



Riverstone Schofields
MEMORIAL CLUB

**RIVERSTONE SCHOFIELDS
MEMORIAL CLUB**

ANNUAL REPORT 2018

DIRECTORS 2018



GRANT SMITH
PRESIDENT



MAL REED
SNR VICE PRESIDENT



CORINA BROWN
JNR VICE PRESIDENT



LAWRENCE CAUCHI
TREASURER



GLEN RILEY
DIRECTOR



LILA WHITBY
DIRECTOR



STEVE SIDAWAY
DIRECTOR



VIC COHEN
DIRECTOR



KURT HIPPE
DIRECTOR



MATTHEW DAWSON
GENERAL MANAGER



MARK WHITBY
OPERATIONS MANAGER

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RIVERSTONE-SCHOFIELDS MEMORIAL CLUB LIMITED
ABN 31 000 898 626
MARKET STREET RIVERSTONE 2765

ANNUAL GENERAL MEETING

NOTICE is hereby given that at the Annual General Meeting of RIVERSTONE-SCHOFIELDS MEMORIAL CLUB LIMITED to be held on Sunday 19th May 2019 commencing at the hour of 10am at the premises of the Club, Market Street, Riverstone, New South Wales. All financial members may attend

BUSINESS

1. To confirm the minutes of the previous Annual General Meeting held on Sunday 20th May 2018
2. To receive and consider the Board of Directors report for the year ending 31st December 2018
3. To receive and consider the Statement of financial performance, Statement of cash flows and accompanying statements and the Auditors report
4. To declare the returning officers report on the election of the Board of Directors
5. To consider the ordinary resolutions as stated on pages 6-8 of the annual report
6. To deal with any business of which due notice has been given in warning

N.B. ALL BUSINESS AND NOTICE OF MOTION TO BE DEALT WITH AT THE ANNUAL GENERAL MEETING SHALL BE HANDED TO THE GENERAL MANAGER NO LATER THAN 14 DAYS PRIOR TO THE DATE OF THE MEETING

DATED: 22ND MARCH 2019
BY DIRECTION OF THE BOARD

MARK WHITBY
ACTING GENERAL MANAGER

ORDINARY RESOLUTIONS

FIRST RESOLUTION

That Ross Fowler & Co/R.B. Fowler be removed from the office of auditor of Riverstone-Schofields Memorial Club Limited.

NOTES;

1. Pursuant to Section 329(1A) of the Corporations Act, a Notice of Intention to remove the auditor was received on 18 March 2019.
2. To be passed, this Ordinary Resolution requires votes from a simple majority of those members who being eligible to vote, do so in person on the Ordinary Resolution at the Annual General Meeting.

SPECIAL RESOLUTION

That subject to the passing of the Ordinary Resolution to remove Ross Fowler & Co/R.B. Fowler from the office of auditor of Riverstone-Schofields Memorial Club Limited, SDJ Audit Pty Ltd t/a SDJA be appointed as the new auditor of Riverstone-Schofields Memorial Club Ltd.

NOTES;

1. Pursuant to Section 328B(1) of the Corporations Act, a nomination to appoint SDJ Audit Pty Ltd t/a SDJA to be the auditor of Riverstone-Schofields Memorial Club Ltd, in the event that Ross Fowler & Co/R.B. Fowler is removed from office, was received on 18 March 2019.
2. To be passed, this Special Resolution requires votes from 75% of those members who being eligible vote, do so in person on the Special Resolution at the Annual General Meeting.

SECOND RESOLUTION

That pursuant to the Registered Clubs Act 1976:

A. The members approve and agree to expenditure by the club in a sum not exceeding \$10,000.00 (excluding GST) until the next AGM of the club for the following activities of Directors:

ORDINARY RESOLUTIONS CONT.

- i.** Reasonable meal and refreshments to be associated with each Board meeting of the club;
- ii.** The right for Directors to incur reasonable expenses in traveling to and from Board meetings and other committee meetings as approved by the Board from time to time on the production of invoices, receipts and other proper evidence of such expenditure.
- iii.** The reasonable cost of entertaining and providing refreshments in the club premises for the members of the Board of Directors for entertaining visitors in the club.
- iv.** The provision as required of blazers and associated apparel for the use of Cub Directors when representing the club.

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

C. The members acknowledge that the benefits in paragraph (a) above are in addition to the payment of out-of-pocket expenses that are paid to directors for expenses that are reasonably incurred by a director in the course of carrying out his or her duties in relation to the Club. Such out of pocket expenses must be authorised by a current resolution of the Board.

NOTES TO MEMBERS ON SECOND ORDINARY RESOLUTION;

1. The Second Ordinary Resolution is to have the members in general meeting approve expenditure by the Club on directors for a maximum amount of ten thousand dollars (\$10,000.00) in respect of the matters set out in the Second Ordinary Resolution
2. This amount is in addition to the Club's payment of "out-of-pocket" expenses to

directors for the cost of food and beverages at the Club which are reasonably incurred in the course of a director carrying out his or her duties.

3. To be passed the Second Ordinary Resolution requires votes from a simple majority of those members who being eligible to do so vote in person on the Second Ordinary Resolution at the meeting.

THIRD RESOLUTION

That pursuant to the Registered Clubs Act 1976:

A. The members approve and agree to expenditure by the club in a sum not exceeding \$10,000.00 (excluding GST) for the professional development and education of Directors until the next AGM of the club and being:

- i.** The reasonable cost of Directors attending the ClubsNSW AGM and the Services Club AGM and any other association of which the club is a member.
- ii.** The reasonable cost of Directors attending industry related functions where Directors are required to represent the club.
- iii.** 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 members acknowledge that the benefits in paragraph (a) above are not available to members generally but only for those members who are Directors of the club.

NOTES TO MEMBERS ON THIRD ORDINARY RESOLUTION

1. The Third Ordinary Resolution is to have the members in general meeting approve expenditure by the Club on directors for a maximum amount of ten thousand dollars (\$10,000.00) in respect of the matters set out in the Second Ordinary Resolution.

ORDINARY RESOLUTIONS CONT.

2. To be passed the Third Ordinary Resolution requires votes from a simple majority of those members who being eligible to do so vote in person on the Third Ordinary Resolution at the meeting.

