

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED

ACN 000 346 690

FINANCIAL STATEMENTS

YEAR ENDED 29 FEBRUARY 2020

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
DIRECTOR'S REPORT
YEAR ENDED 29 FEBRUARY 2020

The Directors present the financial report for the year ended 29 February 2020 and in accordance with a resolution of the directors, report as follows:

DIRECTORS

The names and qualifications of the Directors of the Company in office at the date of this report are:

Glenn Ellis	: Director : Management Accountant : Member of Club since 28/02/1995 : Board Member 7 years
Glenys Ellis	: Director : Volunteer Sports Administration : Member of Club since 28/02/1995 : Board Member 9 years
Dianne Polychrone	: Director : Admin Office Support : Member of Club since 06/02/2008 : Board Member 7 years
Kon Kuskovski	: Director : Site Operations Coordinator : Member of Club since 04/03/2002 : Board Member 7 years
Laurie Barnes	: Director : Plumber : Member of Club since 21/02/2003 : Board Member 6 years
John Stojanovski	: Director : Maintenance service : Member of Club since 12/12/1995 : Board Member 5 years
Zvonko Volar	: Director : Retired : Member of Club since 19/06/1992 : Board Member 5 years
Steven Quinn	: Director : Regional Sales Manager : Member of Club since 15/04/2011 : Board Member 4 years
Justin Bevan	: Director : General Manager : Member of Club since 07/08/2009 : Board Member 4 years

DIRECTORS MEETINGS:

The number of Directors' meetings and number of meetings attended by each of the Directors of the Company during the financial year were:

	<u>Possible Meetings</u>	<u>Meetings Attended</u>
Glenn Ellis	12	12
Glenys Ellis	12	9
Dianne Polychrone	12	12
Kon Kuskovski	12	8
John Stojanovski	12	11
Laurie Barnes	12	12
Zvonko Volar	12	12
Steven Quinn	12	6
Justin Bevan	12	6

PRINCIPAL ACTIVITIES:

The principal activity of the company is that of Licensed Club.

REVIEW AND RESULTS OF OPERATIONS:

The Net Loss of the Company for the year was \$399,861 (2019: Loss \$122,014) after providing Depreciation and amortisation of \$393,865 (2019: \$374,469).

DIVIDENDS:

In accordance with the Club's Constitution, no dividend can be paid and, accordingly, no dividend has been paid or recommended to be paid.

STATE OF AFFAIRS:

During this financial year there was no other significant change in the state of affairs of the Company other than that referred to elsewhere in this Directors' Report, President's Message, accounts or notes thereto.

ENVIRONMENTAL REGULATION:

The Company's operations are subject to various environmental regulations under either Commonwealth or State legislation.

The Board believes that the Company has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they apply to the Company.

EVENTS SUBSEQUENT TO BALANCE DATE:

The impacts of the Covid-19 pandemic began to be felt after the reporting date (current financial year). The impact of the pandemic has forced the club to shut down from 23rd March to 1st June 2020 as the restrictions imposed under Public Health Orders to control the spread of Covid-19. However, given the impact on business of the COVID 19 pandemic and associated measures e.g. travel restrictions, social distancing, value of assets and liabilities have been reassessed. It is reasonable to anticipate that a loss of revenue has been noticed from 3rd week of March to May end 2020 which would be realised once the situation becomes normal in the current financial

year. The directors are of the view that the financial impact of Covid 19 Pandemic would not be significant which might affect going concern of the club.

LIKELY DEVELOPMENTS:

The directors do not anticipate any particular development in the operations of the Company which will affect the results in subsequent years.

SHARES:

As the Company is a corporation limited by guarantee, there are no shares held by the Directors of the Company.

DIRECTORS' INTERESTS:

There are no particulars of Directors' interests in contracts or proposed contracts with the Company, which were disclosed by the Directors in accordance with Section 232A.

DIRECTORS' BENEFITS:

Since the end of the previous financial year, no director has received or become entitled to receive a benefit other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors shown in the accounts or the fixed salary of a full-time employee of the company or of a related corporation by reason of a contract made by the company or a related corporation with the director or with a firm of which he is a member or with a company in which he has a substantial financial interest.

DIRECTORS INDEMNITY:

The company has not, during or since the end of the financial year, in respect of any person who is or has been an Officer or Auditor of the company indemnified or made any relevant agreement for indemnifying against a liability incurred as an Officer including costs and expenses in successfully defending legal proceedings. During the financial year, the company has not paid premiums to insure Directors and Officers against liabilities for costs and expenses incurred by them in successfully defending any legal proceedings arising out of their conduct while acting in the capacity of Director or Officer of the company other than conduct involving a wilful breach of duty in relation to the company.

REGISTERED CLUBS ACT ANNUAL REPORTING REQUIREMENTS

The following information provided to members is in the format approved by the Department of Gaming and Racing. Members may inspect the originals of these disclosures by making a written application to the secretary.

TOP EXECUTIVE REMUNERATION

Remuneration received or due and receivable by top executive officers of the company and any related parties for management of affairs of the company whose remuneration is greater than \$100,000. The number of executives whose income was within the following bands;

	2020	2019
\$100,000 - \$110,000	1	1

DISCLOSURE OF INTEREST OF DIRECTORS AND EMPLOYEES IN CONTRACTS WITH THE CLUB

In the reporting period, there was no occasion when directors or employees reported a material interest in a matter that related to the affairs of the Club.

