

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

REPORT OF THE COMMITTEE

To be presented to the Sixth Annual General Meeting of the Members to be held on Wednesday, 9th August, 1978 at 8 p.m.

The Committee of The Albury Sailors, Soldiers and Airmen's Club Ltd., submits herewith the Balance Sheet at 31st May, 1978, and the Profit and Loss Statement for the Club for the twelve months ended on 31st May, 1978, and reports as follows :-

The names of the Committee in office at the date of this report are as follows :-

PRESIDENT

Mervyn Burke

VICE PRESIDENTS

Desmond J. Flynn  
William Clarkson

COMMITTEEMEN

Malcolm C. Donnelly  
Frederick T. Hallandale  
Brian W. Johnson  
Keith D. Kohn  
John R. Mitchell  
Kevin B. Oliver  
Paul S. Packham  
Kenneth D. Parker  
Eric Shields  
George T. Spurr  
Keith R. Taylor  
James J. Walsh

The principal activities of the Club are that of a social club with associated sporting activities.

The Net Profit of the Club for the twelve months ended 31st May, 1978, amounted to \$212470.

A provision of \$25800 has been made in the accounts for Company Income Tax, which has been calculated in accordance with the Taxation Office formula for determining the amount of income applicable to non-members which is subject to Company Taxation.

During the year \$4195 was paid from the Provision for Long Service Leave to employees who retired from the Club's employment. A further \$4495 has been added to the Provision for Long Service Leave to provide adequately for the Club's liability to its employees at the end of the financial year.

No variation to the Provision for Holiday Pay and Accrued Sick Leave has been made in the current year's accounts, as the provision created in the previous financial year (\$27400) is adequate to provide for the Club's accruing liability to its employees in respect to holiday pay and sick leave pay, as at 31st May, 1978.

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

REPORT OF THE COMMITTEE (Cont.)

The Club is a Company Limited by Guarantee, and has not therefore issued any Shares or Debentures during the period covered by the accounts.

The Club is a non-proprietary Company, and therefore has not declared or paid any dividend during the period covered by the accounts, nor is it recommended that any dividend should be paid from the Net Profit disclosed in the Accounts.

Prior to the preparation of the Profit and Loss Statement and Balance Sheet the Committee took reasonable steps to ascertain that all Bad Debts of the Club had been written off, and that no provision for Doubtful Debts was necessary.

At the date of this Report, the Committee is not aware of any circumstances which could render the amount written off for bad debts, or the lack of a provision for doubtful debts, inadequate to any substantial extent.

The Committee took reasonable steps, before the Profit and Loss Statement and Balance Sheet were made out to ascertain that the current assets of the Club, other than Debtors, were shown in the accounting records of the Club at a value equal to or below the value that would be expected to be realised in the ordinary course of business.

At the date of this report, the Committee is not aware of any circumstances which would render the value attributable to the current assets in the Club's accounts misleading.

The only charges on the assets of the Club are the mortgages in favour of the National Bank of Australasia Ltd., and of the Officers Provident Fund of that Bank. No further charge on the assets of the Club has arisen since the end of the financial year to the date of this report to secure the liability of any other person.

During the financial year the Club entered into a contract for Building Alterations amounting to \$628578. The balance of the contract for work incomplete at 31st May, 1978 is \$463264, which is shown in the notes to the accounts. The Club has also given order ~~for~~ for the supply of replacement poker machines costing \$44730 and furniture costing \$35154 to be delivered during the 1978-79 financial year.

No other contingent liability has arisen since the end of the financial year to the date of this report.

No contingent liability has become enforceable or is likely to become enforceable within a period of twelve months after the end of the financial year, which in the opinion of the Committee, will or may affect the ability of the Club to meet its obligations as and when they fall due.

At the date of this report, the Committee is not aware of any circumstances not otherwise dealt with in the report, which renders any amount stated in the accounts misleading.

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

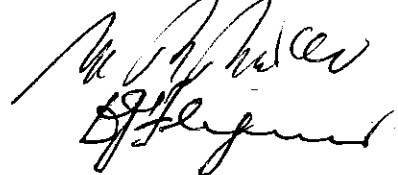
REPORT OF THE COMMITTEE (Cont.)

