

The Entrance Leagues Club Limited
ABN 86 002 501 313

Financial Report
For The Year Ended
30 September 2014

The Entrance Leagues Club Limited
ABN 86 002 501 313

Financial Report
For The Ended 30 September 2014

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The Entrance Leagues Club Limited
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Directors' Report

The Directors submit herewith their report on the company for the financial year ended 30 September 2014.

Information On Directors

The name and particulars of the Directors of the Company in office at the date of this report are:

Name	Particulars
<i>D L Hart</i>	President, Retired Waste Services Manager, joined the board in 1988. <i>Responsibilities:</i> Board Meetings (12): Attended 12 Finance Meetings (6) : Attended 6 Membership/Discipline Meetings (11): Attended 9 Special Meetings (2): Attended 2
A D Russell	Vice President, Retired Engineer, rejoined the board in 2008. <i>Responsibilities:</i> Board Meetings (12): Attended 12 Finance Meetings (6): Attended 6 Membership/Discipline Meetings (11): Attended 7 Special Meetings (2): Attended 2
<i>P J Andrews</i>	Vice President, Retired School Teacher, joined the board in 1988. <i>Responsibilities:</i> Board Meetings (12): Attended 9 Finance Meetings (6): Attended 4 Membership/Discipline Meetings (11): Attended 9 Special Meetings (2): Attended 2
<i>V P Mitchell</i>	Treasurer, Retired Nurse, joined the board in 1986. <i>Responsibilities:</i> Board Meetings (12): Attended 12 Finance Meetings (6): Attended 6 Membership/Discipline Meetings (11): Attended 11 Special Meetings (2): Attended 2
<i>G Rimmer</i>	Director, Business Proprietor, joined the board in 2007. <i>Responsibilities:</i> Board Meetings (12): Attended 9 Membership/Discipline Meetings (11): Attended 10 Special Meetings (2): Attended 2

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Directors' Report

- W Dawes* Director, Retired Council Employee, joined the board in 2011.
Responsibilities:
Board Meetings (12): Attended 10
Membership/Discipline Meetings (11): Attended 9
Special Meetings (2): Attended 2
- G Nixon* Director, Business Unit Manager, joined the board in February 2013.
Responsibilities:
Board Meetings (12): Attended 9
Finance Meetings (6): Attended 6
Special Meetings (2): Attended 2
- P G Dawson* Director, Travel Consultant, joined the board in 2008.
Responsibilities:
Board Meetings (12): Attended 12
Finance Meetings (6): Attended 5
Special Meetings (2): Attended 1
- G J Josephs* Director, Building Contractor, joined the board in 2011.
Responsibilities
Board Meetings (12): Attended 9
Finance Meetings (6): Attended 2
Membership/Discipline meetings (11): Attended 9
Special Meetings (2): Attended 0
- F Hartup* Director, Company Director, joined the board in February 2012
Responsibilities:
Board Meetings (12): Attended 11
Finance Meetings (6): Attended 5
Special Meetings (2): Attended 2

Company Secretary

Mr Mark Chaffey held the position of Company Secretary during and up until the end of the year.

Principal activities

The company's principal activities during the course of the financial year were the operation of a licensed club and to promote the game of rugby league football.

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

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Directors' Report

Membership

The Company is a company limited by guarantee and is without share capital. The number of members as at 30 September 2014 and the comparison with last year is as follows:

2014	14,740
2013	16,243

Operating result

The net profit for the year amounted to \$523,181 compared with \$300,500 in the prior year. This resulted after charging \$1,557,794 (2013:\$1,377,821) for depreciation and amortisation.

Objectives

Short-term Objectives

The vision of the Board and Management is to run a successful business, to be profitable and financially sound, to retain a strong family atmosphere and provide family oriented facilities to the local community. An integral part of this vision is also to retain the personal touch that the Club has with its members and to continue to strive for customer service excellence. This is something that both the Board and Management believe will continue to give the Club a competitive edge as it continues to grow in membership numbers and size.

Be recognised in the community as a progressive and successful Club providing a significant contribution to the community as a whole.