DIRECTOR AND EMPLOYEE INTEREST IN HOTELS

In the reporting period, there were no directors or top executives who had a financial interest in a hotel.

GIFTS TO DIRECTORS AND EMPLOYEES

In the reporting period, there were no occasions when directors, top executives, or employees of the club reported receiving gifts from affiliated bodies or contractors.

DETAILS OF OVERSEAS TRAVEL

In the reporting period there were no occasions when directors or employees of the club received any overseas travel.

LOANS TO STAFF

In the reporting period, no loan to staff has been provided.

CONTRACTS APPROVED BY THE BOARD

In the reporting period, no controlled contracts have been approved by the Board where a Director or Top Executive has a pecuniary interest.

EMPLOYEES RELATED TO DIRECTORS AND TOP EXECUTIVES

In the reporting period, there were no employees related to directors and top executives.

SETTLEMENTS PAID BY THE CLUB

In the reporting period, the club made no legal settlements with either a director or club employee.

LEGAL FEES PAID BY THE CLUB

In the reporting period, there were no instances when the club paid legal fees on behalf of a director or club employee.

GAMING MACHINE PROFIT

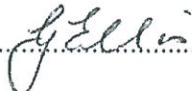
The combined gaming machine profit for the period ending 29 February 2020 was \$1,533,496 (2019- \$1,717,624).

Please note that this amount is profit before State Duties and all other gaming related expenditure.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Auditor's Independence Declaration as required under section 307C of the Corporations Act 2001 is attached.

For and on behalf of the Board
(and in accordance with its resolution)

DIRECTOR.....
Glenn Ellis

Signed at Arncliffe this Tuesday 28th day of July 2020.

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
DIRECTORS' DECLARATION
YEAR ENDED 29 FEBRUARY 2020

In the opinion of the Directors:


(a) The Statement of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Cash Flow Statement, Statement of Changes in Equity/Fund and Notes to and forming part of Financial Statements:

(i) give a true and fair view of the financial position of the Company as at 29 February 2020 and of its performance as represented by the results of its operations and its cash flows, for the year ended on that date; and

(ii) complying with Accounting Standards and the Corporations Regulations 2001; and

(b) As at the date of this statement there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

For and on behalf of the Board
(and in accordance with its resolution)

DIRECTOR.....
Glenn Ellis

Signed at Arncliffe this Tuesday 28th day of July 2020.

INDEPENDENT AUDITOR'S REPORT

To: The Members of Arncliffe Scots Sports & Social Club Limited

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of Arncliffe Scots Sports & Social Club Limited, which comprises the statement of financial position as at 29 February 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the company's declaration.

In my opinion the financial report of Arncliffe Scots Sports & Social Club Limited has been prepared in accordance with the Corporations Act 2001, including:

- a) giving a true and fair view of the company's financial position as at 29 February 2020 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards to the extent described in Note 1 and complying with the Corporations Regulations 2001.

Basis for Opinion

The audit has been conducted in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the Audit of the Financial Report section of this report. I am independent of the company in accordance with 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 the audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my opinion.

Other Information

The company is responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 29 February 2020, but does not include the financial report and the auditor's report thereon.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or knowledge obtained in the audit or otherwise appears to be materially misstated.

- 1 -

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Enquiry

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If, based on the work performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the Company for the Financial Report

The company is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, and for such internal control as the company determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the company is responsible for assessing its ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the company either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

The company is responsible for overseeing the company's financial reporting process.

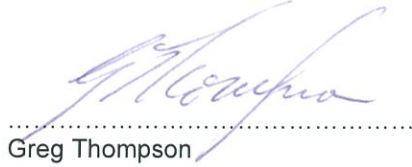
Auditor's Responsibilities for the Audit of the Financial Report

My objectives is to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entity.
- Conclude on the appropriateness of the company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control identified during the audit.



.....
Greg Thompson

Date: 29th day of July 2020

PO Box 70
Miranda NSW 2228

AUDITOR'S INDEPENDENCE DECLARATION

To: the Committee of Arncliffe Scots Sports & Social Club Limited

I declare that, to the best of my knowledge and belief, in relation to the audit of the financial year ended 29 February 2020, there have been:

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



Greg Thompson

Sydney 1st day of April 2020

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ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
	Note	2020	2019
		\$	\$
Continuing Operations			
Revenue from sale of goods	2 (a)	418,756	427,662
Revenue from rendering of services	2 (a)	1,760,443	1,963,839
Other revenue	2 (a)	7,320	29,460
Total revenue		2,186,519	2,420,961
Cost of goods sold		(193,548)	(197,423)
Poker machine duty		(218,508)	(265,064)
Employment expenses		(716,081)	(635,539)
Social & promotion expenses		(344,799)	(337,113)
Occupancy expenses		(118,006)	(142,780)
Repairs & maintenance		(127,046)	(151,918)
Sporting Grants		(20,527)	(12,172)
Insurance		(82,899)	(79,969)
Cleaning		(59,545)	(57,062)
Other expenses		(311,454)	(289,260)
Total Expenditure		(2,192,414)	(2,168,299)
Earnings before interest, depreciation and tax		(5,895)	252,661
Depreciation and amortisation	3(a)	(393,865)	(374,469)
Interest paid	3(a)	(101)	(206)
Profit /(Loss) before tax		(399,861)	(122,014)
Income tax expense		-	-
Net profit (loss) for the year		(399,861)	(122,014)
Other Comprehensive Income		-	-
Total Comprehensive Income for the year		-	-
Total Comprehensive Income attributable to:			
Members of the Company	12	(399,861)	(122,014)
The Income Statement is to be read in conjunction with the notes to the financial statements			