The results of the Club's operations during the period covered by the accounts, have not in the opinion of the Committee been substantially affected by any item, transaction or event of a material and unusual nature except in respect to the general disruption to trading whilst building alterations are in progress.

Since 31st May, 1978, and to the date of this report, in the opinion of the Committee, no item, transaction or event of a material and unusual nature except the building alterations has occurred which would substantially affect the results of the Club for the succeeding financial year.

No Committeeman has received or has become entitled to receive a benefit since the end of the previous financial year by reason of a contract made by the Club with the Committeeman, or with a Company in which he has a substantial financial interest save and except dealings in the ordinary course of business with W. Clarkson for painting, M. B. Burke for plastering, and R. Mitchell for maintenance.

On behalf of the Committee,



Dated at ALBURY  
This 10th day of  
JULY, 1978.

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

PROFIT AND LOSS STATEMENT

For Twelve Months ended 31st May, 1978.

<u>1976-77</u>			<u>1977-78</u>
1380126	<u>GROSS INCOME OF THE CLUB WAS</u>		1649968
317	Profit on Plant Disposals		764
6567	Income on Investments		13784
<hr/>			<hr/>
1387010			1664516
<hr/> <hr/>			
	<u>Less</u>		
	Salaries, Wages, Licence Fees and General		
1096394	Operating Expenses	1266372	
6931	Interest on Mortgage Loan	6429	
254	Bad Debts Written Off	350	
1988	Audit Fees	2200	
75	Legal Costs	278	
1410	Cricket Pitch Development	-	
	Provision for Depreciation of Plant,		
60952	Furniture, Fittings etc	81890	
39400	Provision for Depreciation of Buildings	39800	
20429	Loss on Plant Disposals	15433	
8300	Contributions to Sports Council	9000	
2269	Provision for Long Service Leave	4494	
	Provision for Accrued Holiday Pay and		
27400	Sick Leave	-	
14850	Provision for Income Tax	25800	
<hr/>		<hr/>	
1280652		1452046	1452046
<hr/> <hr/>		<hr/> <hr/>	<hr/> <hr/>
106358	<u>NET PROFIT (Note 1)</u>		\$ 212470
<hr/>			<hr/> <hr/>

NOTES

1. The Club is a non-proprietary company and the Net Profit has been added to the Capital Account.
2. The following Entertainment Allowance was paid to a Director of the Club during the period covered by the accounts :-

Mervyn Burke

\$2832

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

PROFIT AND LOSS STATEMENT (Cont.)

For Twelve Months ended 31st May, 1978.

NOTES (Continued)

3. The Provision for Income Tax has been calculated in accordance with the Taxation Office formula for determining the amount of income applicable to non-members which is subject to Company Taxation.
4. Auditors remuneration for the year amounted to \$2200 (1977-\$1988). No other remuneration or benefits were received by the Auditors in respect of their services to the Company.

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

PROFIT AND LOSS STATEMENT

For Twelve Months ended 31st May, 1978.

<u>1976-77</u>			<u>1977-78</u>
549157	<u>BAR SALES</u>		596943
	Less		
355098	<u>COST OF GOODS SOLD</u>		361589
194059	<u>GROSS PROFIT ON BAR TRADING</u>		235354
1161168	<u>POKER MACHINE TAKINGS</u>		1388638
1355227			1623992
15174	Members Subscriptions		15948
5981	Entrance Fees		5880
1492	Sporting Subscriptions and Fees		1566
1466	Commissions Received		1418
786	Sales of Badges and Ties		1164
6567	Interest on Investments		13784
317	Profit on Plant Disposals		764
1387010			1664516
	<u>LESS EXPENSES</u>		
500248	Salaries and Wages	552560	
307850	Licences and Subscriptions	364373	
13495	Rates	16550	
38405	Lighting, Heating and Cooling	39544	
49884	Repairs and Maintenance	77802	
6931	Interest Paid	6429	
25586	Payroll Tax	27997	
7884	Laundry and Cleaning	8825	
15694	Insurances	18087	
3375	Telephone	4065	
9435	Printing and Stationery	10187	
1941	Postages	2111	
1988	Audit Fees	2200	
3245	Accountancy Fees	3735	
254	Bad Debts Written Off	350	
896	Bank Charges	1219	
9527	Counter Lunch	11257	
10756	Catering	13687	
10877	General Expenses	13673	
1018271	C/fwd ..	1174651	1664516

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

PROFIT AND LOSS STATEMENT (Cont.)