Long-term Objectives

Continue to develop and refine the Club Master Plan, which incorporates, establishing a cyclical refurbishment plan, acquiring additional gaming entitlements, further food options, achieving energy efficiency, upgrading gaming software and implementing a venue wide loyalty programme. The Club wants to ensure that it maintains an emphasis on friendly and personalised customer service.

These long term objectives will be supported by undertaking continual research of the Club's Key markets to ensure that the Club has a competitive edge in its market. The Club will continue to develop products that will foster stronger relationships with sporting groups, local community and local schools.

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Directors' Report

Strategy for achieving the objectives

The strategy for achieving the Club's objectives is to ensure that the Club's Financial Performance is optimised and be able to be monitored by the Board to achieve desired outcomes. Ensuring the profitability of the gaming, and food and beverage sections are maximised through sound management principles and continuing to listen to our members & guests needs and to deliver on these needs.

Performance measurement and key performance indicators

The Club has key performance indicators in place and these key performance indicators are monitored and reviewed on a regular basis to assist and formulate ways to achieve industry benchmark performance in all trading areas of the Club.

Liability of members on winding up

The company is incorporated and domiciled in Australia as a company limited by guarantee. In accordance with the constitution of the company, every member of the company undertakes to contribute an amount limited to \$5 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter. At 30 September 2014 there were 14,740 members.

This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by directors and shown in the company's accounts, or the fixed salary of a full-time employee of the company or a related body corporate.

Proceedings on behalf of company

No person has applied for leave of court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings during the period.

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Directors' Report

Auditor's Independence Declaration

The auditor's independence declaration for the financial year ended 30 September 2014 has been received and can be found on page 8 of the financial statements.

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

D L Hart
Director

V P Mitchell
Director

BATEAU BAY NSW

Dated: 28 October, 2014

**Auditor's Independence Declaration under Section 307C of the
Corporations Act 2001 to the Directors of
The Entrance Leagues Club Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2014 there have been:

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

FORTUNITY ASSURANCE

T R Davidson

Partner

155 The Entrance Road
Erina NSW 2250

Dated: 28 October, 2014

The Entrance Leagues Club Limited
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Statement of Comprehensive Income
For The Year Ended 30 September 2014

	Note	2014 \$	2013 \$
Revenue and Income from operations			
Sale of goods revenue		4,537,183	4,692,219
Rendering of services revenue		8,378,754	7,863,032
Other income		453,730	503,789
	3	13,369,667	13,059,040
Expenses			
Cost of goods sold		(1,992,935)	(2,077,184)
Employee benefits expense		(3,697,859)	(3,726,658)
Poker machine tax, licences and donations		(1,578,867)	(1,455,920)
Entertainment and promotions		(788,440)	(757,587)
Property costs		(809,580)	(848,714)
Other expenses		(2,361,412)	(2,429,883)
		(11,229,093)	(11,295,946)
Earnings before depreciation & finance costs		2,140,574	1,763,094
Depreciation and amortisation		(1,557,794)	(1,377,821)
Finance costs		(59,599)	(84,773)
Profit before income tax expense		523,181	300,500
Income tax expense		-	-
Net profit for the year after income tax		523,181	300,500
Other comprehensive income		-	-
Total comprehensive income for the year		523,181	300,500

The accompanying notes form part of these financial statements.

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Statement of Financial Position
As At 30 September 2014

ASSETS	Note	2014	2013
		\$	\$
Current Assets			
Cash and cash equivalents	4	3,216,489	2,610,911
Trade and other receivables	5	135,767	46,711
Inventories	6	89,109	82,940
Other assets	7	178,735	198,990
Total Current Assets		<u>3,620,100</u>	<u>2,939,552</u>
Non-Current Assets			
Property, plant and equipment	8	8,693,650	9,173,844
Intangible assets	9	172,190	172,190
Total Non-Current Assets		<u>8,865,840</u>	<u>9,346,034</u>
Total Assets		<u>12,485,940</u>	<u>12,285,586</u>
Current Liabilities			
Trade and other payables	10	781,401	948,897
Borrowings	11	24,683	-
Provisions	12	354,231	322,846
Other Liabilities	13	10,897	10,544
Total Current Liabilities		<u>1,171,215</u>	<u>1,282,287</u>
Non-Current Liabilities			
Borrowings	11	845,579	1,073,016
Provisions	12	103,871	97,168
Other	13	28,755	19,776
Total Non-Current Liabilities		<u>978,205</u>	<u>1,189,960</u>
Total Liabilities		<u>2,149,420</u>	<u>2,472,247</u>
Net Assets		<u>10,336,520</u>	<u>9,813,339</u>
Members' Funds			
Retained earnings		10,336,520	9,813,339
Total Members Funds		<u>10,336,520</u>	<u>9,813,339</u>