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED				
STATEMENT OF FINANCIAL POSITION				
AS AT 29 FEBRUARY 2020				
	Notes	2020		2019
		\$		\$
Current assets				
Cash and Cash Equivalents	6	787,165		952,485
Inventories	7	25,219		23,844
Other current assets	8	55,347		47,038
Total current assets		867,730		1,023,367
Non current assets				
Property, plant and equipment	9	7,061,129		7,302,733
Total non current assets		7,061,129		7,302,733
TOTAL ASSETS		7,928,860		8,326,101
Current liabilities				
Trade and other payables	10	147,538		132,798
Provisions and other liabilities	11	87,159		70,680
Total current liabilities		234,697		203,478
Non current liabilities				
Provisions and other liabilities	11	29,678		58,276
Total non current liabilities		29,678		58,276
TOTAL LIABILITIES		264,375		261,754
NET ASSETS		7,664,485		8,064,347
MEMBERS' FUND				
Retained Earnings (Fund)	12	6,068,093		6,467,955
Assets Revaluation Reserve	12	1,596,392		1,596,392
TOTAL FUNDS ATTRIBUTABLE TO THE MEMBERS OF THE COMPANY		7,664,485		8,064,347

Statement of Financial Position is to be read in conjunction with the notes to the financial statements

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 29 FEBRUARY 2020

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The statement of changes in equity is to be read in conjunction with the notes to the financial statements

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
STATEMENT OF CASH FLOW			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
	Note	2020	2019
		\$	\$
Cash flows from operating activities			
Cash receipts in the course of operations (net)		2,179,199	2,391,501
Cash payments in the course of operations (net)		(2,162,920)	(2,198,293)
Net cash provided by operating activities	15	16,279	193,208
Cash flows from investing activities			
Payments for Property, Plant & Equipment	9	(152,261)	(371,301)
Proceeds from sale of non-current assets	3(b)	7,320	29,460
Net cash used in investing activities		(144,941)	(341,841)
Cash flows from financing activities			
Payments for Gaming Software Upgradation - financing (net)		(36,658)	(22,610)
Net cash provided by (used in) financing activities		(36,658)	(22,610)
Net increase/(decrease) in cash held		(165,320)	(171,243)
Cash and Cash equivalents at the beginning of the financial year	6	952,485	1,123,728
Cash and Cash equivalents at the end of the financial year	6	787,165	952,485
The cash flow statement is to be read in conjunction with the notes to the financial statements			

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

1 Statement of significant accounting policies

The financial report is a general-purpose financial report which has been prepared in accordance with Accounting Standards- Reduced Disclosure Requirements, the Corporations Act 2001 and the Gaming Machine Tax Act 2001.

Arncliffe Scots Sports & Social Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

Accounting Standards and Interpretations most relevant to the company are:

AASB 1053 Application of Tiers of Australian Accounting Standards

This Standard establishes a differential financial reporting framework consisting of two tiers of reporting requirements for preparing general purpose financial statements, being Tier 1 Australian Accounting Standards and Tier 2 Australian Accounting Standards – Reduced Disclosure Requirements. The company being classified as Tier 2 continues to apply the full recognition and measurement requirement of Australian Accounting Standards with substantially reduced disclosure in accordance with AASB 2010-2 and later amending standards as relevant.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Basis of Preparation

The financial report has been prepared on an accruals basis and is based on historical costs and except for certain non-current assets and financial instruments that are measured at revalued amounts or fair values of assets as explained in the accounting policies below.

The financial report is presented in Australian Dollars which is the Company's functional and presentation currency.

The financial report was authorised for issue onin accordance with a resolution of the Directors. The Directors have power to amend and reissue the financial report.

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by the Company.

New, Revised or Amending Accounting Standards and Interpretations Adopted:

The Company has adopted all of the new, revised and amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The Company has adopted AASB 1053 'Application of Tiers of Australian Accounting Standards and AASB 2010-2' Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements' and later amending statements. No other new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have been adopted. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company.

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

1 Statement of significant accounting policies (continued)

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report:

Going concern:

The annual report has been prepared on the going concern basis, which assumes continuity of the normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of the business. At the date of the issuance of this report, the Directors are confident that the company will be able to continue as a going concern and accordingly, the financial report has been prepared on a going-concern basis.

Revenue recognition – Note 2

Revenues are recognised at fair value of the consideration received or receivable net of the amount of goods and services tax (GST). Exchanges of goods or services of the same nature and value without any cash consideration are not recognised as revenues.