FOURTH RESOLUTION

That pursuant to section 10(6)(b) of the Registered Clubs Act, the members hereby approve the payment of the following honorariums plus any applicable superannuation guarantee levy for the Club's Board of Directors for the twelve (12) month period preceding the 2019 Annual General Meeting:

President	\$1,100.00
Senior Vice President	\$1,100.00
Junior Vice President	\$1,100.00
Treasurer	\$1,100.00
Ordinary Directors	\$1,100.00 each

Being a total of \$9,900 (plus any applicable superannuation guarantee levy).

NOTES TO MEMBERS ON FOURTH ORDINARY RESOLUTION

1. The Fourth Ordinary Resolution is to have the members approve honorariums for the directors of the Club for duties performed by them for the past year.
2. To be passed the Fourth Ordinary Resolution requires votes from a simple majority of those members who being eligible to do so vote in person on the Third Ordinary Resolution at the meeting.

PRESIDENTS REPORT

It is with pleasure that I can announce the Club has produced another profit for 2018 which was up \$85,531.00 on last year. This has left the Club in a strong financial position.

Unfortunately 2018 was a tough year for myself falling ill and being hospitalised for a few months. I was unable to achieve all the goals that I had set for our Club and I feel a little disappointed.

The opening of the new Alfresco Dining Area with an extra 80 seats has really been a godsend with the growth of our Membership and the Playground area being a huge success for the children that attend the Club.

As for the Restaurant, I really believe the Chinese cuisine is very unique to our Club with many Members and Visitors travelling from afar passing many other establishments to dine at our Club.

It is nothing short of amazing that Tony and his Staff can continue to serve in excess of up to 600 meals on a busy night with rarely ever a complaint. Thank you, Tony, you are a huge asset to this Club.

The Board is constantly working to improve the Clubhouse facilities with the next major project on the drawing board being a roof over the outdoor front verandah and a stage with the hope of turning this into an outdoor entertainment area, which I believe will be a huge success.

The Board is now engaged in replacing former CEO Matthew Dawson who served at our Club for over 16 years. Matthew has gone into a new venture and I wish him well.

I have been on the Board for 18 years including 14 years as Treasurer and 1 year as President. I have also been a part of the Sports Council since its inception and I strongly believe the financial support that the Club has given to the Town's Sporting bodies has helped them to achieve some amazing Sporting goals.

In this time I have had the pleasure of watching this Club grow into the Community hub that it has become and

without a doubt the people of Riverstone should be very proud.

The time has come for me to move on and make way for some fresh ideas but it has been a privilege to serve the members of Riverstone Schofields Memorial Club.

I would like to take this opportunity to thank the Board of Directors, the Management Team and the wonderful Staff who constantly go above and beyond to serve the Patrons of the Club. Thank you.

To the Operations Manager, Mark Whitby, who has stepped up to acting CEO, thank you Mark.

Lastly, I would like to thank the Members for their support and I look forward to watching the Club continue to grow.

Thank you

Grant Smith

GRANT SMITH
PRESIDENT

GENERAL MANAGERS REPORT

I am proud to announce that 2018 was another profitable year for the club. Our profit of \$534,651.00, was up on the previous year by \$85,531.00, which puts our club in a strong financial position. Over the past two years, your club has achieved a cumulative profit of almost \$1 million.

Our club has a proactive team of Directors, Managers and Staff who work together for the best interest of members and their guests. Positive steps have been made to ensure that the needs of the growing local community are met. Therefore, 2018 saw some positive changes at your club. The addition of our new alfresco dining area and childrens' play area has been a great success and well received.

I have had the privilege of working with a dedicated and experienced team of managers throughout the years here at Riverstone Memorial Club. Our General Manager, Matthew Dawson, recently resigned after a period of 16 years. One of our duty managers, Graham Keating, has also recently resigned after 10 years of service to the club. I'd like to thank them both for their loyalty, support dedication and commitment to the club during their time here. I wish them all the best with their future endeavours.

Our current Club President Grant Smith, has decided not to contest the current board elections after 18 years of service to the club as a board of director. During this time, Grant served as treasurer for 14 years and Club President for the past year. I would like to sincerely thank you for your dedication and support. It has been greatly appreciated.

We here at Riverstone-Schofields Memorial Club have always prided ourselves on our customer service.

GENERAL MANAGERS REPORT

Consistently receiving positive feedback from our members is testament to the professionalism and dedication of the clubs' staff.

Moving forward in 2019, the club will face many changes. The coming months will see the appointment of a new General Manager, a change of which will be sure to bring fresh ideas to further expand our growing club.

Mark Whitby

MARK WHITBY

ACTING GENERAL MANAGER

TREASURERS REPORT

In 2018 the combined entity produced the net operating profit of the Company after providing for income tax for the Financial year was \$534,651.00

The Club's profit of \$534,651.00 for the year ended 31st December 2018 resulted in an increase on the 2017 Financial year by \$85,531.00

I acknowledge the hard and cautious work done by the Board of Directors and Matthew Dawson (GM) to improve the profitability of the club but also reduced the club debt even further down again in this fiscal year.

The strong performance of the club in 2018 has continued to strengthen the Balance Sheet and a reasonable good Cash Flow of the business, with these results the future viability of the Riverstone Schofields Memorial Club's is secure.

In 2018 your club spent approximately \$835,600.00 on buildings in improvements such as the new all fresco and the children's play area and also maintaining existing Club buildings and facilities in a good and proper order.

\$133,486.00 in grants to sporting clubs, Schools and other well worth activities in the community. Moving forward in 2019, we expect to achieve a similar or better financial result to the one achieved in 2018 through more careful planning, budgeting to ensure more growth of the club.

I would like to take this opportunity to sincerely thank the club President Grant Smith and all of the Board of Directors of Riverstone Schofields Memorial Club for working together this year.

The Club's impressive performance in 2018 was achieved through the careful and measured planning and the implementation off all club policies and procedures by the Board of Directors and the great support from all the Club Members.

TREASURERS REPORT CONT.

To the entire Management team and Staff thank you for your wonderful hospitality you provide to all patrons. On Behalf of the Board of Directors I would like to take this opportunity to sincerely thank all the Riverstone Schofields Memorial Club members for your unequivocal support you gave to all the Board of Directors, Management and Staff all year round.

