



# ANNUAL REPORT

*2022/2023*

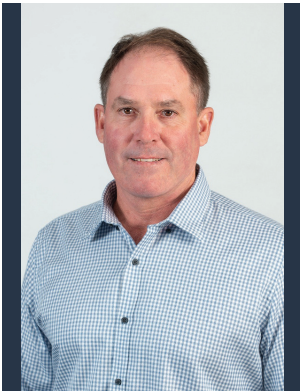


# CONTENTS

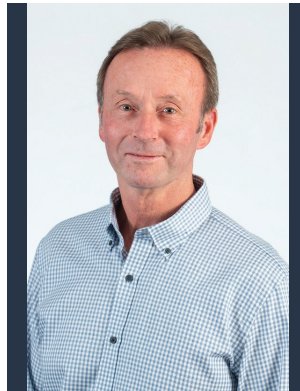
- 03 *Board of Directors*
- 04 *Notice of Annual General Meeting*
- 09 *Notice of General Meeting*
- 15 *Director's Report*
- 17 *President & CEO's Report*
- 18 *Treasurer's Report*
- 19 *Recording of Meeting Attendance*
- 20 *Community*
- 22 *Auditors Independence Declaration*
- 23 *Financials*
- 46 *Honorary Life Members*

# BOARD OF DIRECTORS

2022/2023



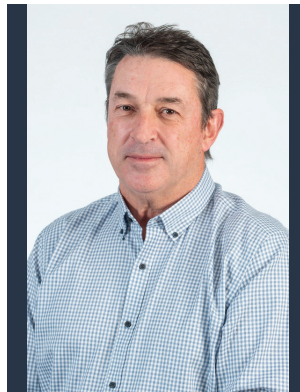
**WAYNE CLARE**  
PRESIDENT



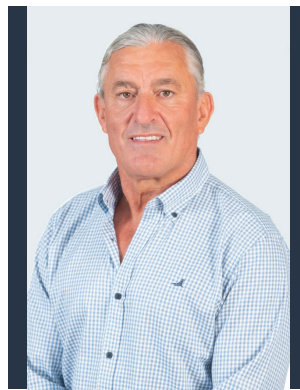
**ARTHUR COTSIOS**  
VICE PRESIDENT



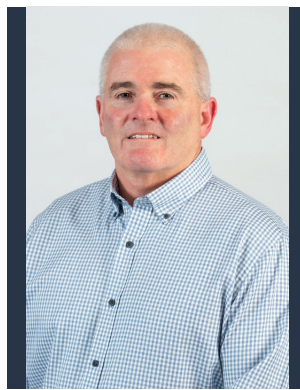
**BRIAN WILLIAMSON**  
TREASURER



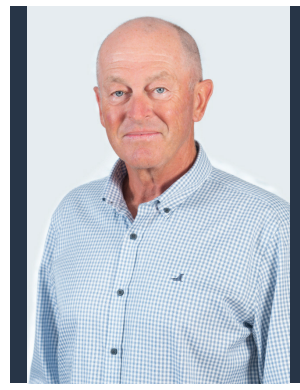
**JOHN SHAW**  
DIRECTOR



**MARJAN VULETIC**  
DIRECTOR



**DAVID SIMPSON**  
DIRECTOR



**RICHARD HAYES**  
DIRECTOR

# NOTICE OF ANNUAL GENERAL MEETING

## 2022/2023

NOTICE is hereby given that the Sixty Second (62nd) Annual General Meeting of **Maroubra Seals Sports & Community Club Limited** will be held on **Wednesday, 22 November 2023** and will commence **fifteen (15) minutes after the close of the General Meeting (separate Notice of General Meeting having been given)** at the premises of the Club, 212 Marine Parade, Maroubra NSW 2035.

### BUSINESS

The business of the meeting will be to consider and if thought fit pass:

1. Apologies.
2. Confirmation of Minutes of the 61st Annual General Meeting.
3. Correspondence.
4. Presentation and Adoption of the 61st Annual Report and Financial Statements.
5. To consider, and if thought fit, pass the Ordinary Resolutions set out below.
6. To consider, and if thought fit, pass the Life Member Resolutions set out below.
7. To declare the results of the election of Directors.
8. General Business as brought forward in conformity with the Constitution.

### PROCEDURAL MATTERS

1. Under Rule 8A(b) of the Club's Constitution, Foundation Life members, Foundation Ordinary members, Elected Life members and:
  - a. Ordinary members admitted before 29 November 2017; and
  - b. Ordinary members admitted after 29 November 2017 who have three (3) years membership of the Club, are the only members eligible to attend and vote at the Annual General Meeting.
2. To be passed the Ordinary Resolutions require votes from a simple majority (50% plus one) of those members who being eligible to do so are present and vote on the Ordinary Resolution at the meeting. To be passed the Life Member Resolutions require votes from a two-thirds majority (67%) of those members who being eligible to do so are present and vote on the Life Member Resolution at the meeting.
3. To be passed the Life Member Resolutions require votes from a two-thirds majority (67%) of those members who being eligible to do so are present and vote on the Life Member Resolution at the meeting.
4. Under the Registered Clubs Act 1976, members who are employees are not eligible to vote and proxy voting is prohibited.

### FIRST ORDINARY RESOLUTION

"That in accordance with section 10(6)(b) of the Registered Clubs Act 1976 the ordinary members of Maroubra Seals Sports & Community Club Limited (ACN 000 396 663) hereby approve and agree that:

- a. each member of the Board of Directors be paid in November of 2024 an honorarium in respect of his or her services as a member of the Board of Directors as follows:
  - i. for the President/Chairman, \$12,692 plus the amount equal to the CPI declared in the September 2024 quarter plus superannuation guarantee levy.
  - ii. for the Vice President and Treasurer, \$10,153 plus the amount equal to the CPI declared in the September 2024 quarter plus superannuation guarantee levy
  - iii. for each ordinary Director, \$7,615 plus the amount equal to the CPI declared in the September 2024 quarter plus superannuation guarantee levy.

# NOTICE OF ANNUAL GENERAL MEETING

## 2022/2023

- b. in the event of a Director or the President/Chairman ceasing to hold office prior to November 2024 the Director or President/Chairman as the case may be, shall be entitled to receive an amount of the honorarium that is the pro rata equivalent to the period of time served in office.
- c. the payment of these honorariums is in addition to the reimbursement or payment by the Club of expenses incurred by Directors and the President/Chairman in the performance of their duties.
- d. the benefits in paragraph (a) above are not available to members generally but only for those who are either Directors of the Club."

### SECOND ORDINARY RESOLUTION

"That in accordance with section 10(6A) of the Registered Clubs Act 1976 the ordinary members of Maroubra Seals Sports & Community Club Limited (ACN 000 396 663) hereby approve and agree to the expenditure of a sum not exceeding \$30,000 until the next Annual General Meeting of the Club for the following expenditure and benefits for Directors:

- a. The reasonable cost of a meal and/or beverage for each Director immediately before, during or immediately after a Board or Committee Meeting on the date of that meeting.
- b. The reasonable cost of a meal and/or beverage for Directors engaged in the provision of hospitality to dignitaries visiting the Club.
- c. The provision of clothing so that whilst on duty and on official occasions the Director can professionally represent the corporate image of the Club.
- d. The reimbursement of the cost of attending approved official functions to represent the Club

The members acknowledge that the benefits in paragraph (a) above are not available to members generally but only for those who are either Directors or officials of the Club."

### THIRD ORDINARY RESOLUTION

"That in accordance with section 10(6A) of the Registered Clubs Act 1976 the ordinary members of Maroubra Seals Sports & Community Club Limited (ACN 000 396 663) hereby approve and agree to the expenditure of a sum not exceeding \$45,000 until the next Annual General Meeting of the Club for the professional development and education of Directors, including but not limited to:

- a. The reasonable cost of Directors attending seminars, lectures, trade displays and other similar events as may be determined by the Board from time to time.
- b. The reasonable cost of Directors attending other registered clubs and like facilities for the purpose of assessing their amenities and methods of operation, provided such attendances are approved by the Board as being necessary for the betterment of the Club.
- c. The reasonable cost of Directors attending the Annual General Meetings of bodies such as ClubsNSW and the Club Managers' Association.

The members acknowledge that the benefits in paragraph (b) above are not available to members generally but only for those who are Directors of the Club."

- d. Explanatory Note - the adoption of these Resolutions by members will confirm and meet the disclosure requirements of the Registered Clubs Act.

### EXPLANATORY NOTES TO MEMBERS ON THE ORDINARY RESOLUTIONS

1. Section 10(1)(i) of the Registered Clubs Act 1976 prohibits the Club from offering a profit, benefit or advantage to any member unless it is offered equally to all members of the Club.

# NOTICE OF ANNUAL GENERAL MEETING

## 2022/2023

2. The First Ordinary resolution is proposed under section 10(6)(b) of the Registered Clubs Act 1976 which allows a member to receive a profit, benefit or advantage if it consists only of a sum of money paid to the member in respect of his or her services as a member of the governing body (director) of the Club and that payment has been approved by a resolution passed at a general meeting.
3. The First Ordinary Resolution seeks the approval of the members of the granting of honoraria in respect of each director's services to the Club and in recognition of the time required in performing their duties to the standards by the Corporations Act 2001 and the Registered Clubs Act 1976.
4. The Second Ordinary Resolution and Third Ordinary Resolution are proposed under section 10(6A) of the Registered Clubs Act 1976 which allows a member to receive a benefit if the benefit is not in the form of money and is authorised by an ordinary resolution passed by a general meeting of the members of the Club prior to the benefit being provided.
5. The Second Ordinary Resolution seeks the approval of the members of expenditure by the Club to cover Board members in the execution of their duties as Directors of the Club.
6. The Third Ordinary Resolution seeks the approval of the members of expenditure by the Club to cover Board members with respect to professional development and education requirements.

