



FINANCIAL REPORT

FOR THE YEAR ENDED
30 APRIL 2022

Eden Fishermen's Recreation Club Limited
ABN 43 000 071 125
A Company Limited by Guarantee

**EDEN FISHERMEN'S RECREATION CLUB LIMITED – ABN 43 000 071 125
T/A EDEN SPORTS & RECREATION CLUB**

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NOTICE OF ANNUAL GENERAL MEETING

The Annual General Meeting of the Eden Fishermen's Recreation Club Limited will be held at the Clubhouse, 79-81 Princes Highway, Eden on Sunday August 21ST, 2022 commencing at 10am.

The business of the Annual General Meeting shall be as follows:

1. To confirm the minutes of the previous Annual General Meeting held on August 8th 2021.
2. To receive the Directors Report and Directors Declaration.
3. To receive and consider the Financial Statements and Independent Audit Report to the members.
4. To consider, and if thought fit, to pass the ordinary resolutions as presented to the members in their Annual Report.
5. General Business – to conduct general business considered appropriate and at the discretion of the Chairman.
6. To receive and consider any motion/s put forward by the members in accordance with the Articles of Association and at the discretion of the Chairman.
7. To confirm the election of 2 Directors in accordance with the Club Constitution.

First Ordinary Resolution

Resolution 1

That pursuant to the Registered Clubs Act:

- a. The members hereby approve and agree to expenditure by The Club of a sum not exceeding \$20,000 until the next Annual General Meeting of the Club for the following activities of the Directors:
 - I. The reasonable cost of a meal and beverage for each Director immediately before or immediately after a Board or Committee Meeting where the meeting corresponds with a normal meal time.
 - II. Reasonable expenses incurred by the Directors in relation to such duties including the entertainment of special guests to The Club and other promotional activities performed by Directors which activities and the expenses there from are approved by the Board before payment is made on production of receipts, invoices or other documentary evidence of such expenditure.
 - III. Reasonable expenditure on food and beverages for Directors and their spouses for one dinner per year and other functions where appropriate and required to represent The Club.
 - IV. The reasonable cost of food and beverage services whilst socialising within The Club and interacting with the Membership.
- b. The members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for those who are Directors of the Club.

NOTICE OF ANNUAL GENERAL MEETING (Continued)

Resolution 2

That pursuant to the Registered Clubs Act:

- a. The members hereby approve and agree to expenditure by The Club of a sum not exceeding \$20,000 for the professional development and education of Directors until the next Annual General Meeting of the Club and being:
 - I. The reasonable costs of Directors attending the Clubs NSW Annual General Meeting.
 - II. The reasonable costs of Directors attending seminars, lectures, trade displays, and other similar events as may be determined by the Board from time to time.
 - III. The reasonable costs of Directors attending other Registered Clubs, or similar types of businesses, for the purpose of observing their facilities and methods of operation, provided such attendances are approved by the Board for the betterment of The Club.
 - IV. Attendance at functions with spouses where appropriate, and required to represent The Club.
- b. The members acknowledge that the benefits in paragraph (a) above are not available to members generally, but only to those who are Directors of the Club and those members directly involved in the above activities.

Resolution 3

That Pursuant to the Registered Clubs Act:

Ordinary Resolution

- ***That the ordinary members (as defined in the Registered Clubs Act 1976) of Eden Fishermen's Recreation Club Limited ("The Club"), declare to be non-core property for the purpose of section 41 J(1) of the Registered Clubs Act 1976, the land of The Club at Eden Gardens Country Club - Princes Highway, Eden comprising:***

Part of Lot 3 in Deposited Plan DP 1126141 being part of The Club's golf course and The Club area, of approximately 1.1 hectares in total and hatched in green on the attached plan marked "Annexure A".

Explanatory message to Members regarding the proposed Ordinary Resolution

Since 2017, The Club has been examining and pursuing options to release future land supply upon the existing Lots 1 & 2 as a long term revenue stream for The Club over the next 10 and beyond years.

These efforts include numerous attempts to negotiate additional Forestry owned and Crown land lease options to extend the golf course East of its present boundaries, which in turn would ensure the operations of an 18-hole golf course facility.

NOTICE OF ANNUAL GENERAL MEETING (Continued)

To date these efforts have been unsuccessful and there appears no immediate resolution resulting in The Club to consider alternate options in which to accommodate future residential growth.

To this end, The Board and its development partners – Lincoln Place have identified the surplus land area “Annexure B” presently situated at Lot 3, as strategically significant in providing future land release stage for the Eden Gardens Over 55-year lifestyle development site.

The Club’s view is that the financial proceeds from the additional expansion of the Seniors Lifestyle Village will unlock critical long-term income streams to meet future capital requirements of The Club site.

Resolution 4

In accordance with Clause 10.14 of The Clubs constitution, a nomination for Life Membership has been received, and approved by the Board of Directors at the Monthly Meeting of the Board of Directors, held on Thursday June 22nd 2022.

Resolution **MOVED** Alex Chomatek, **SECONDED** John Johnson, to accept member Colin Clarke for Life Member of the Eden Fishermen’s Recreation Club Limited. Carried.

Explanatory Message to Members regarding the proposed Special Resolution

If a nomination for Life Membership is approved by a resolution passed by a majority of two-thirds (2/3rds) of the members present and voting at the General Meeting the person nominated shall thereby be a Life Member of the Club.

General Business

8. To conduct general business considered appropriate and at the discretion of the Chairman.
9. To confirm the election of 2 Directors in accordance with the Club Constitution Rule 28.1.

Members should note that any questions concerning the financial statements require notice in writing to the Secretary seven days prior to the meeting.

By order of the Board of Directors.



Andrew Terry
Chief Executive Office

ANNEXURE A



CHAIRMAN'S REPORT

Dear Members

I am pleased to present to you the annual reports for the 2022 year end period

The past year was by definition the most challenging and in many ways the most historical in the Club history since inception in 1948.

This 2022 year presented a true testimony and commitment to the Board's strategic plan adopted in 2017 whereby we set out to rationalise our two underperforming Club sites into a single purpose modern club which would finally realign our cost of operations to generate sustainable future profits in which to see the club prosper going forward.

Despite the ongoing stresses and limitations placed upon our business arising from a second major outbreak of the COVID pandemic throughout the country, we successfully managed to complete the relocation from the Recreation Club to new Eden Sports and Recreation Club even whilst experiencing a further 3 months of lockdowns where we had NO trading income and no Government wage subsidies to offset the loss of trade as was the case in 2021.

The new Eden Sports & Recreation Club re-opened on October 1st and despite major restrictions still in place and the Victorian borders being closed for much of the year, we did see some return of member activity as we approach the 2021/22 summer holiday period.