Lawrence Cauchi

LAWRENCE CAUCHI
TREASURER

ACCOUNTS REPORTS

RIVERSTONE-SCHOFIELDS MEMORIAL CLUB LIMITED

ABN 31 000 898 626 (A Company Limited by Guarantee)

DIRECTORS' REPORT

Your Directors submit the Financial Accounts of the Company for the year ended December 31, 2018 and report as follows:

DIRECTORS

The names of the Directors in office at any time during the year ended December 31, 2018 are as follows:

NAME	QUALIFICATION	CONTINUITY AS DIRECTOR	SPECIAL RESPONSIBILITIES
CORINA BROWN	OFFICE MANAGER	21/05/2017	JUNIOR VICE PRESIDENT
VIC COHEN	SALESMAN	01/05/2011	
LAWRENCE CAUCHI	FINANCIAL PLANNER	15/05/2016	TREASURER
KURT HIPPE	PRIVATE INVESTIGATOR	01/05/2011	DIRECTOR
GLENN HUNTER	PLUMBER	07/04/2002	
GLENN RILEY	CLERK	06/05/2012	DIRECTOR
STEPHEN SIDAWAY	GENERAL MANAGER	18/05/2015	DIRECTOR
GRANT SMITH	BUILDER	18/04/2004	PRESIDENT
LILA WHITBY	SHOP ASSISTANT	21/05/2017	DIRECTOR
MAL REED	RETIRED	21/5/2018	SNR VICE PRESIDENT

ACCOUNTS REPORTS CONT.

MEETINGS OF DIRECTORS

During the year, 17 meetings of directors were held. Attendances by each director were as follows:

NAME	NUMBER ATTENDED	NUMBER ELEGIBLE TO ATTEND
CORINA BROWN	16	17
VIC COHEN	16	17
LAWRENCE CAUCHI	16	17
KURT HIPPE	16	17
GLENN HUNTER <small>RESIGNED 20/05/2018</small>	4	17
MALCOLM REED	12	12
GLENN RILEY	17	17
STEPHEN SIDAWAY	12	17
GRANT SMITH	14	17
LILA WHITBY	15	17

CONSTITUTION

The Club is a Company Limited by Guarantee and without a Share Capital and the liability of members of the Licensed Club is limited to an amount not exceeding five (\$5.00) dollars towards the payments of debts and liabilities in the event of winding up. The number of members as at the date of this report were:

Associate: 9493 Life: 4

ACTIVITIES

The principal activity of the Company in the course of the financial year was to provide members and their guests with amenities and facilities usually associated with a social and recreational club.

No significant change in the nature of the activity occurred during the year.

SHORT TERM OBJECTIVES

The primary short term objective of the Club is to maintain its financial security while continuing to develop the Club's facilities for its members.

LONG TERM OBJECTIVE

The long term objective of the Club remains consistent with the original aims of the Founding Members, which is the promotion of the local community from the greater Riverstone area.

STRATEGIES IN ACHIEVING THESE OBJECTIVES

The Club has continued to invest in the Club's facilities ensuring the Club continues to be an attractive place for its members and guests.

The Club continues to maintain control over its own financial future.

The Club has carefully monitored its operational performance to ensure that costs and expenditure are appropriate for the Club. However the Club has carried on supporting and sponsoring a variety of events, social activities and charities.

ACCOUNTS REPORTS CONT.

OPERATING RESULTS

The net operating profit of the Company after providing for income tax for the financial year was \$ 534,651 (2017: \$ 449,120).

REVIEW OF OPERATIONS

The Club's profit of \$ 534,651 for the year ended 31st December 2018 resulted in a increase on the 2017 year of \$ 85,531.

Movement in significant items of revenue and expenses are as follows:

	2018	2017
POKER MACHINE TRADING PROFIT	\$4,284,272	\$4,280,905
BAR TRADING PROFIT	\$178,488	\$90,865
KENO PROFIT/-LOSS	\$88,743	\$91,343
T.A.B. PROFIT/-LOSS	-\$6,467	-\$25,780
OTHER CLUB INCOME	\$942,580	\$628,458
CLUB EXPENSES	\$4,952,965	\$4,616,671

DIVIDENDS

The Company is a not-for-profit organisation and is prevented by its Constitution from paying a dividend.

REVIEW OF OPERATIONS

A review of the operations of the Company during the financial year and the results of those operations found that during the year, the company continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

EMPLOYEE REMUNERATION

The top five employees of the company whose remuneration package from the company or any related party over \$100,000 during the financial year under review is disclosed in additional information pursuant to Section 41 H(1) of the Registered Clubs Amendment Act.

STATE OF AFFAIRS

In the opinion of the Directors there were no significant changes in the state of affairs of the company that occurred during the Financial Year under review not otherwise disclosed in this Report or the Accounts.

EVENTS SUBSEQUENT TO BALANCE DATE

The directors are unaware of any matters or circumstances which have arisen since the end of the financial year, which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in financial years subsequent to the financial year ended December 31 2018.

LIKELY DEVELOPMENTS AND RESULTS

Likely developments in the operations of the Company and the expected results of the operations have not been included in this report as the directors believe on reasonable grounds, that the inclusion of such information would be likely to result in unreasonable prejudice to the Company.

ENVIRONMENTAL ISSUES

The Company's operations are not subject to significant environmental regulations under the law of the Commonwealth or of a state or territory.

DIRECTORS' INTEREST

Since the end of the previous financial year no Director of the Company has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or receivable by Directors shown in the accounts) by reason of a contract made by the Company or a related corporation with a Director or with a firm of which the Director is a Member, or with an entity in which the Director has a substantial interest.

DIRECTORS' INDEMNITY

Directors' indemnity premiums have been provided for, and paid, during the year for Directors' and Officers' Liability. The Insurance is in respect of legal liability for damages and legal costs arising from claims made by reason of any omissions or acts (other than dishonesty) by them, whilst acting in their individual or collective capacity as Directors or Officers.

The Directors have not included details of the nature of the liabilities covered or the amount of the premium paid in respect of the Directors' and Officers' Liability and legal expenses insurance contracts, as such disclosure is prohibited under the terms of the contracts.

ACCOUNTS REPORTS CONT.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of w to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

AUDITORS INDEPENDENCE DECLARATION

The Directors have obtained a declaration of independence from the auditor, Ross Fowler & Co, in accordance with section 307C of the Corporations Act 2001, which forms part of this report. A copy of the declaration is attached to this report.

This report is signed in accordance with a resolution of the Directors and is signed for and on behalf of the Directors by:



GRANT SMITH
DIRECTOR



LAWRENCE CAUCHI
DIRECTOR

Dated at Riverstone this 27th day of February, 2019.