Sales of goods

Revenue from sales of goods comprises revenue earned from the provision of food, beverage and other goods. Revenue is recognised on the point of delivery as this corresponds to the transfer of significant risks and rewards of the ownership of the goods.

Rendering of services revenue

Revenue from rendering of services comprises revenue from gaming facilities together with other services to members and other patrons of the Club and is recognised when the services are provided.

Interest revenue

Interest revenue is recognised as it accrues, taking into account the effective interest rate, which, for floating rate financial assets is the rate inherent in the instrument.

Other income

Other income is recognised when it is received or when the right to receive payment is established.

Sale of non-current assets

The gross proceeds of non-current asset sales are included as revenue at the date control of the asset passes to the buyer, usually when an unconditional contract of sale is signed. The gain or loss on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal.

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

1 Statement of significant accounting policies (continued)

Goods and services tax

Revenues, 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 taxation authority. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the taxation authority is classified as operating cash flows.

Borrowing /Finance costs

Borrowing /finance costs include interest, amortisation of discounts or premiums relating to borrowings, amortisation of ancillary costs incurred in connection with arrangement of borrowings and lease finance charges.

Borrowing /finance costs are expensed as incurred unless they relate to qualifying assets. Qualifying assets are assets which take more than 12 months to get ready for their intended use or sale. In these circumstances, borrowing costs are capitalised to the cost of the assets. Where funds are borrowed specifically for the acquisition, construction or production of a qualifying asset, the amount of borrowing costs capitalised are those incurred in relation to that borrowing, net of any interest earned on those borrowings.

Where funds are borrowed generally, borrowing costs are capitalised using a weighted average capitalisation rate.

Impairment of Assets

Non financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the assets' carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs to sell and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash generating unit.

Intangible Assets

Poker machine licenses are valued in the accounts at cost of acquisition. Poker machine licenses are not amortised as these licenses have an indefinite life for which market value exceeds original cost. The balance is reviewed annually and any balance representing future benefits for which the realisation is considered to be no longer probable is written off.

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

1 Statement of significant accounting policies (continued)

Property, Plant and Equipment

All assets acquired including property, plant and equipment and intangibles other than goodwill are initially recorded at their cost of acquisition at the date of acquisition, being the fair value of the consideration provided plus incidental costs directly attributable to the acquisition.

Freehold land has a value significantly in excess of cost. Freehold land has been stated at revalued amount based on the value as determined by the Directors at the end of reporting period.

Expenditure is only recognised as an asset when the entity controls future economic benefits as a result of the costs incurred, that are probable and can be measured reliably. Costs attributable to feasibility and alternative approach assessments are expensed as incurred.

Subsequent additional costs

Costs incurred on assets subsequent to initial acquisition are capitalised when it is probable that future economic benefits in excess of the originally assessed performance of the asset will flow to the Company in future years, otherwise expensed as incurred.

Depreciation and amortisation

Useful lives

All non- current assets have limited useful lives and are depreciated/amortised using the straight-line method or diminishing value methods over their estimated useful lives.

Assets are depreciated or amortised from the date of acquisition.

Depreciation and amortisation rates and methods are reviewed annually for appropriateness. When changes are made, adjustments are reflected prospectively in current and future periods only.

The depreciation/amortisation rates used for each class of asset are as follows:

	2020	2019
<i>Property, plant and equipment</i>		
Plant and equipment – poker machines	20%	20%
Plant and equipment – other	10-20%	10-20%
Plant and equipment – computers	25%	25%
Plant and equipment – computer software	40%	40%

The assets which are no longer usable, as identified by the management, being old and due to renovation of the main building, have been written off in the accounts.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

1 Statement of significant accounting policies (continued)

Trade Receivables

Trade receivables represent the principal amounts due at balance date less provision for doubtful amounts. The collectability of debts is assessed at reporting date and specific provision is made for any doubtful accounts. Trade receivables are usually settled within 60 days.

Inventories – Note 7

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

Trade and Other Payables – Note 10

Liabilities are recognised for amounts to be paid in the future for goods or services received. Trade accounts payable are normally settled within 60 days.

Employee entitlements – Note 11

Wages, salaries, annual leave and sick leave

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to reporting date. Employee benefits expected to be settled within one year, have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash flows to be made for those benefits.

Liabilities for employee's sick leave are recognised when the leave is taken and measured at the rate paid or payable.

The provision for employee benefits relating to long service leave represents the present value of estimated future cash outflows to be made resulting from employee's service provided to reporting date. The provision is calculated for eligible employees who have completed five years of services, using expected future increases in wages and salary rates including related on costs and expected settlements dates based on turnover history and is discounted using the rates attaching to national government bonds at reporting date which most closely match the terms of maturity of the related liabilities. The unwinding of the discount is treated as long service leave expense.

Superannuation plan

The Company contributes to an employee superannuation fund. Contributions are charged against income as they are made. The Company has no legal or constructive obligations to the fund for any deficit.

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

1 Statement of significant accounting policies (continued)

Financial Assets

The Company classifies its financial assets in the following categories: loans and receivables, held-to-maturity investments, and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and re-evaluates this designation at each reporting date.

(i) Loans and receivables

Trade receivables, loans and other receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are measured at amortised cost using the effective interest method less any impairment. They arise when the Company provides money, goods or services directly to a debtor with no intention of selling the receivable.