As the Annual Accounts report will outline, the Club recorded a profit of \$1,949,908. The net profit result reflects the sale income proceeds of \$2.7 Million (net) and an additional \$870,000 in indirect related outflows (Brokers commission, loan interest, legal and transfer costs in addition to loss of \$340,000 arising from 68 days of business closure.)

What is most significant to the year's result is that the club completed the rebuilding project of the Eden Country Club (Cost \$4.5 Million dollars) with virtually no outstanding debt and retired all previously acquired outstanding loans with a Nett increase of \$2,000,000 in Members Equity for the year.

This situation has and will continue to provide the club with a stable financial position which in turn will allow the Board and management to reset the Club's strategic direction and pursue those objectives with confidence, something that has not possible in recent and past years.

Looking ahead to the New Year, we anticipate and plan for ongoing challenges as the local market and indeed the broader economy has not rebounded back to the strength many had forecast.

Much of this can be attributed to the "El Nina" effect which has seen record rainfalls and below average temperatures and as such lower tourism levels than initially forecast and ongoing COVID infections within the region.

CHAIRMAN'S REPORT (Continued)

The recent federal election results coupled with the Reserve Bank increasing the interest rate will also cast uncertainty as how the national economy will respond to these measures and this flows through to the level of consumer confidence in relation to household spending patterns.

In view of these concerns, the clubs Board has and will continue to take a conservative approach over the course of the upcoming year as to non-essential expenditures and major capital work projects until there is sufficient confidence that projects can increase the clubs core revenue and cash streams.

I would like to acknowledge the efforts for my fellow Board Members throughout the past year for their undivided support and commitment and indeed Club Management and our employees who have experienced unprecedented disruption to their jobs and indeed the stresses associated with uncertainties created over the past 18 months or so.

CLUB COMMUNITY DONATIONS - 2021 /2022 FINANCIAL YEAR

• Eden Tourism	\$2,000
• Connections Plus	\$2,000
• Lifeline South Coast	\$1,750
• Pambula Men's Shed	\$1,784
• Bega Valley Early Childhood Services	\$2,000
• Eden Tigers RLFC	\$2,000
• Eden Whalers AFLFC	\$2,500
• Eden Soccer Club	\$2,000
• Eden Swimming Club	\$250
• Sapphire Coast Racing Club	\$2,000



Colin Clarke
Chairman

CHIEF EXECUTIVE REPORT

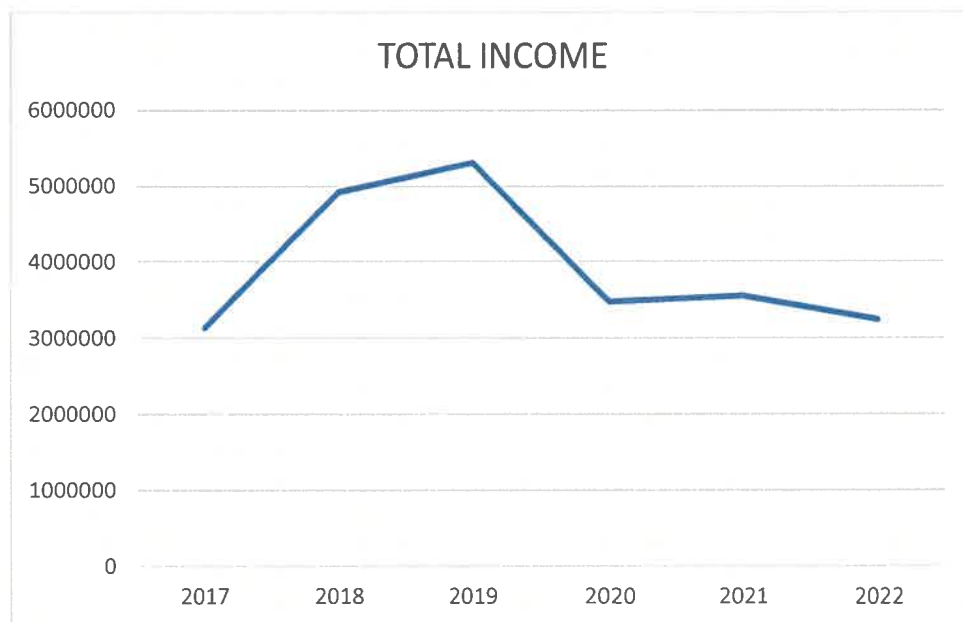
I am pleased to provide the following update to Members of Club.

The Club has a monumental past twelve months having successfully completed the relocation from the Imlay Street site and construction of the new Eden Sports & Recreation Club following the announced sale of the old club in December 2020.

This transition was made even more difficult with the ongoing restrictions arising from the Covid pandemic throughout 2021 and as such once the again the business being forced to close for close to 68 days due to State Government lockdown orders between August and the September.

Despite opening the new Club on 1st October, vaccine mandates and ongoing restrictions on patron entry numbers leading into the Christmas period, the Club gradually began to some form of return to trade by the New Year despite the constant setbacks with weather and rain, which unfortunately restricted the amount of seasonal tourism activity we had been expecting.

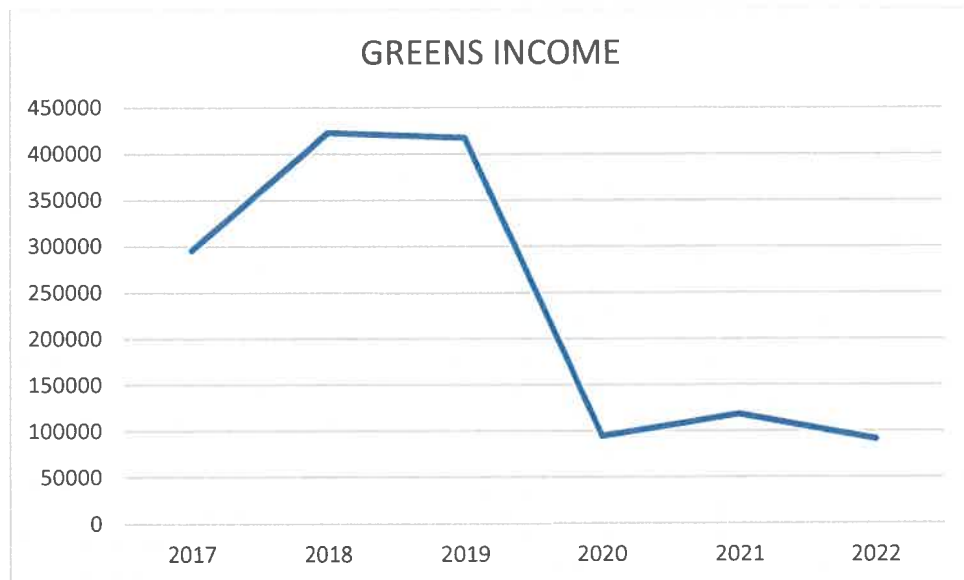
The following graph demonstrates the full impact of disruption caused to the business over the past two years, having lost on average -35 % of our trade for each Year since the end of 2019.