INCOME STATEMENT

INCOME STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2018

CLASSIFICATION OF EXPENSES BY NATURE	NOTE	2018	2017
REVENUE FROM ORDINARY ACTIVITIES	2	\$ 10,024,314	\$9,625,283
CHANGES IN INVENTORIES		\$3,045	-\$14,530
CONSUMABLES USED		-\$947,931	-\$880,253
EMPLOYEE BENEFITS EXPENSE		-\$2,382,663	-\$2,415,974
DEPRECIATION AND AMORTISATION EXPENSES	2	-\$999,064	-\$976,621
BORROWING COSTS EXPENSE	2	-\$56,151	-\$66,651
OTHER EXPENSES FROM ORDINARY ACTIVITIES		-\$5,106,899	-\$4,822,134
PROFIT/-LOSS FROM ORDINARY ACTIVITIES BEFORE INCOME TAX EXPENSE		\$534,651	\$449,120
INCOME TAX RELATING TO ORDINARY ACTIVITIES	3	0	0
NET PROFIT FROM ORDINARY ACTIVITIES AND AFTER INCOME TAX EXPENSE ATTRIBUTABLE TO MEMBERS		\$534,651	\$449,120
TOTAL CHANGES IN EQUITY		\$534,651	\$449,120

THE ACCOMPANYING NOTES FORM PART OF THESE FINANCIAL STATEMENTS.

STATEMENT OF CHANGES

STATEMENT OF CHANGES IN MEMBERS FUNDS FOR THE YEAR ENDED DECEMBER 31, 2018

	RETAINED EARNINGS	TOTAL
BALANCE 31 ST DECEMBER 2016	\$11,451,509	\$11,451,509
PROFIT ATTRIBUTABLE TO MEMBERS	\$449,120	\$449,120

	RETAINED EARNINGS	TOTAL
BALANCE 31 ST DECEMBER 2017	\$11,900,629	\$11,900,629
PROFIT ATTRIBUTABLE TO MEMBERS	\$534,651	\$534,651

	RETAINED EARNINGS	TOTAL
BALANCE 31 ST DECEMBER 2018	\$12,435,280	\$12,435,280

THE ACCOMPANYING NOTES FORM PART OF THESE FINANCIAL STATEMENTS.

BALANCE SHEET

BALANCE SHEET AS AT DECEMBER 31, 2018

CURRENT ASSETS	NOTE	2018	2017
CASH		\$630,962	\$578,180
RECEIVABLES	4	\$5,000	\$5,000
INVENTORIES	6	\$34,736	\$31,691
OTHER	7	\$190,819	\$ 199,639
TOTAL CURRENT ASSETS		\$861,517	\$814,510

NON-CURRENT ASSETS	NOTE	2018	2017
INVESTMENTS — SHARES	8	\$752	\$752
PROPERTY, PLANT & EQUIPMENT	9	\$15,163,435	\$14,663,734
TOTAL NON-CURRENT ASSETS		\$15,164,187	\$14,664,486

TOTAL ASSETS		\$16,025,704	\$15,478,996
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THE ACCOMPANYING NOTES FORM PART OF THESE FINANCIAL STATEMENTS.

BALANCE SHEET AS AT DECEMBER 31, 2018

CURRENT LIABILITIES	NOTE	2018	2017
ACCOUNTS PAYABLE	10	\$588,247	\$520,926
BORROWINGS	11	\$404,388	\$477,783
PROVISIONS	12	\$314,639	\$417,063
OTHER	13	\$132,694	\$196,053
TOTAL CURRENT LIABILITIES		\$1,439,968	\$1,611,825

NON-CURRENT LIABILITIES	NOTE	2018	2017
BORROWINGS	11	\$1,956,637	\$1,966,542
PROVISIONS	12	\$193,819	0
TOTAL NON-CURRENT LIABILITIES		\$2,150,456	\$1,966,542

TOTAL LIABILITIES		\$3,590,424	\$3,578,367
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NET ASSETS		\$12,435,280	\$11,900,629
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MEMBERS FUNDS	NOTE	2018	2017
RETAINED PROFITS	14	\$12,435,280	\$11,900,629
TOTAL MEMBERS FUNDS		\$12,435,280	\$11,900,629

THE ACCOMPANYING NOTES FORM PART OF THESE FINANCIAL STATEMENTS.

CASH FLOWS

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2018

CASH FLOWS FROM OPERATING ACTIVITIES	NOTE	2018	2017
CASH RECEIPTS IN THE COURSE OF OPERATIONS		\$10,763,705	\$10,582,034
CASH PAYMENTS IN THE COURSE OF OPERATIONS		-\$9,341,770	-\$8,910,188
INTEREST RECEIVED		\$960	\$512
RENT RECEIVED		\$236,362	\$4000
INTEREST AND COSTS OF FINANCE PAID		-\$56,151	-\$66,651
INCOME TAXES PAID		0	0
NET CASH PROVIDED BY/-USED IN OPERATING ACTIVITIES	19 (B)	\$1,603,106	\$1,609,707
CASH FLOWS FROM INVESTING ACTIVITIES	NOTE	2018	2017
PROCEEDS FROM SALES OF PROPERTY, PLANT & EQUIPMENT		\$82,566	\$32,320
PAYMENT FOR PROPERTY, PLANT & EQUIPMENT		-\$1,549,590	-\$881,892
NET CASH PROVIDED BY/-USED IN INVESTING ACTIVITIES		-\$1,467,024	-\$849,572
CASH FLOWS FROM FINANCIAL ACTIVITIES	NOTE	2018	2017
PROCEEDS FROM BORROWING		\$826,496	\$205,508
REPAYMENT OF BORROWINGS		-\$973,513	-\$594,082
NET CASH PROVIDED BY/-USED IN FINANCIAL ACTIVITIES		-\$147,017	-\$388,574
NET INCREASE/DECREASE IN CASH HELD		-\$10,935	\$371,561
CASH AS AT JANUARY 1, 2018		\$471,282	\$99,721
CASH AS AT DECEMBER 31, 2018	19(A)	\$460,347	\$471,282

NOTES OF THE ACCOUNTS

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2018

NOTE 1. STATEMENT OF ACCOUNTING POLICIES

The financial statements cover Riverstone-Schofields Memorial Club Limited as an individual entity. Riverstone-Schofields Memorial Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

a. BASIS OF PREPARATION

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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.

b. FINANCIAL ASSETS

All financial asset and non financial assets are assessed at each reporting date to determine whether there is any objective evidence that it is impaired.

All impairment losses are recognized in profit or loss.