They are included in current assets, except for those with maturities greater than 12 months after the Statement of Financial Position date which are classified as non-current assets. Loans and receivables are included in receivables in the Statement of Financial Position

(ii) Available for sale financial assets

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

All financial assets are recognised on trade date where the purchase or sale of a financial asset is under a contract whose terms require delivery of the financial asset within the timeframe established by the market concerned, and are initially measured at fair value, plus transaction costs, except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value.

Financial assets are derecognised when the right to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

Available-for-sale financial assets are subsequently carried at fair value. Unrealised gains and losses arising from changes in the fair value of non-monetary securities classified as available for sale are recognised in equity in the fair value revaluation reserve. When securities classified as available for sale are sold or impaired, the accumulated fair value adjustments are included in the profit or loss as gains and losses from investment securities.

The Company assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of a security below its cost is considered in determining whether the security is impaired. If any such evidence exists for available for sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit and loss – is removed from available for sale investments revaluation reserve and recognised in the profit or loss. Impairment losses recognised in the profit or loss on equity instruments are not reversed

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

1 Statement of significant accounting policies (continued)

through profit or loss. Available for sale financial assets are included in receivables in the Statement of Financial Position

(iii) Held to Maturity Investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the entity has the positive intention and ability to hold-to-maturity and are measured at amortised cost subsequent to initial recognition using the effective interest method. If the entity were to sell other than an insignificant amount of held-to-maturity investments, the whole category is then reclassified as available-for-sale.

Impairment losses are measured as the difference between the investment's carrying amount and the present value of the estimated future cash flows, excluding future credit losses that have not been incurred. The cash flows are discounted at the investment's original effective interest rate. Impairment losses are recognised in profit or loss.

Financial Liabilities

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of profit or loss and other comprehensive income over the period of borrowings using the effective interest method.

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

Fair Value Estimation

The fair value of financial assets and financial liabilities are estimated for recognition and measurement or for disclosure purposes.

The fair value of financial instruments traded in active markets such as trading and available for sale securities is based on quoted market prices at the balance date. The quoted market price used for financial assets held by the Company is the current bid price.

The carrying value of trade receivables and payables are assumed to approximate their fair value due to their short-term nature.

The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company for similar liabilities.

Revisions of accounting estimates

Revisions to accounting estimates are recognised prospectively in current and future periods only.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED		
NOTES TO THE FINANCIAL STATEMENTS		
FOR THE YEAR ENDED 29 FEBRUARY 2020		
	2020	2019
	\$	\$
2. Revenue		
<i>(a) From operating activities</i>		
Sale of goods revenue from operating activities	418,756	427,662
Rendering of services revenue from operating activities	1,760,443	1,963,839
Profit/(Loss) from sale of non-current assets	7,320	29,460
Total other revenues	7,320	29,460
Total revenue from ordinary activities	2,186,519	2,420,961
3. Profit from ordinary activities before income tax expense		
(a) Profit from ordinary activities before income tax expense has been arrived at after charging/(crediting) the following items:		
Interest paid	101	206

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
NOTES TO THE FINANCIAL STATEMENTS			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
	2020		2019
	\$		\$
3. Profit from ordinary activities before income tax expense (continued)			
(a) Profit from ordinary activities before income tax expense has been arrived at after charging/(crediting) the following items:			
Depreciation of:			
Plant and equipment	205,141		185,746
Buildings & Improvements	188,724		188,724
Total depreciation	393,865		374,469
Net expense from movements in provision for:			
employee entitlements	22,481		2,673
(b) Profit before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the financial performance			
Revenue from sale of plant and equipment	7,320		29,460
Profit (Loss) on sale of plant and equipment	7,320		29,460
4. Auditor's remuneration			
<u>Audit services:</u>			
Auditors of the company	5,970		5,970
5. Income Tax			
No provision for income tax has been made due to the accumulated losses brought forward from prior years.			
6. Cash and Cash Equivalents			
Cash on Hand	100,000		100,000
Clearing Accounts	20,956		21,965
Cash at Bank	666,209		830,520
	787,165		952,485

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED		
NOTES TO THE FINANCIAL STATEMENTS		
FOR THE YEAR ENDED 29 FEBRUARY 2020		
	2020	2019
	\$	\$
7. Inventories		
Finished goods - at cost	25,219	23,844
8. Other Assets		
Current		
Deposits, Security Bonds and other	23,542	23,542
Prepayments	23,215	14,906
Accrued Income	8,590	8,590
	55,347	47,038
9. Property, plant & equipment		
Freehold land & Buildings		
29 Burrows Street, Arncliffe	7,548,941	7,548,941
Less: Accumulated Depreciation	(2,933,854)	(2,745,130)
	4,615,086	4,803,810
Freehold land - Revalued	1,550,000	1,550,000
Total Freehold Land and Building	6,165,086	6,353,810
Depreciable Plant		
Poker Machines (at Cost)	3,225,891	3,117,391
Less: Accumulated Depreciation	(2,554,977)	(2,417,546)
	670,914	699,846
Plant, Fixtures & Fittings, Vehicles	1,505,749	1,473,988
Less: Accumulated Depreciation	(1,280,620)	(1,224,911)
	225,129	249,077
Total Plant & Equipment	896,043	948,922
Total Property Plant & Equipment	7,061,129	7,302,733