To underpin the severity of the situation, note how far the revenue stream recovery remains when compared to Pre Covid 2019. (on average -36 %)

Adding to the loss of revenue over the past two years, equally dramatic has been loss of golf activity arising from climatic conditions in particular since 2020 with ongoing continued rainfalls in 2022 still creating havoc.

CHIEF EXECUTIVE REPORT (Continued)

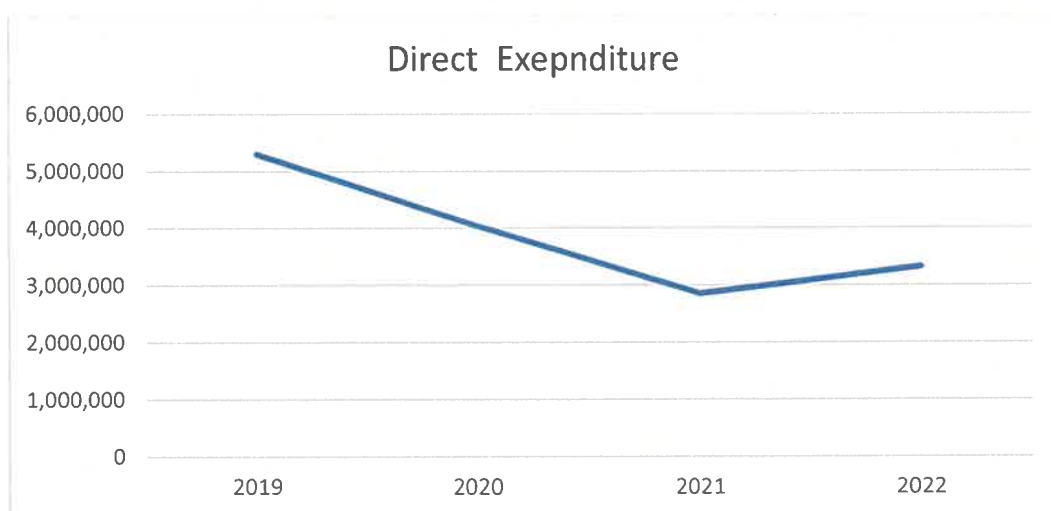


The Golf Income has effectively lost - 78 % of its annual income since 2019 with the past two years' disruptions not being able to restore those levels as yet.

In responding to this crisis, the Club has rationalised its costs exposures sufficiently relative to the loss of income to maintain relative stability.

To put this into better perspective, the success of these measures saw the auditors remove the Inherent uncertainty qualifications from the Clubs accounts for the first time in over decade demonstrating the confidence in the business going forward.

This outcome underpins the commercial strategy adopted by the Board in 2017/2018 to rationalise our operations to a single site as protected the Club well to this point.



CHIEF EXECUTIVE REPORT (Continued)

Looking at the year ahead, we see significant ongoing challenges given the now emerging instability in both local and global stock exchanges and the dual situation rising inflation and interest rates amidst significant geopolitical concerns over the invasion of Ukraine and China's growing presence within the Pacific region.

The combination of all parts of this uncertainty has the very real risk of seeing a low level of consumer confidence fall even further than that of the past 2 years and this can potentially result in a slowing of club patronage and weekly disposable expenditure of our core hospitality services – Food, Beverage and Gaming activities in particular.

With our current lower income base, a further decline in member and tourism confidence would and could significantly delay planned extensions and improvements to the new club site beyond our initial expectations.

The New Club

As previously reported, the new Eden Sports and Recreation Club construction was undertaken at a cost \$ 3.7 Million dollars with an additional \$ 1 Million dollars of plant and equipment salvaged from the Recreation Club and incorporated into the facility.

The initial build estimate for the new Club had been much higher than this figure however ongoing uncertainty and concerns about the economy and limitations on State lockdowns and general public anxiety about future impacts upon consumer confidence led Club management and the Board to take a more conservative and cautionary approach as the Club had lost up to 40 % of its pre Covid revenue streams during the 2020 and 2021 year end financial years.

As such, the decision was undertaken to stage future works aligned to the pace and recovery of business activity, in particular the proposed Stage 2 Functions and entertainment wing which is planned to sit above the current member's main lounge overlooking the bowling greens.

The past year was also historic in that the Club successfully established light towers since the inception of the Eden Bowling Club back in 1970's over our Number 2 bowling green late year after successive years of applying for a State government sporting grant .

There were and continue to be other major inclusions which will gradually come on line as we monitor our membership activity such as the children's playground (now installed), the Princes Hwy electronic sign board (due October 2022), ongoing repairs to the main car park areas, and acoustic upgrades to resolve some of the noise level issues that have arisen post the rebuilding phase due to a variety of factors.

LINCOLN PLACE DEVELOPMENT

The Club has and continues to experience significant delays in the commencement of the residential development works arising from Bega Council planning delays.

These delays relate specifically to the excess storm waters that originate within the Eden Industrial Estate and flow directly onto the golf course.

CHIEF EXECUTIVE REPORT (Continued)

Council are attempting to have the developer accommodate and fund the works required to manage these excessive flows at the cost of the development when in fact they do NOT form any part of the designs related to the construction of the housing estate. These works are estimated to incur an additional \$ 450,000 of project cost NOT allocated to the project budget estimates!

Accordingly, the Construction Certificate approval has and continues to be withheld and therefore works cannot commence.

The timing of these works and the related staging directly impacts the club as to when those fairways impacted by the development have to be relocated and made operational.

The original modelling suggested that these work would take place over a 3-4 year timeframe, however this now remains uncertain as the initial staging may need to be revised to work around current impasse in getting Council to issue the Section 68 certification required to start construction.

Up until recently, the development time line saw adjustments to the 1st and 8th holes in the immediate first two years of the project with then further staging and relocation of the Ninth fairway and practise fairways in years 3 and 4 of the residential works, however we are now uncertain as to how these delays will impact those planned works.

Unfortunately, Bega Council at this point in time has failed to provide any funding support to offset these works and the matter now appears likely to be referred to the Land & Environment Court for determination which may add further significant delays to the project.

In closing my report, I would like to acknowledge and thank the Board and my wonderful employees for their support over what has been an enormously difficult year.

What few members would be aware of that our staff performed 95 % of the moving and relocation work in the months both leading up to and post closure of the Recreation club between July and October.

Not only did their hard efforts save the club tens of thousands of dollars in what have been otherwise paid hire, they had a direct input into the planning and new layouts of the new bar, lounge areas, back of house etc. areas that our members currently now enjoy from start to end.

In addition to these tasks, our front line staff were required to enforce the Government's mandatory entry requirements throughout the year and dealing directly with many patrons clearly opposed to the strict entry laws on vaccination status and persons excluded under the State Health laws based on Covid hot spot regions.