### FIRST LIFE MEMBER RESOLUTION

That in accordance with Rule 16 of the Constitution of Maroubra Seals Sports & Community Club Limited (ACN 000 396 663) (**Club**), the ordinary members of the Club hereby confer Honorary Life Membership on Marjan Vuletic (Member No: 1154), in recognition of his exceptional and distinguished service to the Club over many years.

### EXPLANATORY NOTES TO MEMBERS ON THE FIRST LIFE MEMBERSHIP RESOLUTION

1. On Wednesday 27th September 2023, the Chief Executive Officer of the Club received a nomination for Marjan Vuletic to be admitted to Honorary Life membership of the Club. The nomination was proposed by Dave Simpson (Member No: 3595) and seconded by Richard Hayes (Member No: 3291).
2. In accordance with Rule 16 of the Club's Constitution, the nomination was considered by the Board at its meeting on Wednesday 27th September 2023.
3. The Board unanimously approved the nomination and agreed to refer it for the consideration of the members at the next General Meeting of the Club, being this Annual General Meeting.
4. The Board recommends the First Life Member Resolution be passed by members.

### SECOND LIFE MEMBER RESOLUTION

That in accordance with Rule 16 of the Constitution of Maroubra Seals Sports & Community Club Limited (ACN 000 396 663) (**Club**), the ordinary members of the Club hereby confer Honorary Life Membership on Brian Williamson (Member No: 4688), in recognition of his exceptional and distinguished service to the Club over many years.

1. On Wednesday 27th September 2023, the Chief Executive Officer of the Club received a nomination for Brian Williamson to be admitted to Honorary Life membership of the Club. The nomination was proposed by John (Jack) Shaw (Member No: 46) and seconded by Arthur Cotsios (Member No: 4555).
2. In accordance with Rule 13 of the Club's Constitution, the nomination was considered by the Board at its meeting
3. The Board unanimously approved the nomination and agreed to refer it for the consideration of the members at the
4. The Board recommends the Second Life Member Resolution be passed by members..

# NOTICE OF ANNUAL GENERAL MEETING

## 2022/2023

### ANNUAL REPORT AND FINANCIAL STATEMENTS

In accordance with Rule 50(a) of the Club's Constitution, the 2023 Annual Report containing the Directors Report, Financial Statements for the year ending 30 June 2023 and the Auditor's Report is available to members:

- On the Club's website: [www.maroubraseals.com.au](http://www.maroubraseals.com.au)
- From the Reception Desk at the Club
- Mailed on request:
  - by sending an email to the Club at: [seals@maroubraseals.com.au](mailto:seals@maroubraseals.com.au); or
  - by telephoning the Club on: (02) 9349 2299

### QUESTIONS FOR THE ANNUAL GENERAL MEETING

Members who wish to ask questions at the Annual General Meeting are requested to submit their questions in writing to the Chief Executive Officer at [seals@maroubraseals.com.au](mailto:seals@maroubraseals.com.au) no later than 5pm on Wednesday, 15th November 2023.

If questions are not submitted in this manner, the Club may not be able to provide an answer at the Annual General Meeting.

### INFORMATION REGARDING ELECTION OF DIRECTORS

In accordance with the Rules 14 to 18 of the Club's Constitution, seven (7) directors consisting of President, a Vice President, a Treasurer and four (4) ordinary directors will be up for election in 2023.

### NOMINATIONS

On Wednesday, 1st November 2023, a Notice calling for nominations of persons wishing to be elected to the Board was placed on the Club's Notice Board and on the Club's website.

Nominations close at 5.00pm, Wednesday, 8th November 2023.

A notice will then be placed on the Members Notice Board and the Clubs website advising members if a secret ballot will be required or not.

### BALLOT FOR ELECTION OF DIRECTORS

If the Club receives more than the necessary number of nominations from members wishing to be elected as directors, a secret ballot will be conducted in accordance with Rules 18 of the Club's Constitution.

If a secret ballot is required, a notice will be placed on the Club's Notice Board advising of such.

- Ordinary members admitted before 29 November 2017; and
- Ordinary members admitted after 29 November 2017 who have three (3) years membership of the Club, are the only members eligible to vote in the election of directors..

If required, the secret ballot will be conducted at the premises of the Club, 212 Marine Parade, Maroubra NSW 2035 at the following times:



# NOTICE OF ANNUAL GENERAL MEETING

2022/2023

DATE	TIME
Thursday 16th November 2023	4.30pm- 7.30pm
Friday 17th November 2023	4.30pm- 7.30pm
Saturday 18th November 2023	4.30pm- 7.30pm
Sunday 19th November 2023	4.30pm- 7.30pm

The result of the election will then be declared at the Annual General Meeting as required by Rule 18(f) of the Club's Constitution.

Alternatively, if the Club receives the required number or fewer nominations, there will be no requirement to conduct a secret ballot and the nominees will be declared elected at the Annual General Meeting.

By direction of the Board



MATHEW HARPER  
Chief Executive Officer

19<sup>th</sup> October 2023



# NOTICE OF GENERAL MEETING

## 2022/2023

NOTICE is hereby given of a General Meeting of **Maroubra Seals Sports & Community Club Limited** to be held on **22nd November 2023 at 6.30pm** at the premises of the Club, 212 Marine Parade, Maroubra NSW 2035.

### BUSINESS

The business of the meeting will be to consider and if thought fit pass:

1. an Ordinary Resolution to approve an amalgamation
2. subject to the passing of the Ordinary Resolution, a Special Resolution to amend the Constitution for that amalgamation.

### PROCEDURAL MATTERS

1. Under the relevant provisions of the Registered Clubs Act all members of the Club in all classes of membership, (other than Provisional, Honorary and Temporary members) are eligible to attend this General Meeting and vote on the Ordinary Resolution. This includes Foundation Life members; Foundation Ordinary members; Ordinary members and Elected Life members (Honorary Life members).
2. To be passed the Ordinary Resolution requires votes from a simple majority (50% plus one) of those members who being eligible to do so are present and vote on the Ordinary Resolution at the meeting.
3. Foundation Life members, Foundation Ordinary members, Elected Life members and:
  - a. Ordinary members admitted before 29 November 2017; and
  - b. Ordinary members admitted after 29 November 2017 who have three (3) years membership of the Club, are the only members eligible to vote on the Special Resolution.
4. To be passed a Special Resolution requires votes from at least 75% of those members who being eligible to do so are present and vote on the Ordinary Resolution at the meeting.
5. Under the Registered Clubs Act, members who are employees are not eligible to vote and proxy voting is prohibited.
6. The Board of the Maroubra Seals Club unanimously recommends that the members vote in favour of the Resolutions.

### ORDINARY RESOLUTION

1. "That the ordinary members of Maroubra Seals Sports & Community Club Limited (ACN 000 396 663) hereby:
  - a. the continuation of Maroubra Seals Club (as the amalgamated club) and the dissolution of Red Rock Bowling Club;
  - b. the transfer of Red Rock Bowling Club's assets to Maroubra Seals Club ; and
  - c. the transfer of the club licence of Red Rock Bowling Club to Maroubra Seals Club .
2. approve in principle the making of an application to the Independent Liquor and Gaming Authority for the transfer of the club licence of Red Rock Bowling Club to Maroubra Seals Club ."

### EXPLANATORY NOTES TO MEMBERS ON THE ORDINARY RESOLUTION

1. An amalgamation between two registered clubs is governed by the provisions of the Registered Clubs Act.
2. One of the requirements of the Registered Clubs Act is that the two clubs have to enter into a Memorandum of Understanding (**MOU**) which covers various matters specifically required by the Registered Clubs Act to be covered. The MOU can also deal with additional matters.
3. The Maroubra Seals Club and the Red Rock Bowling Club have entered into an MOU. A copy of that document is available on the webpage of the Maroubra Seals Club and copies are on display on the Maroubra Seals Club's noticeboards at the Club's premises. Further copies may be obtained on request from the General Manager and from reception at the Club's premises.

# NOTICE OF GENERAL MEETING

## 2022/2023

- Members are encouraged to carefully read the terms of the MOU and, if they have any questions or are seeking clarification of any matter relating to the amalgamation or what is contained in the MOU, they should direct their enquiries to the General Manager.
- What follows in these notes is a summary of some of the principal features of the MOU and the steps that need to be followed in the amalgamation process.

### DISSOLUTION OF THE RED ROCK BOWLING CLUB

- The amalgamation is being effected by the dissolution of the Red Rock Bowling Club and the continuation of the Maroubra Seals Club.

### CORPORATE GOVERNANCE MATTERS

- The constitution of the Amalgamated Club will be the constitution of the Maroubra Seals Club, subject to amendments necessary for the purposes of the amalgamation and as specified in the MOU and the Special Resolution set out below.
- The Board of the Amalgamated Club will be the Board of Directors of the Maroubra Seals Club.
- The Chief Executive Officer (Secretary) of the Maroubra Seals Club will be the Chief Executive Officer (and Secretary) of the Amalgamated Club.