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
NOTES TO THE FINANCIAL STATEMENTS			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
	2020		2019
	\$		\$
9. Property, plant & equipment (cont)			
Reconciliations of the carrying amounts for each class of property plant and equipments are set out below:			
<i>Freehold land & Buildings</i>			
Carrying amount at beginning of year	6,353,810		6,542,534
Depreciation	(188,724)		(188,724)
Carrying amount at end of year	6,165,086		6,353,810
<i>Depreciable plant</i>			
Carrying amount at beginning of year	948,922		664,392
Additions	152,261		470,276
Depreciation /adjustments	(205,141)		(185,746)
Carrying amount at end of year	896,043		948,922

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
NOTES TO THE FINANCIAL STATEMENTS			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
	2020		2019
	\$		\$
10. Trade and Other Payables			
Current			
Trade creditors	71,141		69,564
Other creditors and accruals	76,397		63,234
	147,538		132,798
11. Provisions and other payables			
Current			
Employee benefits/ entitlements	49,948		35,527
GST Liabilities	554		(1,505)
Gaming Software upgradation	36,658		36,658
	87,159		70,680
Non current			
Employee benefits/ entitlements	20,513		12,454
Gaming Software upgradation	9,164		45,822
	29,678		58,276
12. Retained Earnings (FUND)			
Retained earnings (fund) at beginning of year	6,467,955		6,589,969
Net (loss)/ profit for the year	(399,861)		(122,014)
Closing Balance	6,068,094		6,467,955
Asset revaluation reserve			
Reserve at the beginning of the year	1,596,392		1,596,392
Reserve at the end of the year	1,596,392		1,596,392

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
NOTES TO THE FINANCIAL STATEMENTS			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
	2020		2019
	\$		\$
13. Financial Reporting by Segments			
The company operates in one industry, the principal activity being that of a Licensed Club.			
14. Related Parties			
Key management personnel compensation			
The key management personnel of the Club are the Board of Directors and senior executives (general manager) of the management of the Club. The compensation paid to key management personnel is as follows:			
<u>Directors</u>			
The names of the directors who have held office during the financial year are:-			
Glenn Ellis, Glenys Ellis, Dianne Polychrone, Kon Kuskovski, Laurie Barnes, John Stojanovski, Zvonko Volar, Steve Quinn and Justin Bevan			
From time to time Directors of the company may transact business or use the facilities of the company. These transactions and use are on the same terms and conditions as those of other members and customers.			
	\$		\$
Income received or due and receivable by all directors from the company:	Nil		Nil
Retirement and Superannuation Payments: Amounts paid to directors on retirement from office or to prescribed superannuation funds for provisions of retirement benefits for directors.	Nil		Nil
Loans to Directors:			
Loans to directors and director related entities	Nil		Nil
<u>Senior Executive</u>			
Short term benefits (Short term benefits include wages, superannuation)	102,918		103,723
Other long term benefits (Accrued annual and long service leave include on-costs)	17,844		10416

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
NOTES TO THE FINANCIAL STATEMENTS			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
15. Notes to the statement of cash flows			
	Note	2020	2019
		\$	\$
Reconciliation of operating profit after income tax to net cash provided by operating activities			
Cash and Bank Balance - Note 6		787,165	952,485
Cash as at the end of the financial year as shown in the statement of Cash Flow is reconciled to the related items in the Statement of Financial Position as follows:			
Cash and Cash equivalents		787,165	952,485
The above figures are reconciled to cash and cash equivalents at the end of the financial year as shown the Statement of Cash Flow as follows:			
Balance as above		787,165	952,485
Reconciliation of Operating Profit after Income Tax to net cash provided by operating activities			
Profit (loss) after income tax		(399,861)	(122,014)
Non Cash Flows in operating Profit			
Depreciation		393,865	374,469
Investing/Financing Activities			
(Profit) Loss on Disposal of Assets		(7,320)	(29,460)
Interest Received		-	-
Changes in assets and liabilities			
Decrease (Increase) in Prepayments		(8,309)	419
Decrease (Increase) in Inventories		(1,375)	3,044
Increase (Decrease) in Payables		22,798	2,960
Increase (Decrease) in provisions and other liabilities		16,480	(36,210)
Net Cash provided by Operating Activities		16,279	193,208