The accompanying notes form part of these financial statements.

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Statement of Changes in Members Funds
For The Financial Year Ended 30 September 2014

	Retained Earnings	Total
	\$	\$
Balance at 1 October 2012	9,512,839	9,512,839
Total comprehensive income for the year	300,500	300,500
	<hr/>	<hr/>
Balance at 30 September 2013	9,813,339	9,813,339
Total comprehensive income for the year	523,181	523,181
	<hr/>	<hr/>
Balance at 30 September 2014	10,336,520	10,336,520
	<hr/>	<hr/>

The accompanying notes form part of these financial statements.

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Statement Of Cash Flows
For The Year Ended 30 September 2014

	Note	2014 \$	2013 \$
<i>Cash flows from Operating Activities</i>			
Receipts from customers		13,028,256	13,148,708
Receipts from members		46,837	32,482
Payments to employees and suppliers		(11,344,412)	(11,500,125)
Interest received		57,245	64,565
Borrowing costs		(59,599)	(84,773)
Net cash provided by operating activities	(18b)	1,728,327	1,660,857
<i>Cash flows from Investing Activities</i>			
Purchase of property, plant and equipment		(1,099,401)	(1,835,182)
Proceeds from sale of equipment		179,406	511,869
Net cash used in investing activities		(919,995)	(1,323,313)
<i>Cash flows from Financing Activities</i>			
Repayments of borrowings		(280,254)	(387,384)
Proceeds from borrowings		77,500	-
Net cash used in financing activities		(202,754)	(387,384)
<i>Net increase/(decrease) in cash held</i>		605,578	(49,840)
<i>Cash at beginning of the financial year</i>		2,610,911	2,660,751
<i>Cash at the end of the financial year</i>	(18a)	3,216,489	2,610,911

The accompanying notes form part of these financial statements.

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies

Basis of Preparation

The Entrance Leagues Club (Reduced Disclosure Requirements) Limited has elected to early adopt the Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards abs AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements. The company has also adopted AASB 2011-2: Amendments to the Australian Accounting Standards arising from the Trans-Tasman Convergence Project- Reduced Disclosure and AASB 2012-7: Amendments to the Australian Accounting Standards arising from Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards- Reduced Disclosure Requirements of Australian Accounting Standards Board and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about , events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(a) Revenue (cont'd)

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

Donations are recognised as revenue when received.

All revenue is stated net of the amount of goods and services tax (GST).

(b) Inventories

Inventories are measured at the lower of cost and current replacement cost. Inventories held for distribution are measured at cost adjusted, when applicable, for any loss of service potential.

(c) Property, Plant and Equipment

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

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(c) Property, Plant and Equipment (cont'd)

Freehold Property

Freehold land is measured on the cost basis. Buildings are measured on the cost basis less depreciation and impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when the impairment indicators are present (refer to note 1(f) for details of impairment).

Plant and equipment that have been contributed at no cost are recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Leasehold Building	3%
Furniture, fittings and fixtures	6-27%
Office equipment and furniture	9-24%
Poker Machines	30%
Leased plant and equipment	30%

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(c) Property, Plant and Equipment (cont'd)

The assets' residual values and useful lives are reviewed and adjusted if appropriate, at end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplusw relating to that asset are transferred to retained earnings.

(d) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) that are transferred to the entity, are classified as finance leases.