It would also be remiss to acknowledge a number of longer term employees who moved on over the past year after providing many years' service to the Fishermen's Club – Christine Ward, Don Wilson, Heinz Bloch, Mick Fulton, Gaynor Meads and Darren Watson in particular and thank them for their service.

Andrew Terry

Chief Executive Officer

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

A Company Limited by Guarantee

APPENDIX A

Financial Statements

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For the Year Ended 30 April 2022

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Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Directors' Report

30 April 2022

The directors present their report on Eden Fishermen's Recreation Club Limited for the financial year ended 30 April 2022.

Information on directors

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

Colin Clarke

Qualifications	Retired
Date of Appointment	29 August 2005
Special responsibilities	Chairman

Alexander Chomatek

Qualifications	Retired
Date of Appointment	24 August 2003
Special responsibilities	Vice Chairman

Elizabeth Buckland

Qualifications	Retail Proprietor
Date of Appointment	27 July 1997
Special responsibilities	Director

Erica Hansen

Qualifications	Forester
Date of Appointment	30 January 2012
Special responsibilities	Deputy Vice Chairwoman

John Pickett

Qualifications	Semi-Retired
Date of Appointment	30 January 2012
Special responsibilities	Director

Paul Kirkby

Qualifications	Self-employed Mechanic
Date of Appointment	25 August 2019
Special responsibilities	Director

John Johnson

Qualifications	Retail Sales
Date of Appointment	30 August 2020
Special responsibilities	Director

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

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Directors' Report

30 April 2022

Principal activities

The principal activity of Eden Fishermen's Recreation Club Limited during the financial year was that of a Registered Club and the maintenance of sporting and social activities. No significant changes in the nature of the Company's activity occurred during the financial year.

Short term objectives

The Company's short term objectives are to remain constant with the majority of emphasis remaining main stream revenue of gaming, beverage sales, the provision of quality catering and provisions of suitable sporting facilities.

Long term objectives

The Company's long term objectives are centred on ensuring that our core club business model remains an ongoing sustainable business. To deliver this objective, the Board identify the need for the business to be "Fit for Market" and as such much ensure we constantly regenerate and innovate our core services in food, beverage, gaming and social/sporting activities to attract both new members and retain existing members. Our club needs to remain competitive and open to changes in consumer trends and behaviours, as such reinvestment in core facilities is seen as a major priority over the upcoming year.

Strategy for achieving the objectives

To achieve these objectives, the Company adopts current licensed club industry practices and strategies to ensure that the short and long term objectives are met.

How principal activities assisted in achieving the objectives

The principal activities assisted the Company in achieving its objectives by providing quality Club and sporting facilities in Eden for the benefit of members and guests.

Performance measures

The following measures are used within the Company to monitor performance:

- On a monthly basis reports are generated that measure (amongst other things) members and visitor visitations, cashflow, short and long term debt, departmental trading, efficiencies in energy usage, EBITDARD, payroll movement and stock control. These are compared month to month, year to date actual and budget forecasts, which are then discussed at length between the Board and Management. Outside influences such as tourism, global, national and local economies are monitored and measured against the effect on relevant industry trading flow on to our small community of Eden.

Members guarantee

Eden Fishermen's Recreation Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person who ceased to be a member in the year prior to the winding up, is limited to \$2, subject to the provisions of the company's constitution. At 30 April 2022 the collective liability of members was \$4,564 (2021: \$4,592).

Review of operations for the year

The Club recorded a profit of \$1,949,908. The net profit result reflects the sale income proceeds of \$2.7 Million (net) and an additional \$870,000 in indirect related outflows (brokers commission, loan interest, legal and transfer costs in addition to loss of \$340,000 arising from 68 days of business closure).

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Directors' Report

30 April 2022

Significant changes in state of affairs and future developments and results

At the time of this report, the first stage development of the Lincoln Place project remains delayed due to excessive and unwarranted demands by Bega Council on seeking excessive additional works being undertaken at the developer's expense and their refusal to release construction certificate approvals placing the project now some 16 months behind program scheduling.

Given uncertainty as to the current domestic and internal economic conditions at present, the Club has NO immediate plans to extend its level of investment nor capital improvements until there is further strength in core revenue growth recovery.

Management primary aims to remain heavily focussed on limiting inflationary cost risks where possible and withholding on non-essential projects without significant evidence of a positive return on those investments.

Meetings of directors

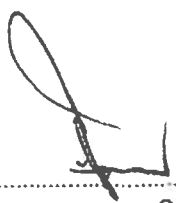
During the financial year, 13 meetings of directors (including special meetings of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Elizabeth Buckland	13	12
Colin Clarke	13	13
Alexander Chomatek	13	13
Erica Hansen	13	9
John Johnson	13	12
Paul Kirkby	13	13
John Pickett	13	12

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 April 2022 has been received and can be found on page 6 of the financial report.

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

Director: 

Colin Clarke

Director: 

Elizabeth Buckland

EDEN

Dated 23 June 2022



Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Eden Fishermen's Recreation Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 April 2022, 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.

KOTHES
Chartered Accountants

A handwritten signature in black ink, appearing to read 'S.N. Byrne', is written over a horizontal line.

S.N. BYRNE
Partner
Registered Company Auditor (#153624)
EDEN
23 June 2022



CHARTERED ACCOUNTANTS
AUSTRALIA • NEW ZEALAND

Liability limited by a scheme
approved under Professional
Standards Legislation

DIRECTORS

Simon Byrne
Fiona Dunham
Gary Pearce
Kevin Philistin
Gary Skelton

BEGA
MERIMBULA
EDEN
BOMBALA
BERMAGUI
COOMA
JINDABYNE

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Kothes Chartered Accountants
ABN 36 472 755 795

Independent Regional Member of Walker Wayland Australasia Limited

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

**Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 April 2022**

		2022	2021
	Note	\$	\$
Revenue	4	3,505,562	3,908,316
Finance income	5	152	16
Lease income	9	53,227	31,903
Other income - Gain on disposal of fixed assets		2,598,958	-
Cost of sales		(424,759)	(393,740)
Employee benefits expense		(1,474,276)	(1,100,279)
Depreciation and amortisation expense		(475,303)	(417,272)
Finance expenses	5	(138,398)	(47,865)
Administrative expenses		(182,142)	(144,038)
Advertising		(49,629)	(25,910)
Cleaning		(113,026)	(141,239)
Entertainment, raffles, bingo and other members benefits expenses		(126,314)	(110,185)
Insurance		(208,804)	(160,959)
Legal costs		(100,842)	(12,126)
Mortuary fund payments		(7,148)	(10,400)
Poker machine expenses		(320,985)	(334,604)
Power, Light & Heating		(116,457)	(125,752)
Repairs and maintenance		(397,660)	(382,839)
Site overhead other expenses		(72,248)	(69,159)
Surplus before income tax		1,949,908	463,868
Income tax expense	2(a)	-	-
Surplus from continuing operations		1,949,908	463,868
Total comprehensive income for the year		1,949,908	463,868

The accompanying notes form part of these financial statements.