For Twelve Months ended 31st May, 1978.

<u>1976-77</u>			<u>1977-78</u>
1018271	B/fwd ..	1174651	1664516
75	Legal Expenses	278	
3327	Entertaining Allowances	5026	
299	Competitions	460	
2407	Sporting Materials and Expenses	5844	
1410	Cricket Pitch Development	-	
2528	Uniforms	4395	
2625	Annual Picnic Expenses	2703	
149	Presentations	525	
3782	Travelling Expenses	2450	
43355	Entertainment Expenses	50408	
5858	Donations	5975	
936	Staff Superannuation	880	
22030	Bowling Green Wages and Maintenance Expenses	22034	
8300	Contributions to Sports Council	9000	
	Depreciation -		
60952	Plant Furniture and Equipment	81890	
39400	Buildings	39800	
20429	Loss on Disposal of Plant	15433	
2269	Further Provision for Long Service Leave	4494	
	Provision for Accrued Holiday Pay and Sick Leave Pay	-	
27400			
<u>1265802</u>		<u>1426246</u>	<u>1426246</u>
121208	<u>NET PROFIT BEFORE TAX</u>		238270
14850	Provision for Company Taxation		25800
<u>106358</u>	<u>NET PROFIT</u>		<u>212470</u>

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

BALANCE SHEET

As at 31st May, 1978.

31.5.77

31.5.78

FIXED ASSETS

LAND AND BUILDINGS

1287739 AT COST TO 31/5/77 1472895  
185156 ADDITIONS 77-78 AT COST 177373

1472895 1650268

102400 Less Provision for Depreciation (142200)

1370495 1508068

PLANT, FURNITURE AND FITTINGS

339373 AT COST TO 31/5/77 443728  
51936 Less Disposals at cost 62779

287437 380949  
156291 Additions at cost 130616

443728 511565  
143284 Less Provision for Depreciation (189363) 322202

300444 TOTAL FIXED ASSETS 1830270 1830270

CURRENT ASSETS

10900 CASH ON HAND 12200

200000 CASH ON DEPOSIT 200000

NATIONAL BANK OF A/ASIA LTD.

19980 CURRENT ACCOUNT 108705

197 SUNDRY DEBTORS 934

30946 STOCK ON HAND 33668

443 INCOME ACCRUED DUE 12245

262466 TOTAL CURRENT ASSETS 367752 367752

1933405 C/fwd .. 2198022

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

BALANCE SHEET (Cont.)

As at 31st May, 1978.

<u>31.5.77</u>				<u>31.5.78</u>
1933405	B/fwd ..			2198022
	<u>LESS LIABILITIES</u>			
	<u>CURRENT LIABILITIES</u>			
249331	<u>TRADE CREDITORS AND ACCRUED EXPENSES</u>	300359		
	<u>SUBSCRIPTIONS AND ENTRANCE FEES IN</u>			
698	ADVANCE	970		
14850	PROVISION FOR INCOME TAX	25800		
17200	PROVISION FOR LONG SERVICE LEAVE	17500		
27400	PROVISION FOR ACCRUED HOLIDAY PAY			
	AND SICK LEAVE	27400		
309479	<u>TOTAL CURRENT LIABILITIES</u>	372029	372029	
	<u>MORTGAGE LOANS (NOTE 1)</u>			
	<u>NATIONAL BANK OF A/ASIA LTD.</u>			
30000	OVERDRAFT	30000		
75000	OFFICERS PROVIDENT FUND LOAN	66000		
105000	<u>TOTAL MORTGAGE LOANS</u>	96000	96000	
414479	<u>TOTAL LIABILITIES</u>		468029	468029
1518926	<u>NET ASSETS</u>			1729993
	Representing :-			
	<u>CAPITAL ACCOUNT</u>			
1412335	Balance 1/6/1977			1518927
	Income Tax			
-	Underprovided 1976-77			1404
233	Overprovided 1975-76			-
1412568				1517523
106358	<u>NET PROFIT</u>			212470
1518926				1729993

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

BALANCE SHEET (Cont.)