The recoverable amount of an asset or cash generating unit is the greater of its value in use and its fair value less costs to sell.

c. STATEMENT OF COMPLIANCE

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the full-year financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS")

d. AMORTISATION AND DEPRECIATION OF PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are depreciated/ amortised at rates based upon their expected economic lives, using the diminishing value method or unless otherwise stated.

The depreciable rates used for each class of asset are as follows:

BUILDING AND LEASEHOLD IMPROVEMENTS	2.5%	PRIME COST
PLANT AND EQUIPMENT	7.5%-40%	DIMINISHING VALUE
LEASED PLANT	30%	PRIME COST
POKER MACHINES	30%	DIMINISHING VALUE
MOTOR VEHICLES	22.5%	DIMINISHING VALUE
LEASED MACHINES	30%	DIMINISHING VALUE

NOTES OF THE ACCOUNTS CONT.

e. INVENTORIES

Inventories, representing liquor and sundry stocks are valued at the lower of cost and net realisable value.

f. INCOME TAX

Due to the Doctrine of Mutuality income tax is levied on that portion of the club's income attributed to visitors and other external sources. Expenses of the club directly related to members are not allowed as a deduction for income tax purposes.

g. EMPLOYEE ENTITLEMENTS

Annual Leave and Sick Leave

The provision for employee entitlements to annual leave represents the amount which the economic entity has a present obligation to pay resulting from employees' services provided up to the balance date. The provision has been calculated at nominal amounts based on current wage and salary rates and includes related on-costs. Sick leave entitlements are charged to the Statement of Financial Performance when claimed.

Long Service Leave

The liability for employee entitlements to long service leave represents leave entitlements accrued by those employees with greater than five years of service and includes related on-costs.

h. LEASE PLANT AND EQUIPMENT

Leases of plant and equipment under which the company assumes substantially all the risks and benefits of ownership are classified as finance leases.

Finance leases are capitalised. A lease asset and liability equal to the present value of the minimum lease payments are recorded at the

inception of the lease. Contingent rentals are written off as an expense of the accounting period in which they are incurred. Capitalised lease assets are amortised on a straight line basis over the term of the relevant lease. Lease liabilities are reduced by repayments of principal. The interest components of the lease payments are charged to the statement of financial performance.

i. SUPERANNUATION

The Company is committed to paying Award Club Plus Superannuation to all employees based on nine and a half percent of their ordinary time earnings.

j. INVESTMENTS

Investments are carried at the lower of cost or recoverable amount.

k. GOODS AND SERVICES TAX

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). In these circumstances the GST is recognized 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 ATO 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 financial activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

i. COMPARATIVE FIGURES AND REPORTING FORMAT

Where ever possible comparative figures have been adjusted to conform with changes in presentation and format to that of the previous financial year.

NOTES OF THE ACCOUNTS CONT.

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2018

NOTE 2. REVENUE

OPERATING ACTIVITIES	2018	2017
POKER MACHINES NET RECEIPTS	\$6,986,450	\$7,006,095
BAR SALES	\$1,891,217	\$1,768,780
ENTERTAINMENT RECEIPTS	\$338,235	\$329,734
FUNCTION RECEIPTS	\$70,616	\$69,606
MEMBERS SUBSCRIPTIONS	\$46,294	\$39,922
SUNDRY INCOME	\$218,372	\$184,594
KENO COMMISSIONS	\$161,269	\$165,047
TAB COMMISSIONS	\$74,539	\$56,993
	\$9,786,992	\$9,620,771
GST COLLECTED	\$976,713	\$956,751
	\$10,763,705	\$10,577,522

NON-OPERATING ACTIVITIES	2018	2017
RENT RECEIVED	\$236,362	\$4,000
INTEREST RECEIVED	\$960	\$512
	\$237,322	\$4,512

NOTES OF THE ACCOUNTS CONT.

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2018

TOTAL REVENUE

Profit from ordinary activities before income tax
Expense has been determined after:

A. EXPENSES	2018	2017
DEPRECIATION/AMORTISATION OF PROPERTY, PLANT AND EQUIPMENT	999,064	\$976,621
INTEREST PAID	\$56,151	\$66,651
REMUNERATION OF AUDITORS:		
- AUDIT AND REVIEW	\$20,000	\$20,000
- OTHER SERVICES	\$7,320	\$23,318
AMOUNTS SET ASIDE TO PROVISION FOR:		
- EMPLOYEE ENTITLEMENTS/-WRITTEN BACK	\$80,340	-\$13,857
B. REVENUE AND NET GAIN		
PROFIT/ - LOSS ON SALES OF ASSETS	\$31,741	-\$1,269

NOTE 3. INCOME TAX

The Income Tax Act, 1936 (amended) provides that under the concept of mutuality clubs are only liable for income tax on income derived from non-members, interest and commission received less concessional deductions and from outside entities, and not on the surplus as shown in the Statement of Financial Performance. In view of this special circumstance it is not appropriate to compare income tax payable with the operating profit/-loss as disclosed in the Statement of Financial Performance.

A. THE AMOUNT SET ASIDE FOR INCOME TAX IN THE STATEMENT OF FINANCIAL PERFORMANCE HAS BEEN CALCULATED AS FOLLOWS:

	2018	2017
INCOME TAX APPLICABLE TO ABOVE AT TAX RATE OF 30%		
2018 AND 2017	\$0	\$0
UNDER/-OVER PROVISION IN PRIOR YEAR	\$0	\$0
LESS BENEFIT OF TAX LOSSES BROUGHT FORWARD	\$0	\$0
	\$0	\$0

B. PROVISION FOR CURRENT INCOME TAX MOVEMENTS DURING THE YEAR:

	2018	2017
MOVEMENTS DURING THE YEAR	\$0	\$0
BALANCE AT BEGINNING OF THE YEAR	\$0	\$0
INCOME TAX REFUND/-PAYABLE	\$0	\$0
CURRENT YEARS INCOME TAX EXPENSE ON OPERATING PROFIT	\$0	\$0
UNDER/-OVER PROVISION IN PRIOR YEAR	\$0	\$0
	\$0	\$0

NOTES OF THE ACCOUNTS CONT.

c. DEFERRED TAX ASSETS

Future income tax benefit not taken into account:

The potential income tax benefit arising from timing differences and tax losses brought forward has not been recognised as an asset because recovery is not assured beyond reasonable doubt:

The potential future income tax benefit will only be obtained if:

- i.** the Company derives future assessable income of a nature and an amount sufficient to enable the benefit to be realised
- ii.** the Company continues to comply with the conditions for deductibility imposed by the Law: and
- iii.** no changes in tax legislation adversely affect the Company in realising the benefit.