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
NOTES TO THE FINANCIAL STATEMENTS			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
	2020		2019
	\$		\$
16. FINANCIAL RISK MANAGEMENT			
The company's financial instruments consist mainly of deposits			
(i) Financial Assets			
Cash and Cash equivalents	787,165		952,485
Trade and other receivables	55,347		47,038
	842,512		999,523
(ii) Financial Liabilities			
Trade and Other payables (excluding GST, PAYG and accruals)	71,141		69,564
	71,141		69,564
17 ASSET REVALUATION:			
The Directors advise that freehold land and building owned by the Company has been revalued in 2013 at \$7,300,000 (land \$1,550,000 and building \$5,750,000) as valued by Independent Valuer. The value of land remains unchanged at the balance date. The revaluation reserve is \$1,596,392.			
18 EVENTS SUBSEQUENT TO REPORTING DATE:			
The impacts of the Covid-19 pandemic began to be felt after the reporting date (current financial year). The impact of the pandemic has forced the club to shut down from 23rd March to 1st June 2020 as the restrictions imposed under Public Health Orders to control the spread of Covid-19. However, given the impact on business of the COVID 19 pandemic and associated measures e.g. travel restrictions, social distancing, value of assets and liabilities have been reassessed. It is reasonable to anticipate that a loss of revenue has been noticed from March end to May end 2020 which would be realised once the situation becomes normal in the current financial year. The directors are of the view that the financial impact of Covid 19 Pandemic would not be significant which might affect going concern of the club.			
19. Company Limited by Guarantee			
Arncliffe Scots Sports & Social Club Limited is a company limited by Guarantee with the liability of the members limited to \$4 as set out in the Company's Memorandum and Articles of Association. Membership numbers as at 29 February 2020 were 2,062(Previous year : 1542).			
20 CORE AND NON CORE PROPERTY			
In accordance with provisions under section 41J(2) of the Registered Club Act, the Directors have classified the following assets as core properties of the Company:			
Land and Building at Borrowers Road, Arncliffe NSW 2205			
There has been no non core property identified by the company			
21 COMPANY DETAILS			
The registered office of the company and principal place of business is: Arncliffe Scots Sports & Social Club Ltd, 29 Burrows Road, Arncliffe NSW 2205.			

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
STATEMENT OF FINANCIAL PERFORMANCE - DETAILED			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
		2020	2019
<u>REVENUE FROM SALES OF GOODS</u>			
Bar Sales		395,765	399,823
Function Sales		22,991	27,839
		418,756	427,662
<u>RENDERING SERVICES</u>			
Net Poker Machine Revenue		1,533,496	1,717,624
Keno Commission		23,512	20,732
Raffle Revenue		140,482	157,611
TAB Gross Commission		21,453	24,093
Member Subscriptions		2,897	2,292
Other Income		21,423	24,307
Other Commissions		17,180	17,180
Profit/(Loss) on Sale of Non-Current Assets		7,320	29,460
		1,767,763	1,993,299
<u>COGS</u>			
Bar Cost of Goods		193,548	197,423
		193,548	197,423
NET Income		1,992,971	2,223,537
<u>OCCUPANCY COSTS</u>			
Light & Power		95,368	121,702
Rates & Taxes		13,073	12,013
Telephone		9,565	9,064
		118,006	142,780
<u>EMPLOYEE EXPENSES</u>			
Salaries & Expenses		636,452	580,386
Employee Entitlements		22,481	2,673
Superannuation		56,763	51,038
Uniforms		385	1,442
		716,081	635,539

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
STATEMENT OF FINANCIAL PERFORMANCE - DETAILED			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
		2020	2019
<u>SOCIAL & PROMOTION EXPENSES</u>			
TAB Promotions		5,200	5,200
Advertising		1,195	-
Club Promotions		18,680	-
Raffle		266,980	306,630
Poker Machine Promotions		52,744	25,283
		344,799	337,113
<u>REPAIRS & MAINTENANCE</u>			
Poker Machine Maintenance		70,525	61,003
Bar Expenses & Replacements		-	1,065
Keno Maintenance		1,475	761
Repairs & Maintenance		55,046	89,089
		127,046	151,918
<u>SPORTING EXPENSES</u>			
Sporting Grants		20,527	12,172
		20,527	12,172
<u>DEPRECIATION/ AMORTISATION</u>			
Depreciation- Poker Machine		150,924	135,367
Depreciation – Buildings		188,724	188,724
Depreciation – Plant and Equipment		54,217	50,379
		393,865	374,469

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED			
STATEMENT OF FINANCIAL PERFORMANCE - DETAILED			
FOR THE YEAR ENDED 29 FEBRUARY 2020			
		2020	2019
OTHER EXPENSES			
Bar Sundry Expenses		1,623	2,663
TAB Other Expenses		7,853	5,258
Accountancy		7,850	12,508
Administration & Bookkeeping		17,762	17,304
Auditors Remuneration - Audit Fees		5,970	5,970
Bank Fees		2,023	1,846
Cash security		17,504	10,016
Cleaning		59,545	57,062
Computer Software		7,822	6,423
Filing fees		493	608
General Expenses		8,072	12,809
Insurance		82,899	79,969
Interest paid		101	206
Hire of Plant & Equipment		13,254	13,579
Legal and Consulting Expenses		2,608	856
Other General Expenses		2,969	4,084
Permits & Licences		6,357	6,108
Community Levy		33,146	35,456
Printing, Postage & Stationery		9,412	6,117
Poker Machine Duty		218,508	265,064
Security		87,877	72,722
Training and welfare - Staff		3,110	4,841
Stocktaking fees		8,400	8,400
Subscriptions		67,348	61,694
Total		672,507	691,561