As at 31st May, 1978.

31.5.77

31.5.78

NOTE 1 - Mortgage Loans are repayable as follows :-

- (a) National Bank of Australasia Ltd., Overdraft is subject to review annually in April.
- (b) Loan from the Officers Provident Fund of the National Bank of Australasia Ltd., is repayable November, 1978.

NOTE 2 - CAPITAL EXPENDITURE

The Club has a commitment for Capital Expenditure in respect to building alterations yet to be completed, amounting to \$463264 at 31st May, 1978.

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

(A Company Limited by Guarantee)

STATEMENT OF ACCOUNTING POLICIES

1. TRADING STOCK VALUATION

Stock on Hand (\$33668) has been valued at landed cost on the first in / first out basis.

2. DEPRECIATION

Depreciation is provided on Plant, Furniture and Fittings on diminishing value method based on the expected useful life of each asset. Profits and Losses on disposal of these fixed assets are taken into account in determining the operating profit for the year.

Buildings are depreciated on a flat rate based on an anticipated useful life of thirty years. Freehold Land is not depreciated.

3. TAX EFFECT ACCOUNTING

The principles of Tax Effect Accounting have not been applied to the accounts, as in the opinion of the Directors it would be inappropriate to do so.

4. PROVISION FOR ACCRUED HOLIDAY PAY AND SICK LEAVE PAY

Holiday Pay and Sick Leave Pay paid to the staff during the year is charged directly to Salaries and Wages. Variations to the provision for this expense are shown separately in the Profit and Loss Statement under the heading "Provision for Accrued Holiday Pay and Sick Leave Pay".

THE ALBURY SAILORS, SOLDIERS AND AIRMEN'S CLUB LTD.

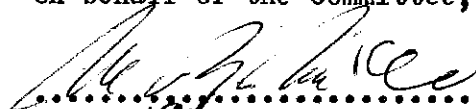

(A Company Limited by Guarantee)

STATEMENT OF COMMITTEE

In the opinion of the Committee of The Albury Sailors, Soldiers and Airmen's Club Ltd., the accompanying Balance Sheet is drawn up so as to give a true and fair view of the state of affairs of the Club as at 31st May, 1978 and the accompanying Profit and Loss Statement is drawn up so as to give a true and fair view of the profit of the Club for the year ended 31st May, 1978.

Dated at ALBURY this 10th day of July, 1978.

On behalf of the Committee,

  
.....  
x   
.....

STATEMENT PURSUANT TO SECTION 162 (12) OF THE COMPANIES ACT

I, DOUGLAS KEITH MILHAM, being the Officer in charge of the preparation of the accompanying accounts for The Albury Sailors, Soldiers and Airmen's Club Ltd., for the year ended 31st May, 1978, state that to the best of my knowledge and belief, such accounts give a true and fair view of the matters required by Section 162 of the Companies Act to be dealt with therein.

Dated at ALBURY this 10th day of July, 1978.

  
.....

AUDITOR'S REPORT

To the Members of  
The Albury Sailors Soldiers and Airmen's Club Ltd.

The accompanying Accounts, being the Balance Sheet and Profit and Loss Statement of the Albury Sailors, Soldiers and Airmen's Club Ltd., are in our opinion properly drawn up in accordance with the provisions of the Companies Act 1961 of New South Wales and so as to give a true and fair view of :-

(a) the state of affairs of the Company as at 31st May, 1978,  
and of its results for the year then ended;

and

(b) the other matters required by Section 162 of the Act to  
be dealt with in such Accounts.

These Accounts do not incorporate the separate activities of the Sports Council or the various club sporting bodies, nor are the Accounts of the Council or sporting bodies audited by this firm.

The accounting records and other records and the registers required by the Act to be kept by the Company have, in our opinion, been properly kept in accordance with the provisions of the Act.

Dated at ALBURY this 11th day of July, 1978.



FOXBURGH, SNARE & CO.



A. J. KOHLER  
PARTNER

Registered under the Public  
Accountants Registration  
Act, 1945, as amended.