NOTE 4. RECEIVABLES

	2018	2017
TAB- SECURITY DEPOSIT	\$5,000	\$5,000
	\$5,000	\$5,000

NOTE 5. RENUMERATION OF DIRECTORS

In accordance with the Registered Club Act - No Director received any remuneration other than out of pocket expenses as allowed by the Articles of Association.

NOTE 6. INVESTORIES

	2018	2017
BAR STOCK - LANDED COST	\$34,736	\$31,691

NOTE 7. OTHER CURRENT ASSETS

	2018	2017
INCOME TAX PAID IN ADVANCE	-	\$149
PREPAYMENTS	\$190,819	\$199,490
	\$190,819	\$199,639

NOTES OF THE ACCOUNTS CONT.

NOTE 8. INVESTMENTS

	2018	2017
SHARES AT COST - ING CO-OP LTD	750	750
COMMUNITY FIRST	2	2
	752	752

NOTE 9. PROPERTY, PLANT AND EQUIPMENT (AT COST)

	2018	2017
PLANT AND EQUIPMENT	\$4,370,755	\$4,211,297
LESS: ACCUMULATED DEPRECIATION	\$3,611,179	\$3,450,504
	\$759,576	\$760,793

	2018	2017
POKER MACHINES	\$4,253,740	\$3,939,864
LESS: ACCUMULATED DEPRECIATION	\$3,021,456	\$2,977,928
	\$1,232,284	\$961,936

SUB TOTAL - CARRIED FORWARD

\$1,991,860

\$1,722,729

NOTE 9. CONTINUED

SUB TOTAL - BROUGHT FORWARD	\$1,991,860	\$1,722,729
	2018	2017
POKER MACHINE LICENCES	\$205,763	\$190,458
	2018	2017
PLANT UNDER LEASE	\$856,543	\$956,777
LESS: ACCUMULATED DEPRECIATION	\$394,593	\$180,393
	\$461,950	\$776,384
	2018	2017
LAND - LOT 6 MARKET STREET	\$299,391	\$299,391
LAND - LOT 2 MARKET STREET	\$786,870	\$786,870
LAND - BOWLING CLUB	\$1,900,000	\$1,900,000
BUILDINGS - BOWLING CLUB	\$1,403,644	\$1,403,644
BUILDINGS - NEW CLUB HOUSE	\$12,087,224	\$11,251,525
	\$16,477,129	\$15,641,430
LESS: ACCUMULATED DEPRECIATION	\$3,973,267	\$3,667,267
	\$12,503,862	11,974,163
TOTAL PROPERTY, PLANT AND EQUIPEMENT - NET BOOK VALUE	\$15,163,435	\$14,663,734

NOTES OF THE ACCOUNTS CONT.

NOTE 10. ACCOUNTS PAYABLE

	2018	2017
GST LIABILITY	\$65,529	\$96,300
TRADE CREDITORS	\$414,290	\$369,520
ACCURALS	\$108,428	\$55,106
	\$588,247	\$520,926

NOTE 11. BORROWINGS

	2018	2017
CURRENT - SECURED		
BANK OVERDRAFT	\$170,615	\$106,898
LEASE & HP LIABILITIES - NOTE 15	\$233,773	\$370,885
	\$404,388	\$477,783

	2018	2017
NON-CURRENT - SECURED		
BUSINESS LOAN - NOTE 16	\$1,780,000	\$1,760,000
LEASE & HP LIABILITIES - NOTE 15	\$176,637	\$206,542
	\$1,956,637	\$1,966,542

NOTE 12. PROVISIONS

CURRENT	2018	2017
PROVISION - POKER MACHINE TAX	131,241	\$120,186
PROVISION - EMPLOYEE ENTITLEMENTS	183,398	\$296,877
	\$314,639	\$417,063

NON-CURRENT	2018	2017
PROVISION - DEFERRED INCOME TAX LIABILITY	\$193,819	\$0

NOTE 13. OTHER CURRENT LIABILITIES

	2018	2017
GST REBATE IN ADVANCE	\$17,180	\$17,975
SUBSCRIPTION PAID IN ADVANCE	\$3,434	\$814
	\$20,614	\$18,789

NOTE 14. RETAINED PROFITS

	2018	2017
RETAINED PROFITS AT THE BEGINNING OF THE FINANCIAL YEAR	\$11,900,629	\$11,451,509
NET PROFIT/-LOSS ATTRIBUTABLE TO MEMBERS	\$534,651	\$449,120
RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR	\$12,435,280	\$11,900,629

NOTES OF THE ACCOUNTS CONT.

NOTE 15. HIRE PURCHASE & LEASING COMMITMENTS

	2018	2017
COMMITMENTS IN RELATION TO:		
FINANCE LEASES AS FOLLOWS:		
NOT LATER THAN 1 YEAR	\$168,728	\$370,885
LATER THAN 1 YEAR BUT NOT LATER THAN 2 YEARS	\$37,340	\$ 163,410
LATER THAN 2 YEARS BUT NOT LATER THAN 5 YEARS	-	\$ 43,132
MINIMUM PAYMENTS	\$206,068	\$577,427
LESS FUTURE FINANCE CHARGES	\$0	\$0
TOTAL LIABILITY	\$206,068	\$ 577,427

	2018	2017
HIRE PURCHASE PAYABLE AS FOLLOWS:		
NOT LATER THAN 1 YEAR	\$65,045	-
LATER THAN 1 YEAR BUT NOT LATER THAN 2 YEARS	\$70,433	-
LATER THAN 2 YEARS BUT NOT LATER THAN 5 YEARS	\$68,864	-
MINIMUM PAYMENTS	\$204,342	-
LESS FUTURE FINANCE CHARGES	\$0	-
TOTAL LIABILITY	\$204,342	-

CURRENT	\$233,773	\$370,885
NON-CURRENT	\$176,637	\$206,542
	\$410,410	\$577,427

NOTE 16. BUSINESS LOAN FACILITIES

Security covering the above facility comprises:

- a.** Registered First Mortgage from Riverstone-Schofields Memorial Club Limited over property situated at Lot 2 corner George and Market Street, Riverstone described in Certificate of Title Folio Identifier 2/524457
- b.** Registered First Equitable Mortgage by Riverstone-Schofields Memorial Club Limited over the whole of the company's assets and undertakings including uncalled capital.

NOTE 17. FINANCIAL INSTRUMENTS

a. INTEREST RATE RISK

The entity'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 classes of financial assets and financial liabilities, is as referred to in the relative preceding notes.