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Statement of Financial Position**As At 30 April 2022**

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	333,360	3,144,794
Trade and other receivables	7	250,310	107,001
Inventories - stock on hand		46,597	53,529
Other assets - prepayments		49,135	191,884
TOTAL CURRENT ASSETS		679,402	3,497,208
NON-CURRENT ASSETS			
Property, plant and equipment	8	9,497,709	8,400,275
Right-of-use assets	9	28,590	104,040
TOTAL NON-CURRENT ASSETS		9,526,299	8,504,315
TOTAL ASSETS		10,205,701	12,001,523
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	478,474	737,186
Borrowings	11	320,613	3,779,099
Lease liabilities	9	2,189	10,148
Short-term provisions	12	98,897	79,289
Employee benefits	14	412,520	454,833
Other liabilities	13	517,720	441,994
TOTAL CURRENT LIABILITIES		1,830,413	5,502,549
NON-CURRENT LIABILITIES			
Borrowings	11	68,676	94,700
Lease liabilities	9	31,227	-
Long-term provisions	12	168,600	168,600
Other liabilities	13	-	78,797
TOTAL NON-CURRENT LIABILITIES		268,503	342,097
TOTAL LIABILITIES		2,098,916	5,844,646
NET ASSETS		8,106,785	6,156,877
EQUITY			
Reserves		4,154,575	5,459,381
Retained earnings		3,952,210	697,496
TOTAL EQUITY		8,106,785	6,156,877

The accompanying notes form part of these financial statements.

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Statement of Changes in Equity**For the Year Ended 30 April 2022****2022**

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance as at 1 May 2021	697,496	5,459,381	6,156,877
Surplus for the year	1,949,908	-	1,949,908
Transfer to/(from) asset revaluation reserve	1,304,806	(1,304,806)	-
Balance at 30 April 2022	3,952,210	4,154,575	8,106,785

2021

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance as at 1 May 2020	233,628	5,459,381	5,693,009
Surplus for the year	463,868	-	463,868
Balance at 30 April 2021	697,496	5,459,381	6,156,877

a. Asset Revaluation Reserve

The asset revaluation reserve records revaluations of non-current assets.

The accompanying notes form part of these financial statements.

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Statement of Cash Flows
For the Year Ended 30 April 2022

	2022	2021
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	3,330,155	4,489,826
Payments to suppliers and employees	(4,126,907)	(3,447,991)
Interest received	152	16
Interest paid	(138,398)	(47,865)
Net cash provided by/(used in) operating activities	(934,998)	993,986
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	4,832,861	-
Purchases of plant and equipment	(3,701,611)	(613,497)
Net cash provided by/(used in) investing activities	1,131,250	(613,497)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	530,275	3,507,158
Repayment of borrowings	(3,607,608)	(514,956)
Repayment of leases	(6,311)	(67,357)
Net cash provided by/(used in) financing activities	(3,083,644)	2,924,845
Net increase/(decrease) in cash and cash equivalents held	(2,887,392)	3,305,334
Cash and cash equivalents at beginning of year	3,144,794	(160,540)
Cash and cash equivalents at end of financial year	6 257,402	3,144,794

The accompanying notes form part of these financial statements.

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Notes to the Financial Statements

For the Year Ended 30 April 2022

The company was incorporated on 14 May 1948 (ACN 000 071 125) under the *Companies Act No 33, 1936 (NSW)*. It is registered with the Australian Business Register - Australian Business Number 43 000 071 125 and is registered for Goods & Services Tax purposes. The registered office and principal place of business of the company is 81 Princes Highway, EDEN, NSW, 2546. The financial report was authorised for issue by the Directors on 23 June 2022.

Comparatives are consistent with prior years, unless otherwise stated.

The financial report covers Eden Fishermen's Recreation Club Limited as an individual entity. Eden Fishermen's Recreation Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Eden Fishermen's Recreation Club Limited is Australian dollars.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001*.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Company is a Not for Profit Entity with a main objective of providing quality sporting facilities in Eden NSW. The Board has reviewed its income tax status and have assessed the Company to be exempt from income tax under section 50-45 of the *Income Tax Assessment Act, 1997* (Cth). Consequently, no provision for taxation has been made in the financial statements.

(b) Revenue and other income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability. None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

Sales and services revenue

Sale revenue includes bar sales, poker machine income, catering income, greens income, keno income and TAB income. All of the services and goods for these revenue items are provided to customers at the time of the sale and income is accounted for at that time. If deposits are held for any of these revenue items a liability is booked until the service or goods have been provided to the customer and then as income.

Membership income

Membership income is received in advance for the period of membership paid for. A liability is booked for membership income received in advance with the income spread over the membership period paid for.

Notes to the Financial Statements

For the Year Ended 30 April 2022

2 Summary of Significant Accounting Policies

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(c) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST. Cash flows in the statement of cash flows are included 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 taxation authority is classified as operating cash flows.

(d) Volunteer services

No amounts are included in the financial statements for services donated by volunteers.

(e) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(f) Leases

At inception of a contract, the Company assesses whether a lease exists.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

Notes to the Financial Statements

For the Year Ended 30 April 2022

2 Summary of Significant Accounting Policies

(g) Inventories

Inventories are measured at the lower of cost and net realisable value.

(h) Property, Plant and Equipment

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

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Land and buildings

Land is measured using the revaluation model. Buildings are measured using the cost model.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Useful life
Buildings	20 to 40 years
Plant and Equipment	3 to 20 years

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Notes to the Financial Statements

For the Year Ended 30 April 2022

2 Summary of Significant Accounting Policies

(i) Acquisition of Assets

The purchase method of accounting is used to account for all acquisitions of assets regardless of what assets are acquired. Cost is measured as the fair value of assets given up as the date of acquisition plus costs directly attributable to the acquisition. Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is Company's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions. As per the Company accounting policy, only property, plant & equipment assets with an acquisition cost above \$500.00 (excluding GST) are capitalised. All other fixed asset acquisitions with a cost below this are expensed in the period in which they relate to.

(j) Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

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

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

Amortised cost

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income is recognised in profit or loss.

Notes to the Financial Statements

For the Year Ended 30 April 2022

2 Summary of Significant Accounting Policies

Financial assets

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost
- debt investments measured at FVOCI

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held).