### PREMISES OF THE AMALGAMATED CLUB

- The premises of the Amalgamated Club will be the current premises of the Red Rock Bowling Club (Red Rock Bowling Club Premises) and the current premises of the Maroubra Seals Club.
- The Red Rock Bowling Club owns and occupies the land upon which the Red Rock Bowling Club Premises are located.
- On completion of the amalgamation, the Red Rock Bowling Club land will be transferred to the Maroubra Seals Club, and it will then legally own and occupy the Red Rock Bowling Club Premises.
- The traditions, amenities, culture, facilities, activities, and memorabilia of the Red Rock Bowling Club will be maintained by the Amalgamated Club.
- The Amalgamated Club will continue to support the community that was supported by the Red Rock Bowling Club as at the date of the MOU and will explore opportunities to expand community support subject to the performance of the Red Rock Bowling Club Premises.
- After completion of the amalgamation, the Red Rock Bowling Club Premises will trade and be promoted as "the Red Rock Bowling Club". This name may be changed in the future by the Board of the Amalgamated Club.
- Subject at all times to clauses 10 and 11 of the MOU (which deal with maintaining financial viability and a minimum period of ongoing trading), the Maroubra Seals Club:
  - will maintain Red Rock Bowling Club Premises and carry on the business of a licensed registered club under the RCA and the Liquor Act at Red Rock Bowling Club Premises with the usual facilities and amenities of a registered club;
  - intends to operate Red Rock Bowling Club Premises as a successful and well supported local based social, sporting and community club;
  - will, subject to obtaining all appropriate approvals, undertake the following improvements to Red Rock Bowling Club Premises and facilities within twelve (12) months of Amalgamation:
    - installing new water tanks and plumbed drinking water; and
    - upgrade the gaming machine to TITO (ticket in ticket out) system.

# NOTICE OF GENERAL MEETING

## 2022/2023

- d. will conduct a review of the Red Rock Bowling Club Premises to determine whether the following items are operationally and financially viable within twelve (12) months of Amalgamation:
  - v. Courtesy Bus;
  - vi. Solar storage battery; and
  - vii. Beverage equipment upgrade including new beer line condenser.
- e. will undertake other improvements to the Red Rock Bowling Club Premises and facilities (including the Clubhouse and surrounding areas) as and when deemed necessary by the Board of the Amalgamated Club in its absolute discretion. The timeframe, nature and budget for those improvements will be determined by the Board of the Amalgamated Club in its absolute discretion;
- f. intends to improve trading at Red Rock Bowling Club Premises;
- g. will maintain and where possible enhance, the social facilities, services, amenities and activities at Red Rock Bowling Club Premises; and
- h. will maintain at least one (1) bowling green and ancillary bowling activities and facilities at Red Rock Bowling Club Premises.

### EMPLOYEES

17. The Maroubra Seals Club will give each current employee of the Red Rock Bowling Club a written offer of employment:
  - a. on terms no less favourable than those provided by an applicable industrial instrument; and
  - b. otherwise on those terms generally applicable to an employee in a similar role at the Maroubra Seals Club; or
  - c. if there are no employees of the Maroubra Seals Club employed in a similar role, on the terms generally applicable to such role as the Maroubra Seals Club identifies for that employee within the Amalgamated Club, prior to the Completion of the Amalgamation.

### Intentions regarding core property, cash and investments and gaming machine entitlements of

### CORE PROPERTY

18. The Red Rock Bowling Club Premises is currently core property of the Red Rock Bowling Club and it will also be core property of the Amalgamated Club.

### CASH AND INVESTMENTS

19. The cash and investments of Red Rock Bowling Club will be transferred to the Amalgamated Club on completion of the amalgamation other than funds sufficient to pay for the voluntary winding up of the Red Rock Bowling Club.

### GAMING MACHINE ENTITLEMENTS

20. The Red Rock Bowling Club currently has eleven (11) gaming machine entitlements which will become an asset of the Amalgamated Club.

### CEASING TRADING FROM THE RED ROCK BOWLING CLUB PREMISES

21. The Maroubra Seals Club does not intend to cease trading from the Red Rock Bowling Club Premises or cease the tennis or squash activities at the premises.
22. The Maroubra Seals Club will continue to trade from the Red Rock Bowling Club Premises and activities at those premises for a minimum of five (5) years unless:
  - a. if it is not financially viable for the Amalgamated Club to continue to trade from or continue the tennis or squash activities at the Red Rock Bowling Club Premises; or



# NOTICE OF GENERAL MEETING

## 2022/2023

- b. upon the order of any court or body with jurisdiction to administer the laws in relation to liquor, gaming and registered clubs; or
- c. upon the lawful order of any government authority; or
- d. if the premises were destroyed or partially destroyed by fire, floods, storms or it is not possible to trade from the Red Rock Bowling Club Premises due to any Force Majeure event.

### **ADMISSION OF RED ROCK BOWLING CLUB'S MEMBERS TO THE MAROUBRA SEALS CLUB**

23. Eligible members of the Maroubra Seals Club will be asked to vote on the Special resolution at the end of this Notice to amend the Constitution of the Maroubra Seals Club to take effect from completion of the amalgamation.
24. If passed, the Special Resolution will allow all eligible members of the Red Rock Bowling Club to become members of the Maroubra Seals Club as easily as legally possible. A Red Rock Bowling Club member who is admitted to membership of the Maroubra Seals Club will be identified as a separate class called "Red Rock Bowling Club members" but can join any category of membership to which he/she is entitled, but until that happens, will have the same rights as a Club member under the Constitution of the Maroubra Seals Club.
25. Any person who, at Completion of the Amalgamation is a Life member of Red Rock Bowling Club will:
  - a. not become a Life member of the Maroubra Seals Club; and
  - b. continue to be recognised as a Life member of the Red Rock Bowling Club but only in respect of the Red Rock Bowling Club Premises;
  - c. not be required to pay an annual subscription to the Amalgamated Club.

### **THE AMALGAMATION PROCESS**

26. Each club must hold a meeting of its members to approve the amalgamation in the same terms as the Ordinary Resolution above.
27. Assuming the Maroubra Seals Club's members approve the amalgamation, an application will be made to the Independent Liquor and Gaming Authority for its approval of the amalgamation. The Maroubra Seals Club will have the carriage of that application.
28. Once the approval of the Independent Liquor and Gaming Authority to the amalgamation has been obtained (and subject to due diligence and all other necessary steps being completed) there will be a formal commercial settlement. On the day of that commercial settlement the following things (among others) will happen:
  - a. the Red Rock Bowling Club will transfer its assets to the Maroubra Seals Club, including its land;
  - b. All members of Red Rock Bowling Club who have consented to become members of the Maroubra Seals Club will be admitted to membership of the Maroubra Seals Club;
  - c. Red Rock Bowling Club employees who are offered and accept employment with the Maroubra Seals Club will become employees of the Maroubra Seals Club.
  - d. The club licence under the Liquor Act 2007 (NSW) held by the Red Rock Bowling Club in respect of the Red Rock Bowling Club premises will be transferred to the Maroubra Seals Club;
  - e. the Maroubra Seals Club will become responsible for the management, business and affairs of the Red Rock Bowling Club Premises.
29. After completion of the amalgamation, the Red Rock Bowling Club will then proceed to a members' voluntary winding up.

### **FIRST SPECIAL RESOLUTION**

That the Articles of Association of Maroubra Seals Sports & Community Club Limited be amended by:

# NOTICE OF GENERAL MEETING

## 2022/2023

- a. **inserting** the following new Rule 3(a)(v) and renumbering existing rule 3(a)(v) as 3(a)(vi):

*"(v) Red Rock Bowling Club members; and"*

- b. **inserting** the following new Rule 4A after Rule 4:

**"4A Red Rock Bowling Club members**

*Red Rock Bowling Club members shall be those persons who are full members (as defined in the Registered Clubs Act) of the Red Rock Bowling Club Limited and who were admitted to membership of the Club pursuant to Rule 30A of this Constitution and for the purposes of the amalgamation between the Club and the Red Rock Bowling Club Limited. Red Rock Bowling Club members shall have the same rights and membership privileges as Ordinary members."*

- c. **inserting** the following new Rule 8A and renumbering existing rule 8A as 8B:

*"8A (a) Rules 5 to 8 inclusive shall not apply to a person who is admitted as a member of the Club pursuant to an amalgamation with another registered club and this Rule 8A.*

*(b) A person shall be admitted as a member of the Club pursuant to an amalgamation if that person is a full member (as defined in the Registered Clubs Act) of a registered club which has amalgamated with the Club and has agreed to be a member of the Club pursuant to the amalgamation.*

*(c) The agreement referred to in Rule 8A(b) must be in writing and to the effect that the person agrees to be a member of the Club and agrees to be bound by the Constitution and By-laws of the Club and in such form as approved by the Board from time to time.*

*(d) Any person who completes and signs the agreement referred to in Rule 8A(c) and returns that agreement to the Club shall, (subject to the name of that person being displayed on the noticeboard of the Club for not less than seven (7) days and a period of not less than fourteen (14) days elapsing after the receipt of the acceptance by the Club) be elected by a resolution of the Board to membership of the Club with effect from the date of completion of the amalgamation."*

## **EXPLANATORY NOTES TO MEMBERS ON THE SPECIAL RESOLUTION**

1. The Special Resolution will only be considered if the Ordinary Resolution is passed.
2. The Special Resolution proposes amendments to the Club's Constitution to enable the Red Rock Bowling Club's members to become members of the Maroubra Seals Club with effect from completion of the amalgamation. This proposed change is required by the MOU and also by the Registered Clubs Act.
3. The Special Resolution if passed will allow members of the Red Rock Bowling Club to become members of the Maroubra Seals Club pursuant to the amalgamation between the Maroubra Seals Club and the Red Rock Bowling Club in the simplest way possible, that is, by invitation, which if accepted in writing, can then be acted on by the Board.
4. Once the Independent Liquor & Gaming Authority has approved the amalgamation, an invitation will be sent to all members of the Red Rock Bowling Club inviting them to become members of the Maroubra Seals Club, with effect from completion of the amalgamation.
5. Members who accept the invitation in writing will then have their names displayed on the Maroubra Seals Club notice board in accordance with the Registered Clubs Act.
6. Shortly before completion of the amalgamation, the Board of the Maroubra Seals Club will be able to meet and by resolution admit all of the members of the Red Rock Bowling Club who have accepted the invitation and by that resolution, those members will be admitted as members of the Maroubra Seals Club but only with effect from the date of completion of the Amalgamation.