Please see interest rate risk on opposite page

b. CREDIT RISK

The maximum exposure of credit risk, excluding the value of any collateral of other security, at balance date to recognized financial assets, is the carrying amount as disclosed in the Statement of Financial Position and notes to and forming part of the financial statements. The company has a material risk exposure to the National Australia Bank under financial instruments entered into by the Company.

	WEIGHTED AVERAGE EFFECTIVE INTEREST		FLOATING INTEREST RATE		FIXED INTEREST RATE MATURING		
	RATE				WITHIN 1 YEAR		1 TO 5 YEARS
	2018	2017	2018	2017	2018	2017	2018

FINANCIAL ASSETS:

CASH	2.25%	2.25%	\$630,962	\$578,180			
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FINANCIAL LIABILITIES:

BANK OVERDRAFT	6.00%	6.00%	\$170,615	\$106,898	-	-	-
LOAN -	6.00%	6.00%	\$1,780,000	\$1,760,000	-	-	-
HIRE PURCHASE AND LEASING	7.00%	7.00%	-	-	\$233,773	\$370,885	\$176,637

TOTAL FINANCIAL LIABILITIES

	\$2,451,868	\$1,866,898	\$233,773	\$370,885	\$176,637	\$206,542
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NOTES OF THE ACCOUNTS CONT.

c. NET FAIR VALUES

For all other financial assets and liabilities, the net fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets. The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the Statement of Financial Position and notes to and forming part of the financial statements.

NOTE 18. RELATED PARTIES

The names of each person holding the position of Directors of Riverstone-Schofields Memorial Club Limited during the financial year are:

Messrs: V. Cohen, L. Cauchi, K. Hippe, G. Hunter, G. Riley, S. Sidaway, G. Smith, M. Reed, Mrs L. Whitby and Mrs C. Brown.

NOTE 19. NOTES TO THE STATEMENT OF CASHFLOW

A. RECONCILIATION OF NET CASH

For the purpose of this Statement of Cash Flows, cash includes Cash on Hand and in Banks and Investments in Money Market, Investments net of outstanding Bank Overdrafts. Cash 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:

	2018	2017
CASH	\$630,962	\$578,180
BANK OVERDRAFT	-\$170,615	-\$106,898
	\$460,347	\$471,282

NOTES OF THE ACCOUNTS CONT.

B. RECONCILIATION OF NET CASH OPERATIONS WITH OPERATING PROFIT/-LOSS AFTER INCOME TAX

	2018	2017
CASH	\$630,962	\$578,180
<hr/>		
	2018	2017
OPERATING PROFIT/-LOSS AFTER INCOME TAX AND BEFORE EXTRAORDINARY ITEMS	\$534,651	\$449,120
<hr/>		
NON-CASH FLOWS IN OPERATING PROFIT		
AMORTISATION/DEPRECIATION	\$999,064	\$976,621
- GAINS/LOSS ON DESPOSIBLE ASSETS	-\$31,741	\$1,269
<hr/>		
CHARGES TO PROVISION	\$80,340	\$-13,857
<hr/>		
CHANGES IN ASSETS AND LIABILITIES		
- INCREASE/DECREASE IN TRADE AND TERMS DEBTORS	\$0	\$0
<hr/>		
- INCREASE/DECREASE IN INVENTORIES	-\$3,045	\$14,530
<hr/>		
- INCREASE/DECREASE IN PREPAYMENTS	\$8,820	-\$56,179
<hr/>		
- INCREASE/DECREASE IN TRADE CREDITORS	\$67,321	\$86,577
<hr/>		
- INCREASE/DECREASE IN OTHER LIABILITIES	-\$52,304	\$151,626
<hr/>		
	\$1,603,106	\$1,609,707
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DIRECTORS DECLARATION

The Directors of the company declare that:

1. the financial statements and notes, as set out on the pages 1 to 19:

a. comply with Accounting Standards and the Corporations Act, 2001; and

b. Give a true and fair view of the financial position as at December 31, 2018 and performance for the year ended on that date of the company

2. In the Directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due and payable.

This Declaration is made in accordance with a resolution of the Board of Directors



GRANT SMITH
DIRECTOR



LAWRENCE CAUCHI
DIRECTOR

Dated at Riverstone this 27th day of February, 2019.

AUDITORS INDEPENDENT REPORT



Chartered Accountants and Business Advisors
Ross Fowler B.Comm. FCA ABN | 96 769 893 959

WE DECLARE THAT, TO THE BEST OF OUR KNOWLEDGE AND BELIEF, DURING THE YEAR ENDED 31 DECEMBER 2018 THERE HAS BEEN:

We declare that, to the best of our knowledge and belief, during the year ended 31 December 2018 there has 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.

ROSS FOWLER & CO.
CHARTERED ACCOUNTANTS

R.B FOWLER

Address: 11 Tindale Street, Penrith NSW, 2750

Date: 27th day of February, 2019

AUDITORS REPORT TO THE MEMBERS CONT.

OPINION

We have audited the financial report of The Riverstone-Schofields Memorial Club Limited, which comprises the statement of financial position as at 31st December, 2018, the statement of profit or loss and other comprehensive income, statement of changes in members funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion the financial report of The Riverstone-Schofields Memorial Club Limited is in accordance with the Corporations Act 2001, including:

- i.** giving a true and fair view of the Company's financial position as at 31st December 2018 and of its performance for the year ended on that date:
and
- ii.** complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001.

BASIS OF OPINION

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the club 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

AUDITORS REPORT TO THE MEMBERS CONT.

relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

INFORMATION OTHER THAN THE FINANCIAL REPORT AND AUDITOR'S REPORT THEREON

The directors are responsible for the other information. The other information comprises the information included in the company annual report for the year ended 31st December 2018, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITY OF THE DIRECTORS FOR THE FINANCIAL REPORT

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Act 2001 and for such internal control

as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE FINANCIAL REPORT

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

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

- i.** Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ii.** Obtain an understanding of internal control relevant to 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 company's internal control.
- iii.** Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.

AUDITORS REPORT TO THE MEMBERS CONT.

iv. Conclude on the appropriateness of the directors' 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.

v. 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.



Chartered Accountants and Business Advisors
Ross Fowler B.Comm. FCA ABN | 96 769 893 959

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

ROSS FOWLER & CO.

CHARTERED ACCOUNTANTS



R.B FOWLER

Address: 11 Tindale Street, Penrith NSW, 2750

Date: 27th day of February, 2019.

