

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Financial Report

For the Year Ended 30 June 2024

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Contents

For the Year Ended 30 June 2024

	Page
Financial Statements	
Directors' Report	1
Auditor's Independence Declaration	5
Statement of Profit or Loss and Other Comprehensive Income	6
Statement of Financial Position	7
Statement of Changes in Equity	8
Statement of Cash Flows	9
Notes to the Financial Statements	10
Directors' Declaration	31
Consolidated Entity Disclosure Statement	32
Independent Audit Report	33

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Directors' Report

30 June 2024

The directors present their report together with the financial statements of Murwillumbah Golf Club Limited ("the Company") for the financial year ended 30 June 2024.

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Marilyn Parkes	Resigned on 19 November 2023
Experience	Director 14 years, Retired Private Secretary / Para Legal
Special responsibilities	Member Finance Committee
Graham Nelson	
Experience	Director 12 years, Retired Surveyor
Special responsibilities	Captain, Chairman Match Committee
Wayne Kendrigan	
Experience	Director 13 years, Retired Accountant
Special responsibilities	Chairman and Ex. Officio member of all Committees
Graham Rosenbaum	
Experience	Director 11 years, Retired School Teacher
Special responsibilities	Member of Greens Committee
Ian Campbell	
Experience	Director 9 years, Retired Police Officer, Farmer
Special responsibilities	Chairman of House, Membership & Marketing Committee
Shannon Murnane	
Experience	Director 6 years, Structural Draftsman
Special responsibilities	Vice-Captain, Member of Match Committee, Member of Greens Committee
Shane Davidson	Resigned on 31 July 2024
Experience	Director 4 years, Executive Officer
Special responsibilities	Member of Greens Committee, Member of Finance Committee
Peter Taylor	
Experience	Director 2 years, Consultant
Special responsibilities	Chairman of Finance Committee
Paul Fahy	
Experience	Director 1 year, Parks Supervisor/Senior Arborist
Special responsibilities	Chairman of Greens Committee
Stephen Walton	Appointed on 19 November 2023
Experience	Director 1 year, Landscape Gardener
Special responsibilities	Member of Match Committee, Member of House Committee

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Directors' Report

30 June 2024

Information on directors

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Objectives and Strategies

Short term and long term objectives:

The short and long term objectives of the Murwillumbah Golf Club Limited are to ensure that the Company's financial position remains sound for both the short and long term, ensuring that members and patrons can enjoy their club for many years to come.

Strategy for achieving the objectives:

The strategy that the Company employs to achieve those objectives is to:

- Carefully monitor income and expenditure to improve operating profit;
- Introduce new ideas that will attract more people to the club and improve income streams; and
- Continually strive towards improving amenities and facilities for Members and Patrons.

Principal activities

The principal activity of the Company during the financial year remained unchanged and was the provision of sporting and social activities for members.

How principal activities assisted in achieving the objectives

These principal activities assisted in achieving the Company's objectives by providing the best facilities and by continually looking at ways to attract participants to both sporting and social activities. This has provided the Company with an excellent source of income so the Company can continue to make improvements and remain viable into the future.

The Company has to ensure that it continues to provide a quality venue for members and visitors to enjoy the facilities both socially and through the game of golf. The Company has promoted its facilities to sporting organisations and visitors in New South Wales and Queensland.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Directors' Report

30 June 2024

Operating Results

The operating profit made by the Company during the financial year was \$542,947 (2023: profit of \$409,643). This was made up of the following:

	2024	2023
	\$	\$
Parent Club Operating Profit / (Loss)	543,835	407,776
Murwillumbah Veterans Net Profit / (Loss)	(570)	5,206
Women's Golf Net Profit / (Loss)	(318)	(3,339)
Net Profit for Current Year	542,947	409,643

Review of Operations

The financial operations of the Company during the year are summarised as follows:

Bar Trading:

Sales	1,188,843	1,155,002
Gross profit	741,025	724,064
Gross profit percentage	62.33 %	62.69 %
Net profit	229,685	274,465
Net profit percentage	19.32 %	23.76 %

Poker Machines:

Revenue	1,017,403	992,008
Less: Expenses	(221,198)	(172,464)
	796,205	819,544

Other revenue and income	2,831,744	2,351,818
Total revenue and other income	5,037,990	4,498,828
Less: Total expenses	(4,495,043)	(4,089,185)
Profit/(loss) from continuing operations	542,947	409,643

Members guarantee

Murwillumbah Golf Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the Company, the amount capable of being called up from each member is limited to \$1, subject to the provisions of the Company's constitution.