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default. The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance. Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method. The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

Notes to the Financial Statements

For the Year Ended 30 April 2022

2 Summary of Significant Accounting Policies

(k) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

(l) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefit will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(m) Members Mortuary Insurance and Accident Insurance Schemes

The Company self-insures those members who have retained their eligibility for benefits by paying an additional membership subscription. An amount of \$650 is payable to the estate of eligible members who die from natural causes. The provision of \$168,600 in the accounts is based on actuarial advice and is the Directors estimate and takes into account the present, discounted, value of future expected payments.

(n) Net Current Deficit

At 30 April 2022, the Company was in a net current liability position of \$1,151,011 (2021: net current deficit position of \$2,005,341). Notwithstanding this, the financial report has been prepared on a going concern basis on the basis that the Club Board formally executed an Umbrella Agreement and Loan Agreement with Lincoln Place Developments on July 12th 2019 and has formally activated the commercial development agreements to commence development of the Eden Gardens Country Club. The Company's ability to continue as a going concern is dependent on the successful completion of the development, increased trade at the Country Club premises and predicted increase in revenue streams along with required decreases in other operational expenditure.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - provisions

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

Notes to the Financial Statements

For the Year Ended 30 April 2022

4 Revenue and Other Income

Revenue from continuing operations

	2022	2021
	\$	\$
Revenue from contracts with customers (AASB 15)		
- Bar sales	969,230	983,530
- Catering sales	2,103	11,321
- Poker machine income	1,957,745	2,190,362
- Keno commission	75,988	101,114
- TAB commission	6,403	12,756
- Entertainment receipts	90,088	101,544
- Greens income	91,354	118,439
- Member subscriptions	144,274	152,385
- Other operating income	9,079	64,629
	3,346,264	3,736,080
Revenue recognised on receipt (not enforceable or no sufficiently specific performance obligations - AASB 1058)		
- Government subsidies	159,298	172,236
Total Revenue	3,505,562	3,908,316

Disaggregation of revenue from contracts with customers

Revenue from contracts with customers has been disaggregated into revenue recognised at a point in time and over time which is only applicable to membership subscriptions and the following table shows this breakdown:

Revenue recognised at a point in time and over time

- At a point in time	3,201,990	3,583,695
- Over time - member subscriptions	144,274	152,385
Revenue from contracts with customers	3,346,264	3,736,080

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Notes to the Financial Statements**For the Year Ended 30 April 2022****5 Finance Income and Expenses****Finance income**

	2022	2021
	\$	\$
Interest income		
- Assets measured at amortised cost - cash at bank	<u>152</u>	<u>16</u>

Finance expenses

Interest expense on borrowings	131,771	45,277
Interest expense on lease liability	<u>6,627</u>	<u>2,588</u>
Total finance expenses	<u>138,398</u>	<u>47,865</u>

6 Cash and cash equivalents

Cash at bank and on hand	<u>333,359</u>	<u>3,144,794</u>
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Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

Cash and cash equivalents		333,360	3,144,794
Bank overdraft	11	<u>(75,958)</u>	<u>-</u>
Balance as per statement of cash flows		<u>257,402</u>	<u>3,144,794</u>

7 Trade and other receivables**CURRENT**

Trade receivables	109,677	9,103
Sundry debtors	99,341	87,864
GST receivable	<u>41,292</u>	<u>10,034</u>
Total current trade and other receivables	<u>250,310</u>	<u>107,001</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Notes to the Financial Statements For the Year Ended 30 April 2022

8 Property, plant and equipment

	2022 \$	2021 \$
LAND AND BUILDINGS		
Freehold land		
Recreation Club	-	1,950,000
Country Club	4,206,196	4,200,000
Total freehold land	4,206,196	6,150,000
Course Construction		
At cost	147,403	70,619
Buildings		
Recreation Club - at cost	-	2,535,234
Accumulated depreciation	-	(2,388,241)
	-	146,993
Country Club at cost	4,765,398	1,423,577
Accumulated depreciation	(648,083)	(525,146)
	4,117,315	898,431
Total buildings	4,117,315	1,045,424
Total land and buildings	8,470,914	7,266,043
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	4,992,109	5,135,087
Accumulated depreciation	(3,965,314)	(4,000,855)
Total plant and equipment	1,026,795	1,134,232
Total property, plant and equipment	9,497,709	8,400,275

Eden Fishermen's Recreation Club Limited

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Notes to the Financial Statements

For the Year Ended 30 April 2022

8 Property, plant and equipment

Movements in Carrying Amounts

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

	Freehold Land Rec Club	Freehold Land Golf Club	Buildings Rec Club	Buildings Country Club	Plant and Equipment	Course Construction
	\$	\$	\$	\$	\$	\$
Year ended 30 April 2022						
Balance at the beginning of year	1,950,000	4,200,000	146,993	898,431	1,134,232	70,619
Additions	-	6,196	-	3,483,486	135,145	76,784
Disposals	(1,950,000)	-	(142,238)	(141,665)	-	-
Depreciation expense	-	-	(4,755)	(122,937)	(346,622)	-
Transfer from right of use assets (Note 9)	-	-	-	-	104,040	-
Balance at the end of the year	-	4,206,196	-	4,117,315	1,026,795	147,403
						Total
						\$
Year ended 30 April 2022						
Balance at the beginning of year						8,400,275
Additions						3,701,611
Disposals						(2,233,903)
Depreciation expense						(474,314)
Transfer from right of use assets (Note 9)						104,040
Balance at the end of the year						9,497,709

Core and Non-Core Property - Registered Clubs Act 1976 (NSW)

At a general meeting of members held on 12 June 2019 land at Lot 1 and 2 in Deposited Plan 1126141 was approved as non-core property under the *Registered Clubs Act 1976* (NSW) which enables the Company to sell, lease exchange or otherwise dispose of this land. The sale of this land is expected to be finalised in October 2022. All other land and all buildings of the Company are Core property under the *Registered Clubs Act 1976* (NSW) and cannot be disposed of etc. without prior approval from the members of the Company.

Land and Buildings Information

Freehold Buildings at the Country Club were valued on the 30th April 2016 by independent valuers at fair value. The valuation prior to the Clubhouse redevelopment in 2022 was \$1,525,000 which far exceeded the book value. A current valuation of the Buildings will be conducted in the near future however the Board believe that the fair value of Buildings exceeds the book value that is carried in the financial statements. Freehold Land at the Country Club was valued on 29th November 2017 by independent valuers at fair value of \$4,200,000.

Identifiers	Description	Title
Lots 1, 2 & 3 DP 112641	Lots 1, 2 & 3 DP 112641	Freehold title and ownership held by Eden Fishermen's Recreation Club Ltd.
Lot 4 DP 112641	10th hole, 11th hole and 12th hole	Perpetual lease from the Bega Valley Shire Council which is renewable on a 45 year term, which commenced on the 1 August 1983.
Lot 214, 218 & 219 DP 729204, and Lot 94 DP 750205	Remainder of Club lands	Perpetual lease from the State of New South Wales which is renewable on a 25 year term, which commenced on the 3 August 2001.