# NOTICE OF GENERAL MEETING

## 2022/2023

7. Members of the Red Rock Bowling Club, who become members of the Maroubra Seals Club, will be eligible to transfer to any class of membership for which they are eligible, but if they do not transfer, they will be Red Rock Bowling Club members and have the rights of Ordinary members.
8. 8A requirement of the Registered Clubs Act is that the members of the Red Rock Bowling Club be identified as a separate class of members (notwithstanding that they may also be Maroubra Seals Club members) and for this purpose they will be identified as "Red Rock Bowling Club members".
9. In addition to the above, the Special Resolution also clarifies the procedure for the admission of persons to membership of the Club pursuant to the amalgamation (see new Rule 8A).

By direction of the Board



MATHEW HARPER  
Chief Executive Officer

19<sup>th</sup> October 2023



# DIRECTOR'S REPORT

*For the Year ended 30th June 2023*



Your Directors submit the financial report of the Maroubra Seals Sports & Community Club Limited for the financial year ended at 30th June 2023.

## DIRECTORS

The names of the Directors throughout the year and at the date of this report are:

Name	Position	Occupation	Experience
Wayne Clare	President	Builder/ Plumber	11 Years
Arthur Cotsios	Vice President	Sales Manager	10 Years
Brian Williamson	Treasurer	Manager	15 Years
John Shaw	Director	Sales Manager	33 Years
Marjan Vuletic	Director	Builder	17 Years
David Simpson	Director	Project Manager	5 Years
Richard Hayes	Director	Management Consultant	3 Year

## PRINCIPAL ACTIVITIES

The principal activities of the company during the period was that of a licensed club. The Board of Directors do not foresee any material changes in the operational characteristics of the company in subsequent years.

## SHORT TERM OBJECTIVES

- maintain profitability through Key Performance Indicators and benchmarking within the Club Industry
- provide members with services and facilities that meet their expectations
- provide support to the local community
- enhancing staff development and training

## LONG TERM OBJECTIVES

- promote and maintain customer loyalty
- ensure Company re invests to maintain a competitive advantage over the long term
- maintain long term profitability by providing excellence in service and product

## STRATEGY FOR ACHIEVING THE OBJECTIVES

- Monitoring and maximising financial returns from the company's investments
- Continually reviewing company's product and service
- Developing strategic business plans

## PERFORMANCE MEASURES

- Performance measured using both quantitative and qualitative KPI's.
- KPI's includes Gross Bar Profit Percentage, Gaming Machine Return to Player are used by directors to measure company performance

## MEMBERSHIP

- The Club was incorporated on the 13th June 1962 as a Company limited by guarantee and, as such, does not have share capital.

	2023	2022
The number of members at the date of this report are:		
Elected Life Members	6	6
Life Foundation Members	20	21
Foundation Members	9	10
Honorary Members	10	10
Ordinary Members	5147	4326
Ordinary 25 Year Members	332	337
Senior Ordinary Members	5296	5015
<b>TOTAL MEMBERS</b>	<b>10820</b>	<b>9725</b>

## OPERATING RESULT

The Net Profit of the company for the year amounted to \$860,861 (2022 loss \$286,977). The company is limited by guarantee and therefore its articles prohibit the declaration of any dividend and the issue of any shares or options.

## SIGNIFICANT CHANGES

No significant change in the company's state of affairs occurred during financial year.

## **FUTURE DEVELOPMENTS AND RESULTS**

Likely developments in the operations of the Maroubra Seals Sports & Community Club Limited and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Maroubra Seals Sports & Community Club

## **ENVIRONMENTAL ISSUES**

Maroubra Seals Sports & Community Club Limited's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

## **CHANGE IN AFFAIRS**

Other than as disclosed at Note 15, no matters or circumstances have arisen since the end of the financial year that significantly affect the operations of the company, the results of those operations or the state of affairs of the company in subsequent financial years. Likely developments in the operations of the company and the expected results of those operations have not been included in this report as the directors believe, on reasonable grounds that such information would likely result in unreasonable prejudice to the company.

## **INDEMNIFYING OFFICERS**

The company has paid a premium of \$11,049 to insure the Directors of the company against liability for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the company, other than conduct involving a wilful breach of duty in relation to the company.

## **DIRECTORS' EMOLUMENTS**

Since the end of the previous year no Director has received or become entitled to receive a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the accounts by reason of a contract made by the company or a related corporation with a firm of which he is a member or with a company in which he has a substantial interest other than Mr Wayne Clare who provided plumbing and building services to the value of \$222,311.

## **AUDITOR'S INDEPENDENCE DECLARATION**

The lead auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 1 July 2022 - 30 June 2023 has been received and can be found on page 22 of the financial report.

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



WAYNE CLARE  
President

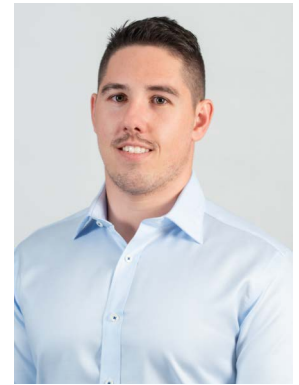


BRIAN WILLIAMSON  
Treasurer

*Dated this 27th September 2023*

# PRESIDENT & CEO'S REPORT

*For the Year ended 30th June 2023*



My Fellow Members,

We are excited to present the 61st Annual Report (2022/2023) for the Maroubra Seals Sports and Community Club Limited, on behalf of the Board of Directors.

In the past year, we've achieved a remarkable profit of \$860,861, one of our highest profits outside of the challenging COVID times. This financial success has been made possible through our dedication to the club's future prosperity, even in a tough economic climate.

Here are some key highlights from the past 12 months:

- We successfully acquired another investment property at 5 Fenton, expanding our assets.
- Our Board of Directors has embarked on a 5-10-year strategic plan, focusing on land utilization, stakeholder engagement, and valuable input from you, our members.
- We've updated our constitution to align with modern rules and regulations.
- Live music is back with quarterly shows in the Auditorium.
- We've begun the exciting expansion of our fitness facilities over two levels, enhancing our offerings for group classes, wellness activities, and fitness equipment.
- Our commitment to membership growth and maintaining a competitive edge remains unwavering.
- Behind the scenes, our dedicated staff has been hard at work on system upgrades and software transitions to streamline our operations.
- You may have noticed our fresh new logo suite, modernizing our club's branding.

We're proud to continue our support for important community projects through the ClubGrants scheme and substantial donations to the Maroubra Surf Life Saving Club and South Maroubra Surf Life Saving Club, totalling \$224,988. These contributions play a crucial role in sustaining their remarkable work in our local area.

We also extend our appreciation to our Intra Clubs, which offer fantastic opportunities for involvement. If you're interested in joining one of our club groups, please visit our website for details or enquire at the club reception.

A big thank you to our dedicated executive team; Steven Ong, Marcelle Thomas and David Boyle.

And to our talented management team; Matthew Churchin, Gail Simon, Jenny Rose, Cheryl Doyle, Geoff Knight, Grayson Copland, Alana Dewson-Smith, Mikalea Dewson-Smith, Terry Boorer, Maryanne Branighan, Emily Blackburn and Jonothan Howells.

We also appreciate our hardworking Board of Directors for their time and commitment to evolving the club. Special thanks to our fantastic Club caterers, Eddy, Amy, and Kerrie Tong, for their exceptional provisions.

And last but certainly not least, our deepest thanks go out to you, our valued members. Without your support, our club wouldn't be the vibrant community hub it is today.

We also take a moment to remember and honor the late Tom Symonds OAM, a former Director and life member who dedicated over 29 years of his life to the Maroubra Seals Club. His unwavering commitment and invaluable contributions have left a lasting legacy. Our heartfelt condolences go out to the Symonds Family.

As we look ahead, the Board and Management are excited about next year when the Club will celebrate its 60th anniversary. We can't wait to share this remarkable milestone with all of you throughout the year.

Best Wishes

WAYNE CLARE  
President

MATT HARPER  
CEO



# TREASURER'S REPORT

2022/2023



My Fellow Members,

On behalf of the Board of Directors of the Maroubra Seals Sports and Community Club Limited, I submit to you the accompanying audited Financial Statements for the year ended 30th June 2023 for your adoption and approval.

Following confirmation by the Club's Auditors, Bell Partners, I report to you, before donations and tax, a net operating profit of \$1,085,849 for the 2022/2023 financial year and a profit of \$860,861 after donations and tax.

The Club has traded extremely well over the past 12 months and has really excelled since coming out of the Covid period.

Our cash flow remains healthy allowing us to maintain a continued strong financial position. This is a direct result of the hard work by the Maroubra Seals Club Ltd. Board of Directors, its Management, and staff.

The Clubs assets including Land, buildings, plant and equipment continue to hold value and the Club 's total asset value including inventories and current assets as at 30th June 2023 were \$51,815,273 including cash of \$3,362,805.

The acquisition of 5 Fenton Avenue increases our land and buildings value and sets the club up for future progress. The fact that we did not have to take out a loan to secure the property means the Club remains with no loans, and total liabilities of only \$1,188,276 leaving a net equity worth \$ 50,627,018.