COMPILATION REPORT

On the basis of information provided by the Directors of Riverstone-Schofields Memorial Club Limited, we have compiled in accordance with APS 9 'Statement on Compilation of Financial Reports' the special purpose financial report of Riverstone-Schofields Memorial Club Limited for the year ended 31 December 2018.

The specific purpose for which the special purpose financial report has been prepared is to provide private information to the directors. The extent to which Accounting Standards and other mandatory professional reporting requirements have or have not been adopted in the preparation of the special purpose financial report is set out in Note 1.

The Directors are solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent and are appropriate to satisfy the requirements of the Directors.

COMPILATION REPORT

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Directors provided, into a financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage that any person, other than the company, may suffer, arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the company and its members and the purpose identified above. We do not accept responsibility to any other person for the contents of the special purpose financial report.



Chartered Accountants and Business Advisors
Ross Fowler B.Comm. FCA ABN | 96 769 893 959

ROSS FOWLER & CO.
CHARTERED ACCOUNTANTS

R.B FOWLER

Address: 11 Tindale Street, Penrith NSW, 2750

Date: 27th day of February, 2019.

BAR TRADING ACCOUNT

INCOME	THIS YEAR	LAST YEAR
BAR SALES	\$1,891,217.40	\$1,764,794.27
TOTAL	\$1,891,217.40	\$1,764,794.27

LESS COST OF SALES	THIS YEAR	LAST YEAR
OPENING STOCK	\$31,690.83	\$46,221.01
PURCHASES	\$947,930.78	\$878,259.93
CLOSING STOCK	-\$34,736.25	-\$31,690.83
TOTAL	\$944,885.36	\$892,790.11
GROSS PROFIT	\$946,332.04	\$872,004.16
% SALES	50.04%	49.1%

EXPENSES	THIS YEAR	LAST YEAR
SALARIES - BAR	\$719,965.84	\$741,023.72
STOCKTAKING EXPENSES - BAR	\$6,720.00	\$6,720.00
BAR SUNDRIES	\$41,157.76	\$35,365.36
PROMOTIONS - BAR	-	\$22.63
TOTAL	\$767,843.60	\$783,131.71
PROFIT (LOSS) BAR TRADING	\$178,488.44	\$88,872.45
% SALES	9.44%	5.04%

POKER MACHINES TRADING ACCOUNTS

INCOME	THIS YEAR	LAST YEAR
POKER MACHINE RECEIPTS	\$22,423,652.73	\$27,026,690.36
LESS POKER MACHINE PAYOUTS	-\$15,454,521.67	-\$20,037,775.18
LESS POKER MACHINE PAYOUTS - BANKED	\$138.45	\$0.00
GST REBATE - FEDERAL	\$17,180.04	\$17,180.04
TOTAL	\$6,986,449.55	\$7,006,095.22

LESS EXPENSES	THIS YEAR	LAST YEAR
COMPUTA GAME COSTS & PRIZES	\$25,869.35	\$28,732.12
DEPRECIATION - POKER MACHINES	\$190,390.00	\$177,177.00
AMORTISE - POKER MACHINES	\$342,000.00	\$342,000.00
DATA MONITORING FEES	\$75,797.87	\$68,546.59
REPAIRS & MAINTENANCE POKER MACHINES	\$30,799.20	\$44,135.00
SALARIES - POKER MACHINES	\$497,806.98	\$484,035.53
TAXATION - POKER MACHINES	\$1,387,257.59	\$1,383,105.51
DONATIONS - COMMUNITY LEVY	\$133,466.68	\$110,866.68
STATEWIDE LINK	\$23,497.76	\$84,414.94
POKER MACHINES PRIZES & PROMOTIONS	\$0.00	\$2,176.75
TOTAL	\$2,706,885.43	\$2,725,190.12

POKER MACHINE TRADING NET PROFIT/(LOSS)	\$4,279,564.12	\$4,280,905.10
% SALES	61.26%	61.10%

2018 - VALE

RONALD BAILEY

THOMAS EDWARDS

NONA RYAN

JOSEPH MIKULAS

LORNA MARTIN

PATRICIA HOSKINS

BRIAN NORFORD

EILEEN MARTIN

CHARLES HOWARD

SHIRLEY GRISCTI

PHILLIP SANDILANDS

DENISE ROBINSON

MICHAEL VELLA

HUGH ARMITAGE

MARIE-LUISE HALLER

SAMUEL PATRICK

BRADSHAW

VALERIE BARKER

BARRY TINDAL

SHEREE DAVID

ALISON HAMILTON

EUCHARTISTIC SULTANA

GLORIA JEANENE DUNN

BERYL ANDERSON

ERIC PALMER

ANNA MILAKOVIC

ROBERT MARTIN

KENNETH BIRDSEY

TONY WILLIAM

ANDERSON

ERNEST BARNES

CARMEL BYRNE

LYNN JONES

DANIEL MARSHALL

DONATIONS

THE CLUB ASSISTED THE FOLLOWING ORGANISATIONS IN 2018

BEARS OF HOPE

BLACKTOWN PONDS LIONS CLUB

CANCER COUNCIL

GLENDENNING LITTLE RASCALS PLAYGROUP

PLAYGROUP NSW - LITTLE FRIENDS PROJECT

RIDING FOR THE DISABLED

RIVERSTONE CRICKET CLUB

RIVERSTONE DOLPHINS SWIMMING CLUB

RIVERSTONE LITTLE ATHLETICS

RIVERSTONE MASTERS FOOTBALL CLUB

RIVERSTONE NEIGHBORHOOD CENTRE

RIVERSTONE NETBALL CLUB

RIVERSTONE PUBLIC SCHOOL

RIVERSTONE RUGBY LEAGUE CLUB

RIVERSTONE SOCCER CLUB

RICHMOND VETERANS GOLF CLUB

ROTARY SENIORS

SCHOFIELDS BASEBALL CLUB

SCHOFIELDS NETBALL CLUB

SCHOFIELDS PUBLIC SCHOOL

SCHOFIELDS SOCCER CLUB

ST JOHNS PRIMARY SCHOOL

WESLEY MISSION (RIVERSTONE)

WILDFIRE COMMUNITY MENS SHED



Riverstone Schofields

MEMORIAL CLUB

**CORNER MARKET & GEORGE STREET
RIVERSTONE NSW 2765
PH: 9627 1811
RIVERSTONEMEMORIAL.COM.AU**