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Notes to the Financial Statements

For the Year Ended 30 April 2022

9 Leases

Company as a lessee

The Company has leases over a range of assets including land and equipment.

Terms and conditions of leases

Land

The Company leases land at the Country Club premises from the NSW Department of Industry and the Bega Valley Shire Council. Both leases are in effect perpetual leases and as such have not been accounted for under AASB 16. Yearly rental payments will continue to be expensed as per AASB 117.

Equipment

A lease is held for club equipment which has a term of 5 years beginning in December 2021.

Right-of-use assets

	Leased Plant and Equipment \$
Year ended 30 April 2022	
Balance at beginning of year	104,040
Additions to right of use assets	29,579
Amortisation	(989)
Transfer to property, plant and equipment (Note 8)	(104,040)
Balance at end of year	28,590
Year ended 30 April 2021	
Balance at beginning of year	125,283
Amortisation	(21,243)
Balance at end of year	104,040

Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year \$	1 - 5 years \$	Total undiscounted lease liabilities \$	Lease liabilities included in this Statement Of Financial Position \$
2022				
Lease liabilities	6,755	30,218	36,973	33,416
2021				
Lease liabilities	10,526	-	10,526	10,148

Notes to the Financial Statements

For the Year Ended 30 April 2022

9 Leases

Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to leases where the Company is a lessee are shown below:

	2022	2021
	\$	\$
Lease income - catering	53,227	15,405
Lease income - mobile tower	-	16,498
	<u>53,227</u>	<u>31,903</u>
Interest expense on lease liabilities	(6,627)	(2,588)
Amortisation of right-of-use assets	(989)	(21,243)
	<u>45,611</u>	<u>8,072</u>

Statement of Cash Flows

Total outflow for leases	(6,311)	(67,357)
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10 Trade and Other Payables

Trade payables	249,896	555,905
Accrued expenses	222,530	175,708
Sundry creditors	6,048	5,573
	<u>478,474</u>	<u>737,186</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

Notes to the Financial Statements

For the Year Ended 30 April 2022

11 Borrowings

	2022	2021
	\$	\$
CURRENT		
Unsecured liabilities:		
Bank overdraft	75,958	-
Other loans - supplier invoice loans (interest bearing)	54,298	7,158
	130,256	7,158
Secured liabilities:		
Equipment loans	40,357	121,941
Loan - Lincoln Place Developments Pty Ltd	150,000	150,000
Loans - Ryde-Eastwood Leagues Club	-	3,500,000
	190,357	3,771,941
Total current borrowings	320,613	3,779,099
NON-CURRENT		
Secured liabilities:		
Equipment loans	68,676	94,700
Total non-current borrowings	68,676	94,700
Total borrowings	389,289	3,873,799

Summary of borrowings

- (i) National Australia Bank
The bank overdraft is un-secured.
- (ii) Loan - Lincoln Place Developments Pty Ltd
The loan is provided in relation to the development with Lincoln Place Developments Pty Ltd at the Country Club. It is interest bearing and is secured by first mortgage over land at Lot 2 DP 112641 being land at the Country Club. The loan will be offset by monies owed to the Company by the lender from the development which is expected to be in October 2022.
- (iii) Loan - Ryde-Eastwood Leagues Club
The loan was repaid during the financial year.
- (iv) Equipment Loans
Equipment loans are held with the CBA and two other finance companies. The equipment loans are secured by the underlying assets.

Notes to the Financial Statements

For the Year Ended 30 April 2022

12 Provisions

	2022	2021
	\$	\$
CURRENT		
Provision for bonus points liability	21,150	23,555
Provision for poker machine jackpots	77,747	55,734
	<u>98,897</u>	<u>79,289</u>
NON-CURRENT		
Provision for mortuary insurance claims	<u>168,600</u>	<u>168,600</u>

Provision for Poker Machine Jackpots

A provision is recognised for poker machine jackpots not paid as at year end.

Provision for Bonus Points

A provision is recognised for member bonus points not paid as at year end. It has been calculated by the Club's membership system.

13 Other Liabilities

CURRENT		
Member subscriptions in advance	34,574	33,086
Deposit held for property sales	483,146	408,908
	<u>517,720</u>	<u>441,994</u>
NON-CURRENT		
Income in advance	<u>-</u>	<u>78,797</u>

14 Employee Benefits

Current liabilities		
Provision for long service leave	191,718	228,977
Provision for annual leave	220,802	225,856
	<u>412,520</u>	<u>454,833</u>

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Notes to the Financial Statements

For the Year Ended 30 April 2022

15 Financing Facilities

Unrestricted access was available at balance date to a bank overdraft with the following facilities available from the National Australia Bank (prior year Commonwealth Bank of Australia had a temporary increase in the overdraft limit at balance date). A credit card facility of \$15,000 is available however is cleared monthly. Additionally, the company has access to \$250,000 with the NAB for asset financing/leasing.

	2022	2021
	\$	\$
Bank overdraft facility	100,000	100,000
Bank overdraft balance	(75,958)	(205,725)
Available	24,042	(105,725)
Line of Credit facility	-	250,000
Line of Credit balance	-	(249,778)
Available	-	222
Bank loan facility	-	153,290
Bank loan balance	-	(153,290)
Available	-	-
Under / (Over) facility	24,042	(105,503)

16 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the Company. At 30 April 2022 the number of members was 2,282 (2021: 2,296).

17 Contingencies

Contingent Liabilities

As at 30 April 2022 the Company had 321 eligible members of the mortuary scheme. This represents a contingent liability of \$208,650 for the members of this scheme. \$168,600 is included in the financial statements (Note 12) to provide for the Directors estimate of the present, discounted, value of future expected payments.

18 Key Management Personnel Disclosures

The Company is run by the Board of Directors. All major business decisions are made by the Board. The day to day business of the Company is run by the employees of the Company. As all major business decisions are made by the Board, no key management personnel disclosures are deemed appropriate.

Notes to the Financial Statements

For the Year Ended 30 April 2022

19 Related Parties

(a) The Company's main related parties are as follows:

Key management personnel - refer to Note 18.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

(b) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. The directors did not receive any remuneration from the company during the year other than reimbursement of out of pocket expenses that have been fully substantiated.

20 Events Occurring After the Reporting Date

The financial report was authorised for issue on 23 June 2022 by the Board of Directors.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

21 Intangible Assets - Gaming Machine Entitlements

The Club operates 60 poker machines and holds an additional 22 Gaming Machine Entitlements. At this time, it is not the intention of the Company to trade in or sell these entitlements and therefore no future benefit will arise. No assessment has accordingly been made in their intrinsic worth or fair value.