Finance leases are capitalised, recognising an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight line basis over the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

(e) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the entity commits itself to either purchase or sell that asset (i.e. trade date accounting is adopted).

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(e) *Financial Instruments (cont'd)*

Financial instruments are initially measured at fair value plus transactions costs where the instrument is classified “at fair value through profit or loss” in which case transaction costs are expensed to profit and loss immediately.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

(i) Financial assets at fair value through Profit or loss

Financial assets are classified at “fair value through profit or loss” when they are held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(e) Financial Instruments (cont'd)

fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are expected to be sold after 12 months from the end of the reporting period. All other available for sale financial assets are classified as current assets.

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(e) *Financial Instruments (cont'd)*

(v) Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired. A financial asset or a group of financial assets will be deemed to be impaired if, and only if, there is objective evidence of impairment as a result of the occurrence of one or more events (a "loss event"), which as an impact on the estimated future cash flows of the financial asset(s).

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(f) *Impairment of assets*

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such indication exists, an impairment test is carried out on the asset by comparing the recoverable amount if an asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(f) Impairment of assets (cont'd)

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit and loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. in accordance with the revaluation model in AASB 116). Any impairment or loss of a revalued asset is treated as a revaluation decrease in accordance with that other standard.

Where it is not possible to estimate the recoverable amount of an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

(g) 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 settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year 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 not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

(h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(j) Income Tax

The Company is exempt from income tax under section 23 (g) of the Income Tax Assessment act.

(k) Comparative Figures

When required by accounting standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

(l) Trade and other Payables

Trade and other payables represent the liabilities for goods and services received by the company during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(m) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the entity.

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Notes To The Financial Statements
For The Year Ended 30 September 2014

1. Statement of Significant Accounting Policies (cont'd)

(n) Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

(o) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 30 September 2014 reporting periods. The Company's assessment of the impact of these new standards and interpretations is that their adoption is not expected to have a material impact on future financial statements.

	2014	2013
	\$	\$
2. Revenue		
Sale of Goods		
- Bar sales	2,916,855	2,968,807
- Catering sales	1,620,328	1,723,412
Total sale of goods	<u>4,537,183</u>	<u>4,692,219</u>
Rendering of services		
- Poker machine clearances	7,422,029	6,964,538
- TAB commission	98,577	95,610
- Keno commission	138,232	148,873
- Football club income	311,755	290,105
- Bowling club income	23,719	32,725
- Other promotions income	384,442	331,181
Total rendering of services	<u>8,378,754</u>	<u>7,863,032</u>

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Notes To The Financial Statements
For The Year Ended 30 September 2014

	2014	2013
	\$	\$
2. Revenue (cont'd)		
Other Income		
- Commission received	114,182	108,790
- Interest received	57,245	64,565
- Members subscriptions	37,505	36,789
- Other income	87,193	53,135
- Proceeds from sale of non-current asset	157,605	240,510
	453,730	503,789
Total other income	453,730	503,789
Total revenue and other income	13,369,667	13,059,040
3. Profit for the Year		
Depreciation		
- Leasehold buildings	274,702	272,168
- Leasehold buildings-bowling club	58,319	57,047
- Furniture, Fittings and plant	292,915	283,807
- Office Equipment Furniture	20,735	25,631
- Poker machines	911,123	796,215
4. Cash and cash equivalents		
Cash on hand	155,020	182,648
Cash at bank	3,061,469	2,428,263
	3,216,489	2,610,911
	3,216,489	2,610,911

The Entrance Leagues Club Limited
ABN 86 002 501 313

Notes To The Financial Statements
For The Year Ended 30 September 2014

	Note	2014 \$	2013 \$
5. Trade and other receivables			
Other debtors		135,767	46,711
		135,767	46,711
		135,767	46,711
6. Inventories			
Bar Stock		51,210	58,939
Catering Stock		11,823	8,143
Merchandise and prizes		26,076	15,858
		89,109	82,940
		89,109	82,940
7. Other Assets			
Prepayments		169,822	190,077
Deposits		8,913	8,913
		178,735	198,990
		178,735	198,990
8. Property, Plant and Equipment			
Leasehold buildings - at cost		9,198,666	9,092,466
Less: Accumulated depreciation		(3,332,064)	(3,057,362)
		5,866,602	6,035,104
		5,866,602	6,035,104