The Club was also able to make donations to various community organisations including the Maroubra Surf Life Saving Club and South Maroubra Surf Life Saving Club. We also believe our Intra-Clubs are an important part of our organisation and we continue to make donations to support them. This year we donated \$121,247 to Maroubra Surf Club, \$44,887 to South Maroubra Surf Club, \$40,360 to local charities and donations to intra-clubs totalling \$18,494.

Since the Clubs inception in 1964, the following donations and grants have been made to local community groups:

Maroubra and South Maroubra Surf Clubs:	\$5,299,909
Local schools, hospitals, charities & sporting groups:	\$1,495,755
Maroubra Seals Intra Clubs:	\$911,374
<b>TOTAL:</b>	<b>\$7,707,038</b>

The gym, pool and the Pilates facilities continue to be very popular with members. Management try and keep the equipment up to date and modern and this is well received by those who use the area. The Pilates room continues to be a great success and the coming expansion of that area and the creation of a "wellness" area should see this trend continue.

With a great result for the year, thanks go to the Management team for their efforts. Matt Harper, David Boyle, Steven Ong, Marcelle Thomas and the whole team have worked tirelessly to keep the club running at its best in an efficient and cost-effective way.

Our financial systems are excellent and have been commended by the Auditors Bell and Partners.

To you the members, I thank you for your continued support and look forward to another successful year in 2023/24.

Sincerely

Brian Williamson

# BOARD OF DIRECTORS RECORD OF MEETING ATTENDANCE

2022/2023

BOARD MEMBERS	POSITION	FORMAL	APOLOGIES
WAYNE CLARE	President	8	1
ARTHUR COTSIOS	Vice President	8	1
BRIAN WILLIAMSON	Treasurer	9	-
DAVID SIMPSON	Director	8	-
JOHN SHAW	Director	6	3
MARJAN VULETIC	Director	9	-
RICHARD HAYES	Director	9	-

In addition to the meetings as recorded above, Directors attended Meetings for the club's Sports Council, Clubs NSW, Randwick ClubGrants & Liquor Accord Meetings & represented the Club at local Community & Sporting Club Presentations and School Functions.

**THE SEALS CLUB NOW HAS  
10,820 MEMBERS**

---

**\$224,988**

*THIS FINANCIAL YEAR 22/23*



**TO ORGANISATIONS AND CHARITIES WITHIN OUR COMMUNITY**

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**SINCE THE CLUBS INCEPTION A TOTAL OF**

**\$7,707,038**

*HAS BEEN DONATED TO THE COMMUNITY*



*That's really big numbers!*

# Community Support

A SELECTION OF COMMUNITY ORGANISATIONS THE CLUB DONATES TO:



Arrow Bone Marrow Transplant Foundation



B Miles Womens Foundation



Dress for Success Sydney Inc



Koolara Community Centre



Maroubra Surf Life Saving Club



Rainbow Club



Soroptimist Randwick



South Maroubra Surf Life Saving Club



St Vincent De Paul Maroubra Conference



**SURF RESCUE 30**

Randwick District Offshore Rescue Boat



The Shepherd Centre - For Deaf Children



Ted Noffs Foundation



Surfing NSW



South Eastern Seagulls Football club



East Connect



Coogee Netball Club

## RANDWICK CLUBGRANTS 2023

Arrow Bone Marrow Transplant Foundation	\$2,500
B Miles Womens Foundation	\$4,000
Dress for Success Sydney Inc	\$1,500
Koolara Community Centre	\$7,380
Maroubra SLSC	\$5,454
Maroubra SLSC	\$7,663.92
Rainbow Club	\$4,999
Soroptimist Randwick	\$2,000
South Maroubra SLSC	\$7,000
St Vincent De Paul Maroubra Conference	\$5,000
Surf Life Saving Randwick District Offshore Rescue	\$5,558.86
The Shepherd Centre - For Deaf Children	\$2,584
<b>TOTAL</b>	<b>\$55,639.78</b>



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Telephone 61 2 9249 7600  
Facsimile 61 2 9249 7699  
[www.bellpartners.com](http://www.bellpartners.com)  
Bell Partners Accountants  
Advisors Auditors Pty Ltd  
ABN 99 123 069 590

# AUDITORS INDEPENDENCE

## DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

To the Directors of Maroubra Seals Sports & Community  
Club Limited:

I declare that, to the best of my knowledge and belief,  
during the year ended 30 June 2023, 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.

BELL PARTNERS



Anthony Francis Bell  
Registered Company Auditor

Address: PO Box 9-11, 26A Lime Street  
King Street Wharf  
SYDNEY NSW 2000

*Dated this 27th day of September 2023*

## STATEMENT OF COMPREHENSIVE INCOME

*For the Year ended 30th June 2023*

	Note	2023	2022
		\$	\$
Revenue from ordinary activities	2	11,244,903	7,642,683
Employee benefits expense		(2,848,158)	(2,289,823)
Depreciation and amortisation expenses		(1,673,879)	(1,654,700)
Bar expenses (Excluding employee benefits expense)		(817,679)	(742,581)
Gaming machine expenses (excluding wages)		(2,597,831)	(1,717,618)
Donations		(224,988)	(208,910)
Other expenses from ordinary activities		(2,221,507)	(1,316,028)
<b>Profit/Loss before income tax</b>		<b>860,861</b>	<b>(286,977)</b>
Income tax expense	4	-	-
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>860,861</b>	<b>(286,977)</b>

## STATEMENT OF FINANCIAL POSITION

*As at 30th June 2023*

	Note	2023	2022
		\$	\$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	7	3,362,805	3,077,209
Financial Assets	7	-	4,000,000
Trade and other receivables	8	3,003	6,823
Inventories	9	112,134	98,139
Other current assets	10	<u>8,352</u>	<u>148,530</u>
<b>TOTAL CURRENT ASSETS</b>		<b><u>3,486,294</u></b>	<b><u>7,330,701</u></b>
<b>NON CURRENT ASSETS</b>			
Property plant & equipment	11	<u>48,328,979</u>	<u>40,438,426</u>
<b>TOTAL NON CURRENT ASSETS</b>		<b><u>48,328,979</u></b>	<b><u>40,438,426</u></b>
<b>TOTAL ASSETS</b>		<b><u>51,815,273</u></b>	<b><u>47,769,127</u></b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	<u>1,181,276</u>	<u>1,518,703</u>
<b>TOTAL CURRENT LIABILITIES</b>		<b><u>1,181,276</u></b>	<b><u>1,518,703</u></b>
<b>NON CURRENT LIABILITIES</b>			
Trade and other payables	12	<u>6,979</u>	<u>25,425</u>
<b>TOTAL NON CURRENT LIABILITIES</b>		<u>6,979</u>	<u>25,425</u>
<b>TOTAL LIABILITIES</b>		<b><u>1,188,255</u></b>	<b><u>1,544,128</u></b>
<b>NET ASSETS</b>			
		<b><u>50,627,018</u></b>	<b><u>46,224,999</u></b>
<b>EQUITY</b>			
Reserves	13	26,245,663	22,704,505
Retained earnings		<u>24,381,355</u>	<u>23,520,494</u>
<b>TOTAL EQUITY</b>		<b><u>50,627,018</u></b>	<b><u>46,224,999</u></b>

## STATEMENT OF CHANGES IN EQUITY

*For the Year ended 30th June 2023*

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
<b>BALANCE AT 1 JULY 2021</b>	23,807,471	22,704,505	46,511,976
Loss attributable to members	(286,977)	-	(286,977)
<b>BALANCE AT 30 JUNE 2022</b>	<u>23,520,494</u>	<u>22,704,505</u>	<u>46,224,999</u>
Profit attributable to members	860,861	-	860,861
<b>REVALUATION 30 JUNE 2023</b>		3,541,158	3,541,158
<b>BALANCE AT 30 JUNE 2023</b>	<u>24,381,355</u>	<u>26,245,663</u>	<u>50,627,018</u>

## STATEMENT OF CASH FLOWS

*For the Year ended 30th June 2023*

	Note	2023	2022
		\$	\$
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>			
Receipts from customers		11,218,900	7,674,415
Payments to suppliers and employees		(8,952,160)	(6,009,189)
Interest received		42,130	18,171
<b>Net cash provided by operating activities</b>	17	<u>2,308,870</u>	<u>1,683,397</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of property, plant & equipment		-	-
Purchase of property, plant and equipment		(6,023,274)	(1,548,843)
<b>NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES</b>		<u>(6,023,274)</u>	<u>(1,548,843)</u>
Net increase (decrease) in cash held		(3,714,404)	134,554
Cash at beginning of year		7,077,209	6,942,655
<b>CASH AT END OF YEAR</b>	7	<u>3,362,805</u>	<u>7,077,209</u>



## NOTES TO THE FINANCIAL STATEMENTS

### *For the Year ended 30th June 2023*

#### NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

##### I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

###### (A) BASIS OF PREPARATION

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report covers Maroubra Seals Sports & Community Club Limited as an individual entity.

The financial report of Maroubra Seals Sports & Community Club Limited as an individual entity complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

###### REPORTING BASIS AND CONVENTIONS

The financial statements 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.

###### ROUNDING OF AMOUNTS

The Company is an entity to which ASIC Class Order 98/100 applies and, accordingly, amounts in the financial statements and Directors' Report have been rounded to the nearest dollars.

###### (B) COMPARATIVE AMOUNTS

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

###### (C) INCOME TAX

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance date.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation

legislation and the anticipation that the company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Non-member income of the company is only assessable for tax, as member income is excluded under the principle of mutuality.