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED		
STATEMENT OF FINANCIAL PERFORMANCE - BY SEGMENT		
FOR YEAR ENDED 29 FEBRUARY 2020		
	2020	2019
	\$	\$
POKER MACHINES		
Net Poker Machine Revenue	1,533,496	1,717,624
	1,533,496	1,717,624
POKER MACHINE EXPENSES		
Poker Machine Duty and DMS Fees	(218,508)	(265,064)
Poker Machine Depreciation	(150,924)	(135,367)
Poker Machine Maintenance	(70,525)	(61,003)
Poker Machine Promotions	(52,744)	(25,283)
Total Direct Expenses	(492,701)	(486,717)
NET INCOME - POKER MACHINES	1,040,795	1,230,907
BAR TRADING		
Bar Sales	395,765	399,823
Function Sales	22,991	27,839
<u>Less: Bar Cost of Goods Sold</u>		
Bar Opening Stock	23,844	26,889
Bar Purchases	(192,173)	(200,468)
Bar Closing Stock	(25,219)	(23,844)
Bar Cost of Goods	(193,547)	(197,424)
Bar Gross Profit	225,208	230,238
BAR EXPENSES		
Bar Expenses & Replacements	-	(1,065)
Bar Sundry Expenses	(1,623)	(2,663)
Total Direct Expenses	(1,623)	(3,728)
NET INCOME – BARS	223,585	226,509

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED		
STATEMENT OF FINANCIAL PERFORMANCE - BY SEGMENT		
FOR YEAR ENDED 29 FEBRUARY 2020		
	2020	2019
	\$	\$
RAFFLE INCOME		
Raffle Revenue	140,482	157,611
RAFFLE EXPENSES		
Raffle	(266,980)	(306,630)
Total Raffle Expenses	(266,980)	(306,630)
NET INCOME - RAFFLES	(126,498)	(149,019)
COMMISSIONS		
KENO INCOME		
Keno Commission	23,512	20,732
KENO EXPENSES		
Keno Maintenance	(1,475)	(761)
Total Direct Expenses	(1,475)	(761)
NET INCOME - CLUB KENO	22,037	19,971
TAB INCOME		
TAB Gross Commission	21,453	24,093
TAB EXPENSES		
TAB Other Expenses	(7,853)	(5,258)
TAB Promotions	(5,200)	(5,200)
Total Direct Expenses	(13,053)	(10,458)
NET INCOME - TAB	8,400	13,635

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED		
STATEMENT OF FINANCIAL PERFORMANCE - BY SEGMENT		
FOR YEAR ENDED 29 FEBRUARY 2020		
	2020	2019
NET INCOME		
Poker Machines	1,040,795	1,230,907
Bar	223,585	226,509
Club Keno	22,037	19,971
Raffles	(126,498)	(149,019)
TAB	8,400	13,635
Other Commissions	17,180	17,180
Member Subscriptions	2,897	2,292
Other Income	21,423	24,307
Profit/(Loss) on Sale of Non-Current Assets	7,320	29,460
TOTAL NET INCOME	1,217,138	1,415,243

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED		
STATEMENT OF FINANCIAL PERFORMANCE - BY SEGMENT		
FOR YEAR ENDED 29 FEBRUARY 2020		
OTHER EXPENSES		
Accountancy	(7,850)	(12,508)
Advertising	(1,195)	-
Auditors Remuneration - Audit Fees	(5,970)	(5,970)
Administration & Bookkeeping	(17,762)	(17,304)
Bank Fees	(2,023)	(1,846)
Cash Security	(17,504)	(10,016)
Cleaning & Trade waste	(59,545)	(57,062)
Club Promotions	(18,680)	-
Computer Software	(7,822)	(6,423)
Employee Entitlements	(22,481)	(2,673)
Filing fees	(493)	(608)
General Expenses	(8,072)	(12,809)
Hire of Plant & Equipment	(13,254)	(13,579)
Insurance	(82,899)	(79,969)
Interest paid	(101)	(206)
Legal and Consulting Expenses	(2,608)	(856)
Light & Power	(95,368)	(121,702)
Other General Expenses	(2,969)	(4,084)
Sporting Grants and related costs	(20,527)	(12,172)
Permits & Licences	(6,357)	(6,108)
Community Levy	(33,146)	(35,456)
Printing, Postage & Stationery	(9,412)	(6,117)
Rates & Taxes	(13,073)	(12,013)
Repairs & Maintenance	(55,046)	(89,089)
Salaries & Expenses	(636,452)	(580,386)
Security	(87,877)	(72,722)
Stocktaking fees	(8,400)	(8,400)
Subscriptions	(67,348)	(61,694)
Superannuation	(56,763)	(51,038)
Telephone	(9,565)	(9,064)
Training and welfare - Staff	(3,110)	(4,841)
Uniforms	(385)	(1,442)
TOTAL INDIRECT EXPENSES	(1,374,058)	(1,298,156)

ARNCLIFFE SCOTS SPORTS & SOCIAL CLUB LIMITED		
STATEMENT OF FINANCIAL PERFORMANCE - BY SEGMENT		
FOR YEAR ENDED 29 FEBRUARY 2020		
	2020	2019
OPERATING PROFIT/(LOSS) BEFORE DEPRECIATION	(156,919)	117,088
Depreciation – Buildings	(188,724)	(188,724)
Depreciation – Plant and Equipment	(54,217)	(50,379)
	(242,941)	(239,103)
NET PROFIT/(LOSS) FOR YEAR	(399,861)	(122,014)