The Entrance Leagues Club Limited
ABN 86 002 501 313

Notes To The Financial Statements
For The Year Ended 30 September 2014

	Note	2014 \$	2013 \$
8. Property, Plant and Equipment (cont'd)			
Leasehold Buildings - Bowling Club - at independent valuation	(a)	716,713	681,162
Less: Accumulated amortisation		(262,395)	(204,076)
		454,318	477,086
Furniture, fittings & plant - at cost		3,179,162	3,081,376
Less: Accumulated depreciation		(2,443,202)	(2,257,597)
		735,960	823,779
Office equipment & furniture - at cost		242,294	236,291
Less: Accumulated depreciation		(208,626)	(187,890)
		33,668	48,401
Poker machines - at cost		5,334,957	5,007,845
Less: Accumulated depreciation		(3,731,855)	(3,218,371)
		1,603,102	1,789,474
Plant, equipment & vehicles under lease		123,495	123,495
Less: Accumulated amortisation		(123,495)	(123,495)
		-	-
Total Property, Plant and Equipment		8,693,650	9,173,844

The Entrance Leagues Club Limited
ABN 86 002 501 313

Notes To The Financial Statements
For The Year Ended 30 September 2014

2014 **2013**
\$ **\$**

8. Property, Plant and Equipment (cont'd)

- (a) The valuation of The Golden Hind Women's Bowling Club leasehold buildings was based on the assessment of the current market value. The independent valuation on 7 September 2000 was carried out by Robertson & Robertson.

Movements in Carrying Amounts

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

	Leasehold Buildings	Leasehold Buildings – Bowling club	Furniture, Fittings & Plant	Office Equipment & Furniture	Poker Machines	Capital Works	Total
Balance at beginning of year	6,035,104	477,086	823,779	48,401	1,789,474	-	9,173,844
Additions	106,200	35,551	206,090	6,002	745,558	-	1,099,401
Disposals	-	-	(994)	-	(20,807)	-	(21,801)
Depreciation expense	(274,702)	(58,319)	(292,915)	(20,735)	(911,123)	-	(1,557,794)
Carrying amount at the end of the year	5,866,602	454,318	735,960	33,668	1,603,102	-	8,693,650

9. Intangible assets

Poker machine entitlements 172,190 172,190

10. Trade and other payables

Current

Trade Creditors 352,085 603,815
Accruals 429,316 345,082

781,401 948,897

The Entrance Leagues Club Limited
ABN 86 002 501 313

Notes To The Financial Statements
For The Year Ended 30 September 2014

	Note	2014 \$	2013 \$
11. Borrowings			
<i>Current:</i>			
Secured:			
Bill Facility	(i)	-	-
Hire purchase		24,683	-
		24,683	-
<i>Non-Current:</i>			
Secured:			
Bill Facility	(i)	803,000	1,073,016
Hire purchase		42,579	-
		845,579	1,073,016

Secured Liabilities:

- (i) Secured by Registered First Mortgage over the Company's leased land and buildings, an equitable mortgage over the assets and undertakings of the Company and a letter of set-off over Term deposits.
- (ii) Effectively secured over the assets involved.

12. Provisions

<i>Current</i>			
Annual leave		123,526	149,633
Long Service Leave		230,705	173,213
		354,231	322,846
<i>Non-Current</i>			
Long Service Leave		59,229	49,392
Annual Leave		44,642	47,776
		103,871	97,168

The Entrance Leagues Club Limited
ABN 86 002 501 313

Notes To The Financial Statements
For The Year Ended 30 September 2014

	2014	2013
	\$	\$
13. Other Liabilities		
<i>Current</i>		
Members' subscriptions in advance	10,897	10,544
	10,897	10,544
<i>Non Current</i>		
Members' subscriptions in advance	28,755	19,776
	28,755	19,776