###### (D) INVENTORIES

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and are net of any rebates and discounts received.

###### (E) PROPERTY, PLANT AND EQUIPMENT

Classes of property, plant and equipment are measured using the cost or revaluation model as specified below.

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 and buildings are measured using the revaluation model.

Freehold land and buildings that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

The company's land and buildings were re-valued at 30 June 2023 by Mr Andrew Nock Valuers Pty Ltd. The valuation provided segregated values for the land and building components. The valuation was made in accordance with a regular policy to revalue land and buildings every three years.

###### PLANT AND EQUIPMENT

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment

and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

## (F) DEPRECIATION

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a straight line method from the date that management determine that the asset is available for use.

Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

The depreciation rates used for each class of depreciable asset are shown below:

CLASS OF FIXED ASSET	DEPRECIATION RATE
Buildings	3.3%
Plant and equipment	7.5% - 40.0%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

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.

## (G) FINANCIAL INSTRUMENTS RECOGNITION

### 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 the equivalent to the date that the Company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

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

### CLASSIFICATION AND SUBSEQUENT MEASUREMENT

Financial instruments are subsequently measured at

either fair value, amortised cost using the effective interest rate method, or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. 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;
- plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- less any reduction for impairment.

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 value with a consequential recognition of an income or expense in profit or loss.

The classification of financial instruments depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and at the end of each reporting period for held to maturity assets.

The Company does not designate any interest as being subject to the requirements of accounting standards specifically applicable to financial instruments.

### (I) FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets are classified at 'fair value through profit or loss' when they are either 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 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 value 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.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting year.

### **(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.

Held to maturity investments are included in non current assets, except for those which are expected to be realised within 12 months after the end of the reporting period, which will be classified as current assets.

If during the period the Company sold or reclassified more than an insignificant amount of the held to maturity investments before maturity, the entire held to maturity investments category would be tainted and reclassified as available for sale.

### **(IV) AVAILABLE FOR SALE FINANCIAL ASSETS**

Available for sale financial assets are non derivative financial assets that are either not suitable to be 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.

Available for sale financial assets are included in non current assets, except for those which are expected to be sold within 12 months after the end of the reporting period.

### **(V) FINANCIAL LIABILITIES**

Non derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Fees payable on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

### **(VI) IMPAIRMENT OF FINANCIAL ASSETS**

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired

### **(H) IMPAIRMENT OF NON FINANCIAL ASSETS**

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

### **(I) 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 expected to be settled more than twelve months 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 national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

Employee benefits are presented as current liabilities in the statement of financial position if the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

### **(J) 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.

### **(K) REVENUE AND OTHER INCOME**

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the

entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

#### **SALE OF GOODS**

Revenue is recognised on transfer of goods to the members and guests as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

#### **RENTAL INCOME**

Investment property revenue is recognised on a straight line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

#### **SUBSCRIPTIONS**

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

#### **INTEREST REVENUE**

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

#### **(L) BORROWING COSTS**

There were no borrowing costs incurred during the reporting period.

#### **(M) 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 payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

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

#### **CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The directors evaluate estimates and judgments incorporated into the financial report 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 company.

#### **KEY ESTIMATES - IMPAIRMENT**

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

#### **(N) ADOPTION OF NEW AND REVISED ACCOUNTING STANDARDS**

In the current year, the company has adopted all of the new and revised Standards and interpretations issued by the Australian Accounting Standards Board ( the AASB ) that are relevant to its operations and effective for the current annual reporting period. There has been no material impact of these changes on the company's accounting policies.

At the date of authorisation of the financial report, the directors anticipate that the standards issued but not yet effective will have no material financial impact on the statements of the company. These standards and interpretations will be first applied in the financial report of the company that relates to the annual reporting period beginning after the effective date of each pronouncement.



## NOTES TO THE FINANCIAL STATEMENTS

*For the Year ended 30th June 2023*

### NOTE 2 - REVENUE

	2023	2022
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Bar sales	1,876,679	1,207,753
Gaming machine clearances	7,792,823	5,366,574
Keno commission	34,040	26,878
TAB commission	49,748	32,873
Pool/Gym Income	1,126,076	520,892
Other Revenue from non-operating activities	365,537	487,713
<b>TOTAL REVENUE</b>	<b><u>11,244,903</u></b>	<b><u>7,642,683</u></b>

### NOTE 3 - PROFIT

Operating Profit before income tax has been determined after:

	2023	2022
	\$	\$
<b>CREDITING AS INCOME</b>		
- Interest received	42,130	18,171
- Profit on disposal of assets	-	-
<b>CHARGING AS EXPENSES</b>		
- Depreciation - plant and equipment	972,626	948,329
- Depreciation - building	701,253	706,371
- Loss on sale of fixed asset	-	-
- Provision for employee entitlements	186,930	137,698

### NOTE 4 - INCOME TAX EXPENSE/ (BENEFIT)

	2023	2022
	\$	\$
Current Tax	-	-

### NOTE 5 - KEY MANAGEMENT PERSONNEL COMPENSATION

	2023	2022
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Short Term Benefit	594,502	700,215
Post Employment Benefit	154,510	226,200
<b>TOTAL COMPENSATION</b>	<b><u>749,012</u></b>	<b><u>926,415</u></b>

**NOTE 6 - AUDITOR'S REMUNERATION**

	2023	2022
	\$	\$
<b>REMUNERATION OF THE AUDITOR OF THE COMPANY FOR:</b>		
- Auditing and reviewing the financial report	34,150	32,500
-Tax and other services	<u>2,500</u>	<u>2,500</u>
<b>TOTAL</b>	<b><u>36,650</u></b>	<b><u>35,000</u></b>

**NOTE 7 - CASH AND CASH EQUIVALENTS**

	2023	2022
	\$	\$
<b>RECONCILIATION OF CASH</b>		
Cash at the end of financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:		
Cash on hand	598,500	450,000
Cash at bank	<u>2,764,305</u>	<u>2,627,209</u>
	<u>3,362,805</u>	<u>3,077,209</u>
Term Deposits	-	<u>4,000,000</u>
	<u>3,362,805</u>	<u>7,077,209</u>

**NOTE 8 - TRADE AND OTHER RECEIVABLES**

	2023	2022
	\$	\$
<b>CURRENT</b>		
Trade debtors	3,003	6,823
<b>TOTAL</b>	<b><u>3,003</u></b>	<b><u>6,823</u></b>

**NOTE 9 - INVENTORIES**

	2023	2022
	\$	\$
<b>CURRENT</b>		
Trading stock - at cost	<u>112,134</u>	<u>98,139</u>

**NOTE 10 - TRADE AND OTHER RECEIVABLE AND OTHER CURRENT ASSETS**

	2023	2022
	\$	\$
<b>OTHER CURRENT ASSETS</b>		
Prepayments	<u>8,352</u>	<u>148,530</u>

NOTE II - PROPERTY, PLANT & EQUIPMENT

	2023	2022
	\$	\$
<b>LAND AND BUILDING</b>		
Freehold Land and Building - Revalued at 30.6.2023	45,150,000	37,475,000
- Club Premises & additions - at cost	-	<u>1,445,284</u>
	45,150,000	38,920,284
<b>LESS: ACCUMULATED DEPRECIATION</b>	-	<u>(1,413,023)</u>
	<u>45,150,000</u>	<u>37,507,261</u>
<b>PLANT AND EQUIPMENT - AT COST:</b>		
Beer plant	130,112	595,690
Carpets	350,459	1,084,406
Computer	112,219	206,531
Furniture & fittings	2,088,297	3,688,982
Gym equipment	337,238	283,003
Keno equipment	12,020	12,020
Motor vehicles	20,439	20,439
Office equipment	43,834	138,522
Plant and equipment	5,084,356	6,354,486
Gaming machines	<u>6,066,293</u>	<u>7,443,567</u>
<b>TOTAL</b>	<b>14,245,267</b>	<b>19,827,646</b>
<b>LESS: ACCUMULATED DEPRECIATION</b>	<u>(11,066,288)</u>	<u>(16,896,481)</u>
<b>TOTAL PLANT AND EQUIPMENT</b>	<u>3,178,979</u>	<u>2,931,165</u>
<b>TOTAL</b>	<b><u>48,328,979</u></b>	<b><u>40,438,426</u></b>

#### MOVEMENTS IN CARRYING AMOUNTS

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

	Beer Plant	Carpets	Computer Equipment	Furniture & Fittings	Office Equipment
<b>Balance at 1 July 2021</b>	<b><u>77,418</u></b>	<b><u>75,614</u></b>	<b><u>4,359</u></b>	<b><u>602,991</u></b>	<b><u>18,761</u></b>
Additions	2,800	58,103	4,272	187,481	1,642
Disposals	-	-	-	-	-
Accumulation depreciation written back	-	-	-	-	-
Depreciation expense	<u>(15,764)</u>	<u>(49,812)</u>	<u>(2,595)</u>	<u>(147,776)</u>	<u>(4,053)</u>
<b>Balance at 30 June 2022</b>	<b><u>64,454</u></b>	<b><u>83,905</u></b>	<b><u>6,036</u></b>	<b><u>642,696</u></b>	<b><u>16,350</u></b>
Additions			8,814	17,400	
Disposal	(465,578)	(733,947)	(103,125)	(1,618,085)	(94,688)
Accumulation depreciation written back	465,578	733,947	103,125	1,618,085	94,688
Depreciation expense	<u>(12,891)</u>	<u>(33,562)</u>	<u>(5,097)</u>	<u>(130,628)</u>	<u>(3,718)</u>
<b>Carrying amount at 30 June 2023</b>	<b><u>51,563</u></b>	<b><u>50,343</u></b>	<b><u>9,753</u></b>	<b><u>529,468</u></b>	<b><u>12,632</u></b>

