u>651,085</u></u> |
| Profit/Loss attributable to members of the entity | <u>435,828</u> | <u>651,085</u> |
| Total comprehensive income attributable to members of the entity | <u><u>435,828</u></u> | <u><u>651,085</u></u> |

The accompanying notes form part of these financial statements.

LEETON SOLDIERS' CLUB LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31 MAR 2023

| | Note | As at 31/03/23 \$ | As at 31/03/22 \$ |
|--------------------------------------|------|-------------------------|-------------------------|
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 3 | 1,198,153 | 1,710,587 |
| Trade and other receivables | 4 | 85,920 | 81,816 |
| Inventories | 5 | 65,838 | 44,229 |
| Other current assets | 6 | 87,424 | 77,788 |
| TOTAL CURRENT ASSETS | | <u>1,437,335</u> | <u>1,914,420</u> |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 7 | 6,447,375 | 6,238,496 |
| Intangible assets | 8 | 780,000 | 1,170,000 |
| TOTAL NON-CURRENT ASSETS | | <u>7,227,375</u> | <u>7,408,496</u> |
| TOTAL ASSETS | | <u><u>8,664,709</u></u> | <u><u>9,322,917</u></u> |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 9 | 332,945 | 344,169 |
| Provisions | 10 | 126,226 | 123,465 |
| Borrowings | 11 | 196,879 | 275,836 |
| Other liabilities | 12 | 11,505 | 61,927 |
| TOTAL CURRENT LIABILITIES | | <u>667,555</u> | <u>805,398</u> |
| NON-CURRENT LIABILITIES | | | |
| Provisions | 10 | 33,806 | 26,561 |
| Borrowings | 11 | - | 919,849 |
| TOTAL NON-CURRENT LIABILITIES | | <u>33,806</u> | <u>946,410</u> |
| TOTAL LIABILITIES | | <u><u>701,361</u></u> | <u><u>1,751,808</u></u> |
| NET ASSETS | | <u><u>7,963,348</u></u> | <u><u>7,571,109</u></u> |
| EQUITY | | | |
| Asset revaluation reserve | | 304,954 | 694,954 |
| Retained profits | | 7,658,395 | 6,876,155 |
| TOTAL EQUITY | | <u><u>7,963,348</u></u> | <u><u>7,571,109</u></u> |

The accompanying notes form part of these financial statements.

LEETON SOLDIERS' CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR 9 MONTHS TO 31 MAR 2023

| | 9 mths to 31/03/23 \$ | 9 mths to 31/03/22 \$ |
|--|-----------------------------|-----------------------------|
| 1 REVENUE | | |
| Operating activities of the company: | | |
| Sales revenue | 1,814,326 | 1,134,054 |
| Gaming revenue | 3,932,312 | 3,366,117 |
| Subscriptions and nominations | 21,211 | 16,618 |
| Interest received 1(a) | 4,060 | 107 |
| Other revenue | 329,002 | 312,339 |
| | 6,100,911 | 4,829,235 |
| (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 | 2,233,952 | 1,716,011 |
| Amenities and entertainment | 408,383 | 256,521 |
| Cost of goods sold | 870,173 | 529,521 |
| | 3,512,508 | 2,502,053 |
| Employee costs | 1,687,170 | 1,341,688 |
| Provision for employee entitlements | 28,363 | (15,871) |
| | 1,715,532 | 1,325,817 |
| Borrowing costs 3(a) | 9,736 | 25,192 |
| Depreciation & amortisation | 474,606 | 341,924 |
| Total expenses from ordinary activities | 5,712,382 | 4,194,985 |
| Non-operating activities: | | |
| Net gain/(loss) on disposal of non-current assets | 47,299 | 16,835 |

(a) All borrowing costs are payable to other corporations.

| | As at 31/03/23 \$ | As at 31/03/22 \$ |
|------------------------------------|-------------------------|-------------------------|
| 3 CASH AND CASH EQUIVALENTS | | |
| Cash on hand | 1,198,153 | 1,710,587 |