14. Financial Risk Management

The carrying amounts for each category of financial instruments, measured in accordance with the accounting policies to these financial statements, are as follows:

Financial assets

Cash and other equivalents	3,216,489	2,610,911
Trade and other receivables	135,767	46,711
	3,352,256	2,657,622

Financial liabilities

Financial liabilities at amortised cost:		
- Trade and other payables	781,401	948,897
- Borrowings	870,262	1,073,000
	1,651,663	2,021,897

The Entrance Leagues Club Limited
ABN 86 002 501 313

Notes To The Financial Statements
For The Year Ended 30 September 2014

	2014	2013
	\$	\$
15. Key Management Personnel Disclosures		
Key management personnel compensation	531,158	563,560
16. Related Party Transactions		
The directors also purchased goods from the company on the same terms and conditions available to the company's employees, members and guests.		
17. Operating Lease Commitments		
Non-cancellable operating leases contracted For but not capitalised in the financial statements		
Payable		
- not later than 1 year	161,010	157,768
- later than 1 year but not later than 5 years	644,040	631,070
- later than 5 years but not later than 10 years	805,050	788,838
	1,610,100	1,577,676
18. Cash Flow Information		
(a) Cash and cash equivalents		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the items in the statement of financial position as follows:		
Cash on hand	155,020	182,648
Cash at bank	3,061,469	2,428,263
	3,216,489	2,610,911

The Entrance Leagues Club Limited
ABN 86 002 501 313

Notes To The Financial Statements
For The Year Ended 30 September 2014

	2014	2013
	\$	\$
18. Cash Flow Information		
(b) Reconciliation of Cash Flow from Operations with Operating Profit after Income Tax		
Operating profit after Income Tax	523,181	300,500
Non-cash flows in operating profit		
Amortisation	58,319	57,047
Depreciation	1,499,475	1,377,821
Profit on sale of non-current assets	(157,605)	(240,510)
Changes in assets and liabilities		
Trade and other receivables	(89,056)	9,320
Inventories	(6,169)	(5,956)
Other assets	20,255	(8,710)
(Decrease)/increase in trade and other payables	(167,493)	183,255
Increase in other liabilities	9,332	(4,307)
Increase /(Decrease)in provisions	38,088	(7,603)
Cash Flows from Operations	1,728,327	1,660,857
(c) Loan facilities		
Loan facilities	803,000	1,073,000
Amount utilised	803,000	1,073,000
Unused credit facility	-	-

The Entrance Leagues Club Limited
ABN 86 002 501 313

Directors' Declaration
For The Financial Year Ended 30 September 2014

In accordance with a resolution of the directors of The Entrance Leagues Club (Reduced Disclosure Requirements) Limited, the directors of the company declare that:

1. The financial statements and notes, as set out on pages 9 to 30, are in accordance with the Corporations Act 2001:
 - (a) comply with Australian Accounting Standards- Reduced Disclosure Requirements; and
 - (b) give a true and fair view of the financial position as at 30 September 2014 and of its performance for the year ended on that date.
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.

D L Hart
Director

V P Mitchell
Director

BATEAU BAY NSW

Dated: 28 October, 2014

Independent Auditor's Report To The Members Of The Entrance Leagues Club Limited

Report on the Financial Report

We have audited the accompanying financial report of The Entrance Leagues Club (Reduced Disclosure Requirements) Limited (the company), which comprises the statement of financial position as at 30 September 2014, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility 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 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 is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independent Audit Report To The Members Of The Entrance Leagues Club Limited

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional and ethical pronouncements and the Corporations Act 2001. We confirm that the independence declaration required by the Corporation Act 2001, which has been given to the directors of The Entrance Leagues Club (Reduced Disclosure Requirements) Limited, would be in the same terms if given to the directors as at the time of the auditors report.

Opinion

In our opinion the financial report of The Entrance Leagues Club (Reduced Disclosure Requirements) Limited 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 September 2014 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards-Reduced Disclosure Requirements and the Corporations Regulations 2001.

FORTUNITY ASSURANCE

T R Davidson
Partner

ERINA NSW 2250

Dated: 28 October, 2014