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 25, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 April 2022 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company 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



Colin Clarke

Director



Elizabeth Buckland

EDEN

Dated 23 June 2022

Independent Audit Report to the members of Eden Fishermen's Recreation Club Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Eden Fishermen's Recreation Club Limited (the Company), which comprises the statement of financial position as at 30 April 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 April 2022 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

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

Emphasis of Matter

The ongoing financial effect of the COVID-19 virus is unknown. The financial report has been prepared on the basis that the company is a going concern however due to the uncertainty of the effects of the ongoing COVID-19 virus disruptions the future financial viability of the company may be significantly affected.

Other Information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is included in the annual report, (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 on the other information obtained prior to the date of this auditor's report, 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 Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Independent Audit Report to the members of Eden Fishermen's Recreation Club Limited (Continued)

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.

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 report, 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 Entity'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 report 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 Entity to cease to continue as a going concern.

We communicate with those charged with governance regarding, 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 our audit.

KOTHES

Chartered Accountants



S.N. BYRNE
Partner
Registered Company Auditor (#153624)
EDEN
23 June 2022



Supplementary Information For the Year Ended 30 April 2022

The additional financial data presented on the following pages is in accordance with the books and records of the Company which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 30 April 2022. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Eden Fishermen's Recreation Club Limited) in respect of such data, including any errors or omissions therein however caused.

KOTHES **Chartered Accountants**

A handwritten signature in black ink, appearing to read 'S.N. Byrne', with a long horizontal stroke extending to the right.

S.N. BYRNE
Partner
Registered Company Auditor (#153624)
EDEN
23 June 2022



CHARTERED ACCOUNTANTS
AUSTRALIA • NEW ZEALAND

Liability limited by a scheme
approved under Professional
Standards Legislation

DIRECTORS

Simon Byrne
Fiona Dunham
Gary Pearce
Kevin Philistin
Gary Skelton

BECA
MERIMBULA
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ABN 36 472 755 795

Independent Regional Member of Walker Wayland Australasia Limited

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Profit and Loss Account
For the Year Ended 30 April 2022

	2022 \$	2021 \$
BAR GROSS PROFIT		
Bar Sales	969,230	983,530
LESS Cost of Goods Sold	(424,955)	(393,740)
	-----	-----
	544,275	589,790
	=====	=====
OTHER OPERATING INCOME		
Poker Machines Net	1,957,745	2,190,363
Keno Commission	75,988	101,114
TAB Commission	6,403	12,756
Catering Sales	2,103	11,321
Golf Sales	112,317	129,342
Rent Received	53,227	15,405
Entertainment Receipts	90,088	101,544
Other Sundry Income	9,081	64,629
Members Subscriptions	144,274	152,384
	-----	-----
	2,451,226	2,778,858
	-----	-----
NET GROSS PROFIT & OTHER INCOME	2,995,501	3,368,648
	=====	=====
SITE LABOUR		
Wages and Salaries (less JobKeeper subsidy for 2021 year)	1,310,013	878,507
Payroll & Employment Taxes	6,109	24,965
Workers Compensation Costs	29,708	33,673
Staff Expenses	17,823	16,408
Superannuation	102,337	130,985
	-----	-----
	1,465,990	1,084,538
	=====	=====
SITE OVERHEADS		
Direct Expenses		
Poker Machine Tax	268,120	301,187
Poker Machine Monitoring Cost	3,873	9,766
Poker Machine Promotions	31,185	23,650
Other Promotion & Advertising Costs	77,746	35,251
Club Entertainment	5,013	6,278
Raffle & Bingo Costs	97,211	88,732
Cash Discrepancies	821	716
Commissions Paid	54,000	50,000
Power Light & Heat	116,457	125,752
Insurance	206,657	158,044
Cleaning & Laundry	113,026	141,239
License Fees	1,432	2,681
Staff Training, Development & Other	332	1,690
Telephone	11,354	10,651
Security	4,641	5,111
Foxtel	15,954	14,425
	-----	-----
	1,007,822	975,173
	-----	-----

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Profit and Loss Account**For the Year Ended 30 April 2022 (continued)**

	2022 \$	2021 \$
Asset Operating Expenses		
Repairs, Maintenance & Greens	171,199	186,988
Operating Supplies & Machine Rents	96,583	81,075
Motor Vehicle & Greens Equip. Expenses	52,757	47,091
Rates & Rents	90,868	66,006
	-----	-----
	411,407	381,160
	-----	-----
Members Benefits		
Free Food & Drink	1,090	439
Affiliation Fees	12,937	13,224
	-----	-----
	14,027	13,663
	-----	-----
TOTAL SITE OVERHEADS	1,433,256	1,369,996
	=====	=====
Gross Profit from trading	96,255	914,114
	=====	=====
DEPRECIATION & AMORTISATION		
Buildings	127,692	33,017
Plant & Equipment	347,611	384,255
	-----	-----
Total Depreciation & Amortisation	475,303	417,272
	-----	-----
Profit / (Loss) from trading after Depreciation & Amortisation	(379,048)	496,842
	=====	=====

Eden Fishermen's Recreation Club Limited

A.B.N 43 000 071 125

Profit and Loss Account**For the Year Ended 30 April 2022 (continued)**

	2022 \$	2021 \$
ADMINISTRATION EXPENSES		
Staff Expenses	12,153	6,920
Long Service Leave Provision	(4,353)	35
	-----	-----
	7,800	6,955
	-----	-----
<i>Other</i>		
Auditors Remuneration – Auditing	30,324	30,103
Auditors Remuneration - Other Services	55	490
Bank Fees	9,722	13,386
Computer Charges	17,685	13,062
Directors Expenses	14,463	4,135
Donations & Sponsorships	18,274	9,160
Insurance	2,147	2,915
Legal Fees	100,842	12,126
Other Expenses	16,643	(5,741)
Operating Supplies & Machine Rentals	7,810	3,862
Other Professional & Accounting Fees	24,250	22,033
Printing, Post & Stationery	13,405	11,198
Repairs & Maintenance	653	39
Staff Training	2,486	464
Business Development Expense	3,990	9,145
Subscriptions	11,027	9,285
Telephone & Communication Costs	2,328	4,344
	-----	-----
	276,104	140,006
	-----	-----
MEMBER AMENITIES		
Mortuary Payments	7,150	10,400
	-----	-----
TOTAL ADMINISTRATION EXPENSES	291,054	157,361
	=====	=====
FINANCIAL INCOME & EXPENSES		
Interest on Investments	152	16
Interest Paid Bank and Other	(138,398)	(47,865)
OTHER INCOME		
Government subsidies	159,298	172,236
	-----	-----
Operating result before surplus on disposal of P, P & E	(649,050)	463,868
	=====	=====
Surplus from disposal of property, plant and equipment	2,598,958	--
	-----	-----
Operating surplus before income tax	1,949,908	463,868
	=====	=====