	Plant & Equipment	Gym Equipment	Gaming Machines	Motor Vehicles	Total
<b>Balance at 1 July 2021</b>	<b><u>1,074,752</u></b>	<b><u>180,699</u></b>	<b><u>977,357</u></b>	<b><u>430</u></b>	<b><u>3,012,381</u></b>
Additions	188,009	51,529	373,278	-	<b>867,114</b>
Disposals	-	-			
Accumulation depreciation written back	-	-	-	-	-
Depreciation expense	<u>(232,449)</u>	<u>(42,823)</u>	<u>(452,961)</u>	<u>(97)</u>	<b><u>(948,330)</u></b>
<b>Balance at 30 June 2022</b>	<b><u>1,030,312</u></b>	<b><u>189,405</u></b>	<b><u>897,674</u></b>	<b><u>333</u></b>	<b><u>2,931,165</u></b>
Additions	46,984	54,234	1,093,008	-	<b>1,220,440</b>
Disposal	(1,317,114)	-	(2,470,282)	-	<b>(6,802,819)</b>
Accumulation depreciation written back	1,317,114	-	2,470,282	-	<b>6,802,819</b>
Depreciation expense	<u>(210,615)</u>	<u>(40,095)</u>	<u>(535,945)</u>	<u>(75)</u>	<b><u>(972,626)</u></b>
<b>Carrying amount at 30 June 2023</b>	<b><u>866,681</u></b>	<b><u>203,544</u></b>	<b><u>1,454,737</u></b>	<b><u>258</u></b>	<b><u>3,178,979</u></b>

#### NOTE 12 - TRADE AND OTHER PAYABLES

	2023	2022
	\$	\$
<b>CURRENT</b>		
Trade payables	485,626	761,090
Employee benefits	603,001	677,271
Subscriptions in advance	<u>92,649</u>	<u>80,342</u>
	<u>1,181,276</u>	<u>1,518,703</u>
<b>NON-CURRENT</b>		
Employee benefits	<u>6,979</u>	<u>25,425</u>



### NOTE 13 - RESERVES

	2023	2022
	\$	\$
<b>ASSET REVALUATION RESERVE</b>		
Unrealised surplus on valuation of Land and Buildings - see Note 1	<u>26,245,663</u>	<u>22,704,505</u>

### NOTE 14 - CONTINGENT LIABILITIES AND CONTINGENT ASSETS

In the opinion of the Directors, the Club did not have any contingencies at 30th June 2023 (June 30, 2022: None).

### NOTE 15 - EVENTS OCCURRING AFTER THE REPORTING DATE

The financial report was authorised for issue on 27th September 2023 by the Board of Directors.

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

### NOTE 16 - RELATED PARTY TRANSACTIONS

During the period Wayne Clare a Director of Clare Plumbing and Building Services Pty Ltd provided building and plumbing services to the club.

Total amount paid/payable during the year ended 30 June 2023 year \$222,311 (2022 \$359,742).

Outstanding balance as at 30 June 2023 - \$ - Nil

Description of services: Plumbing and Building services.

Terms and conditions: Carried out under normal commercial terms.

### NOTE 17 - CASH FLOW INFORMATION

	2023	2022
	\$	\$
<b>RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH PROFIT AFTER INCOME TAX:</b>		
Profit/(Loss) after Income Tax	860,861	(286,977)
Cash flows excluded from profit attributable to operating activities:	-	-
Non-cash flows in profit:		
Depreciation	1,673,879	1,654,700
(Profit)/Loss on disposal of property, plant & equip.	-	-
Changes in assets and liabilities:		
(Increase)/decrease in trade debtors	3,820	44,989
(Increase)/decrease in prepayments	140,178	(1,443)
Increase/(decrease) in trade and other payables	(175,529)	252,522
Increase/(decrease) in subscriptions and revenue in advance	12,307	4,914
Increase/(decrease) in employee benefits and other provisions	(92,716)	80,781
(Increase)/decrease in Inventories	(13,995)	(7,020)
Increase/(Decrease) in provision for income tax	<u>(99,935)</u>	<u>(59,069)</u>
	<b><u>2,308,870</u></b>	<b><u>1,683,397</u></b>

## NOTE 18 - FINANCIAL INSTRUMENTS

### (A) FINANCIAL RISK MANAGEMENT

The Company is exposed to a variety of financial risks through its use of financial instruments.

This note discloses the Company's objectives, policies and processes for managing and measuring these risks.

The Company's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets.

The company's financial instruments consist mainly of deposits with banks and accounts payable.

The company does not have any derivative instruments at 30th June 2023.

The Company does not speculate in financial assets.

### (I) TREASURY RISK MANAGEMENT

The board of directors is responsible for analysing interest rate exposure if applicable and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

### (II) FINANCIAL RISKS

The main risks the company is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

#### INTEREST RATE RISK

Interest rate risk is not material at balance date.

#### FOREIGN CURRENCY RISK

The company is not exposed to fluctuations in foreign currencies

#### LIQUIDITY RISK

The company manages liquidity risk by monitoring forecast cash flows and ensuring that adequate unutilised borrowing facilities are maintained if necessary.

#### CREDIT RISK

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

The company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the company.

#### PRICE RISK

The company is not exposed to any material commodity price risk.

### (B) INTEREST RATE RISK

The Company's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

Financial Asset	Weighted Average Effective Interest Rate		Floating Interest Rate		Non-interest Bearing	
	2023	2022	2023	2022	2023	2022
	%	%	\$	\$	\$	\$
Cash on hand	Nil	Nil			598,500	450,000
Cash at Bank	0.50	0.15	2,301,614	1,955,736	462,691	671,473
Cash on deposit	1.60	0.45	-	4,000,000	-	
<b>Total Financial Assets</b>			<b>2,301,614</b>	<b>5,955,736</b>	<b>1,061,191</b>	<b>1,121,473</b>

#### **NOTE 19 - CLUB DETAILS**

The registered office of the company is:  
Maroubra Seals Sports & Community Club Limited  
204-230 Marine Parade  
Maroubra NSW 2035

The principal place of business is:  
Maroubra Seals Sports & Community Club Limited  
204-230 Marine Parade  
Maroubra NSW 2035

#### **NOTE 20 - MEMBERS GUARANTEE**

The company is limited by guarantee. If the company is wound up, the Memorandum and Articles of Association state that each member is required to contribute a maximum of \$4.00 each toward any outstanding obligations of the company

At 30th June 2023 the number of members was 10,820 (2022 9,725)

#### **NOTE 21 - DIRECTORS' EMOLUMENTS AND BENEFITS**

1. A total of \$52,807 in honorariums was paid to directors.
2. Directors are, on application, reimbursed for expenditure incurred on behalf of the Club, or, in acting as an agent of the Club, or, representing the Club at official functions, exhibitions and seminars.
3. Food and refreshments are provided following scheduled meetings of the Board of Directors.
4. The expenses incurred by the Directors during 2023 were \$40,831.

Expenses for the current year are expected to be of a similar nature and value.

#### **NOTE 22 - SEGMENT REPORTING**

The Club operates predominantly in one business and geographical segment, being a registered club in the hospitality and leisure sector in the Maroubra area of Sydney for the benefit of Members of the Club.

#### **NOTE 23 - CORE AND NON-CORE PROPERTIES**

The following are core properties:

1. 204-230 Marine Parade, Maroubra
2. 9 Fenton Avenue, Maroubra
3. 11 Fenton Avenue, Maroubra
4. 13 Fenton Avenue, Maroubra
5. 15 Fenton Avenue, Maroubra

The following are non-core properties:

1. 1/7 Fenton Avenue, Maroubra
2. 2/7 Fenton Avenue, Maroubra
3. 4/7 Fenton Avenue, Maroubra
4. 5 Fenton Avenue, Maroubra

## **DIRECTOR'S DECLARATION**

*For the Year ended 30th June 2023*

In the opinion of the Directors of Maroubra Seals Sports & Community Club Limited:

- a. The financial statements and notes of Maroubra Seals Sports & Community Club Limited are in accordance with the Corporations Act 2001, including:
- (i) Giving a true and fair view of its financial position as at 30th June 2023 and of its performance for the financial year ended on that date; and
  - (ii) Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
- b. There are reasonable grounds to believe that Maroubra Seals Sports & Community Club Limited will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors:



WAYNE CLARE  
President



BRIAN WILLIAMSON  
Treasurer

*Dated this 27th September 2023*

**MAROUBRA SEALS SPORTS &  
COMMUNITY CLUB LIMITED**  
**ABN 91 000 396 663**

**BELL PARTNERS**  
ACCOUNTANTS ADVISORS AUDITORS

Cnr Lime & Cuthbert Streets  
King Street Wharf Sydney NSW 2000  
Boxes 9-11, 26a Lime Street  
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Bell Partners Accountants  
Advisors Auditors Pty Ltd  
ABN 99 123 069 590

# INDEPENDENT AUDIT REPORT

## OPINION

We have audited the financial report of Maroubra Seals Sports & Community Club Ltd (the Company) which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity, statement of cash flows and notes to the financial statements, including a summary of significant accounting policies, and the Directors' declaration.

In our opinion the financial report of Maroubra Seals Sports & Community Club Ltd is in accordance with the Corporations Act 2001, Including:

- a) Giving a true and fair view of the company's financial position as at 30 June 2023 and of its performance for the year ended on that date; and
- b) Complying with Australian Accounting Standards 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 a 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 (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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the Director of the Company would be in the same terms if given to the Director as at the time of this auditor's report.