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 | 270,200 | 270,200 |
| NAB Working Account | - | (1,497) |
| NAB CAPEX | - | 81 |
| CBA/WPC Main Account | 51,336 | 146,765 |
| CBA/NAB Employee Provisions | 140,330 | 173,231 |
| CBA/NAB OSR | 99,607 | 63,590 |
| CBA Savings | 57,253 | 243,677 |
| CBA Capex Account | 579,427 | 814,540 |
| | 1,198,153 | 1,710,587 |

LEETON SOLDIERS' CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR 9 MONTHS TO 31 MAR 2023

| | As at 31/03/23 \$ | As at 31/03/22 \$ |
|--|-------------------------|-------------------------|
| 4 ACCOUNTS AND OTHER RECEIVABLES | | |
| CURRENT | | |
| Accounts receivable | 10,835 | 20,790 |
| Less provision for doubtful debts | - | - |
| Other receivables | 75,086 | 61,026 |
| | 85,920 | 81,816 |
| 5 INVENTORIES | | |
| CURRENT | | |
| At cost: | | |
| Stock on hand | 65,838 | 44,229 |
| 6 OTHER ASSETS | | |
| CURRENT | | |
| Prepaid expenses | 83,932 | 74,534 |
| Accrued income | 3,492 | 3,254 |
| | 87,424 | 77,788 |
| 7 PROPERTY, PLANT AND EQUIPMENT | | |
| Land at valuation | 300,000 | 300,000 |
| Buildings at valuation | 4,957,327 | 1,514,558 |
| Less accumulated depreciation | (389,787) | (282,738) |
| Total buildings | 4,567,540 | 1,231,820 |
| Total land and buildings | 4,867,540 | 1,531,820 |
| Plant and equipment at valuation | 3,227,947 | 2,839,307 |
| Less: accumulated depreciation | (1,834,177) | (1,631,117) |
| | 1,393,770 | 1,208,190 |
| Right of use asset | 141,674 | - |
| Less: accumulated amortisation | (41,326) | - |
| | 100,348 | - |
| Work In Progress | 85,717 | 3,498,487 |
| Total property, plant and equipment | 6,447,375 | 6,238,496 |
| 8 INTANGIBLE ASSETS | | |
| NON CURRENT | | |
| Poker machine licences | 780,000 | 1,170,000 |
| 9 ACCOUNTS AND OTHER PAYABLES | | |
| CURRENT | | |
| Accounts payable | 33,877 | 45,452 |
| Accrued charges | 105,998 | 96,609 |
| Credit Card | 2,190 | 5,518 |
| Other payables | 190,880 | 196,591 |
| | 332,945 | 344,169 |

LEETON SOLDIERS' CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR 9 MONTHS TO 31 MAR 2023

| | As at 31/03/23 \$ | As at 31/03/22 \$ |
|--------------------------------------|-------------------------|-------------------------|
| 10 PROVISIONS | | |
| CURRENT | | |
| Employee entitlements | 113,262 | 111,690 |
| Sundry provisions | 12,964 | 11,775 |
| | <u>126,226</u> | <u>123,465</u> |
| NON CURRENT | | |
| Employee entitlements | <u>33,806</u> | <u>26,561</u> |
| 11 BORROWINGS | | |
| CURRENT | | |
| Equipment finance liability | - | - |
| Lease Liability - SG Gaming | 13,797 | - |
| Lease Liability - Right of Use Asset | 97,690 | - |
| Lease Liability - Aristocrat | 85,392 | 142,320 |
| Bank loans | - | 133,516 |
| | <u>196,879</u> | <u>275,836</u> |
| NON-CURRENT | | |
| Equipment finance liability | - | - |
| Bank loans | - | 919,849 |
| | <u>-</u> | <u>919,849</u> |
| 12 OTHER LIABILITIES | | |
| Subscriptions in advance | <u>11,505</u> | <u>61,927</u> |