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

## 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 and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and is appropriate to meet the needs of the users. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and 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 about 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 judgement, 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 Company's preparation of the financial report that gives a 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 Company'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.

### BELL PARTNERS



Anthony Francis Bell

Registered Company Auditor

Address: PO Box 9-11, 26A Lime Street  
King Street Wharf  
SYDNEY NSW 2000

*Dated this 27th day of September 2023*

## TRADING PROFIT/(LOSS) ACCOUNT

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>INCOME</b>		
Bar Trading Net Profit	529,708	273,870
Cigarette Commission	1,265	1,016
Interest received	42,130	18,171
Keno Trading Profit	9,213	11,294
Miscellaneous Income	76,434	44,505
Gaming Machine Profit	4,705,151	3,279,848
Pool/Gym/Pilates Trading Profit	642,223	215,506
Profit on Disposal of Assets	-	-
Rental Trading Profit (Loss)	85,438	62,643
Room Hire	20,046	13,864
Subscriptions	87,413	71,436
TAB Trading Profit (Loss)	1,637	2,742
Vending Machines	1,579	1,043
Grants - JobSaver	-	237,528
Grants - NSW Covid 19 Business	-	15,000
Insurance Claims	7,073	-
<b>TOTAL INCOME</b>	<b>6,209,310</b>	<b>4,248,466</b>
<b>LESS: ADMINISTRATIVE EXPENSES</b>	<b>(5,123,461)</b>	<b>(4,326,533)</b>
<b>NET OPERATING PROFIT/(LOSS)</b>	<b>1,085,849</b>	<b>(78,067)</b>
<b>LESS DONATIONS</b>		
Surf Life Saving Clubs	(166,134)	(162,231)
Other	(40,360)	(30,915)
Intra Club Sporting Subsidies, Trophies & Prizes	(18,494)	(15,764)
<b>TOTAL DONATIONS</b>	<b>(224,988)</b>	<b>(208,910)</b>
<b>NET OPERATING PROFIT/(LOSS) AFTER DONATIONS</b>	<b>860,861</b>	<b>(286,977)</b>

## BAR TRADING STATEMENTS

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>SALES</b>		
Bar Sales	1,876,678	1,207,753
<b>LESS: COST OF GOODS SOLD</b>		
Opening Stock 1st July 2022	98,139	91,119
Purchases	<u>793,650</u>	<u>504,891</u>
	891,789	596,010
Closing Stock 30th June 2023	<u>112,134</u>	<u>98,139</u>
	<u>779,655</u>	<u>497,871</u>
<b>GROSS PROFIT ON TRADING</b>	<u>1,097,023</u>	<u>709,882</u>
	58.46%	58.71%
<b>LESS: DIRECT EXPENSES</b>		
Insurance - Workers Compensation	11,472	34,714
Payroll Tax	13,769	16,622
Repairs and Maintenance	18,944	347,141
Requisites	19,081	16,107
Superannuation	48,184	12,688
Wages & Salaries	<u>455,865</u>	<u>8,740</u>
	<u>567,315</u>	<u>436,012</u>
<b>SURPLUS TRANSFERRED</b>	<u>529,708</u>	<u>273,870</u>
	<b>28.23%</b>	<b>22.67%</b>

## GAMING MACHINE TRADING STATEMENT

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>CLEARANCES</b>		
Gaming Machine Profit	7,792,823	5,366,574
<b>LESS: DIRECT EXPENSES</b>		
DMS Fee	99,749	68,581
Depreciation	535,945	452,961
Insurance - Workers Compensation	10,555	7,999
Payroll Tax	12,667	11,618
Points Redemption	66,968	49,678
Gaming Machine Duty	1,600,467	966,898
Gaming Machine Promotions	14,959	34,200
Printing & Stationery	10,622	8,424
Repairs and Maintenance	152,350	92,974
Superannuation	44,338	31,772
Licences & Subscriptions	116,771	43,902
Wages & Salaries	<u>422,281</u>	<u>317,719</u>
	<u>3,087,672</u>	<u>2,086,726</u>
<b>SURPLUS TRANSFERRED</b>	<b><u>4,705,151</u></b>	<b><u>3,279,848</u></b>

## CLUB KENO TRADING STATEMENT

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>CLUB KENO</b>		
Commission Received	34,040	26,878
<b>LESS: DIRECT EXPENSES</b>		
Payroll Tax	493	496
Printing & Stationery	496	750
Repairs & Maintenance	2,931	1,925
Superannuation	1,725	1,067
Wages & Salaries	16,432	11,016
Promotions	2,339	-
Workers' Compensation	<u>411</u>	<u>330</u>
	<u>24,827</u>	<u>15,584</u>
<b>SURPLUS TRANSFERRED</b>	<b><u>9,213</u></b>	<b><u>11,294</u></b>

## TAB TRADING STATEMENT

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>TAB</b>		
Commission Received	49,748	32,873
<b>LESS: DIRECT EXPENSES</b>		
Payroll Tax	491	440
Printing & Stationery	45	410
Subscriptions & Licences	29,081	18,253
Superannuation	1,719	946
Wages & Salaries	16,366	9788
Workers' Compensation	409	294
	<u>48,111</u>	<u>30,131</u>
<b>SURPLUS TRANSFERRED</b>	<u><b>1,637</b></u>	<u><b>2,742</b></u>

## POOL/GYM TRADING STATEMENT

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>POOL/GYM</b>		
Income Received	1,126,076	520,892
<b>LESS: DIRECT EXPENSES</b>		
Advertising		1,722
Cleaning	33,509	26,715
Depreciation	40,095	42,823
Electricity	24,707	17,018
Gas	26,998	12,147
Payroll Tax	7,901	5,503
Repairs and Maintenance	45,280	25,058
Subscriptions and Licences	5,988	2,972
Superannuation	27,648	14,801
Swimming and Pilates Accessories	1,433	4,891
Wages & Salaries	263,711	148,010
Workers' Compensation	6,583	3,726
	<u>483,853</u>	<u>305,386</u>
<b>SURPLUS TRANSFERRED</b>	<u><b>642,223</b></u>	<u><b>215,506</b></u>



## RENTAL TRADING STATEMENT

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>RENTAL</b>		
Income Received	129,598	85,150
<b>LESS: DIRECT EXPENSES</b>		
Insurance	4,756	975
Land Tax	19,638	8,175
Management Fees	7,393	5,314
Repairs and Maintenance	2,496	2,613
Rates and Taxes	9,877	5,430
	<u>44,160</u>	<u>22,507</u>
<b>SURPLUS TRANSFERRED</b>	<b><u>85,438</u></b>	<b><u>62,643</u></b>

## ADMINISTRATIVE EXPENSES

*For the Year ended 30th June 2023*

	2023	2022
	\$	\$
<b>EXPENDITURE</b>		
Advertising & Sponsorship	51,281	41,735
Audit and Accountancy (Note 6)	36,650	35,000
Bands and Artists	155,967	83,810
Bank Charges and Interest	33,155	21,473
Cleaning	260,475	161,639
Computer Charges	35,477	22,032
Consultant Fee	7,376	11,713
Courier, Freight & Travel Charges	2,976	852
Depreciation - Building	701,253	706,371
Depreciation - General	396,586	452,545
Directors Expenses	40,831	9,341
Directors' Honoraria	52,807	50,534
First Aid	960	1,331
Fringe Benefits Tax	16,882	16,978
Holiday Pay	119,941	107,820
Insurance - General	280,202	230,718
Insurance - Workers' Compensation	23,359	33,432
Internal Promotions	320,660	164,836
Legal Expenses	14,768	19,250
Light & Power	254,471	210,917
Long Service Leave	66,989	29,878
Membership Renewal Expenses	18,093	24,156
Motor Vehicle Expenses	23,216	21,043
Parking Space	2,500	2,500
Payroll Tax	73,936	27,987
Postage, Printing & Stationery	9,403	9,103
Rates & Taxes	135,120	117,899
Repairs & Maintenance	139,583	116,871
Security	165,540	141,325
Seminar & Training Costs	22,447	9,758
Staff Expenses	8,532	6,532
Staff Uniforms	4,576	5,977
Subscriptions & Licences	104,751	68,810
Superannuation	165,617	153,487
Telephone	10,531	13,008
Wages & Salaries	<u>1,366,550</u>	<u>1,195,872</u>
	<b><u>5,123,461</u></b>	<b><u>4,326,533</u></b>

# HONORARY LIFE MEMBERS

<b>Bob Harron*</b>	<b>1967</b>
<b>John Shore*</b>	<b>1967</b>
<b>Bill Langford*</b>	<b>1971</b>
<b>John McCormack*</b>	<b>1971</b>
<b>Bill Threlfo*</b>	<b>1972</b>
<b>Peter Chapman*</b>	<b>1990</b>
<b>Stan Baker*</b>	<b>1992</b>
<b>John Dynan*</b>	<b>1993</b>
<b>Warren Bos</b>	<b>1995</b>
<b>Alan Langford OAM</b>	<b>1998</b>
<b>Tom Symonds OAM*</b>	<b>2004</b>
<b>Ken Paterson*</b>	<b>2004</b>
<b>David Popplewell*</b>	<b>2006</b>
<b>Brian Purdon*</b>	<b>2006</b>
<b>John Shaw</b>	<b>2006</b>
<b>Peter Redding</b>	<b>2019</b>
<b>Jan Murphy</b>	<b>2019</b>

**\*Deceased**

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## **ACKNOWLEDGEMENT OF COUNTRY**

Maroubra Seals Sports and Community Club acknowledges the Traditional Owners of Country throughout Australia. We pay our respects to Elders past and present

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