The number of members as at 30 June 2024 is 740 (2023: 702). At 30 June 2024 the collective liability of members was \$740 (2023: \$702).

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Directors' Report

30 June 2024

Core / Non-Core Property

Directors advise that Core Property, as defined by section 41J of the *Registered Clubs Act (1976)*, is the real property owned and occupied by Murwillumbah Golf Club Limited comprising the defined premises of the club being the clubhouse, golf shop, and golf course sheds; the golf course and its environs and any facility provided by the club for the use of its members and their guests but specifically excluding the cottage. The property at 231 Byangum Road, Murwillumbah is declared non-core property.

Meetings of directors

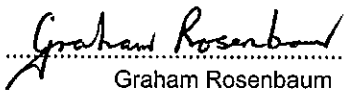
During the financial year, 11 meetings of directors were held. Attendances by each director during the year were as follows:

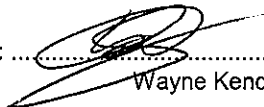
	Directors' Meetings	
	Number eligible to attend	Number attended
Wayne Kendrigan	11	10
Graham Rosenbaum	11	10
Graham Nelson	11	9
Stephen Walton	7	7
Peter Taylor	11	9
Marilyn Parkes	4	1
Paul Fahy	11	11
Ian Campbell	11	10
Shannon Murnane	11	11
Shane Davidson	11	11

Auditor's independence declaration

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the year ended 30 June 2024 has been received and can be found on page 5 of the financial report.

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

Director: 
Graham Rosenbaum

Director: 
Wayne Kendrigan

Dated at Murwillumbah this 21st day of September 2024

Auditor's Independence Declaration

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2024

		2024	2023
	Note	\$	\$
Revenue	4	4,902,691	4,483,543
Other income	4	135,299	15,285
Expenses	5	(4,486,069)	(4,078,132)
Finance costs		(8,974)	(11,053)
Profit before income tax		542,947	409,643
Income tax expense	2(c)	-	-
Profit for the year		542,947	409,643
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that will be reclassified to profit or loss when specific conditions are met		-	-
Total comprehensive income for the year		542,947	409,643

The accompanying notes form part of these financial statements.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Statement of Financial Position

As At 30 June 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	671,885	870,060
Trade and other receivables	7	16,116	12,113
Inventories	8	152,791	144,443
Other financial assets	9	1,285,402	700,000
Other assets	10	24,720	21,809
TOTAL CURRENT ASSETS		2,150,914	1,748,425
NON-CURRENT ASSETS			
Property, plant and equipment	11	5,526,042	5,440,751
Intangible assets	12	220,000	220,000
Right-of-use assets	13	61,043	85,202
TOTAL NON-CURRENT ASSETS		5,807,085	5,745,953
TOTAL ASSETS		7,957,999	7,494,378
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	14	168,826	220,118
Borrowings	15	5,000	-
Employee benefits	16	383,641	342,670
Contract liabilities	17	485,976	480,837
Other liabilities	18	191,759	178,630
Lease liabilities	13	18,897	127,914
TOTAL CURRENT LIABILITIES		1,254,099	1,350,169
NON-CURRENT LIABILITIES			
Borrowings	15	-	5,000
Employee benefits	16	17,785	40,199
Lease liabilities	13	44,158	-
TOTAL NON-CURRENT LIABILITIES		61,943	45,199
TOTAL LIABILITIES		1,316,042	1,395,368
NET ASSETS		6,641,957	6,099,010
EQUITY			
Reserves	19	2,226,489	2,226,489
Retained earnings		4,415,468	3,872,521
TOTAL EQUITY		6,641,957	6,099,010

The accompanying notes form part of these financial statements.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Statement of Changes in Equity
For the Year Ended 30 June 2024

2024

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 July 2023	3,872,521	2,226,489	6,099,010
Net profit for the year	542,947	-	542,947
Balance at 30 June 2024	4,415,468	2,226,489	6,641,957

2023

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 July 2022	3,462,878	2,226,489	5,689,367
Net profit for the year	409,643	-	409,643
Balance at 30 June 2023	3,872,521	2,226,489	6,099,010

The accompanying notes form part of these financial statements.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Statement of Cash Flows For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	4,856,811	4,558,969
Receipts from Government grants	44,967	-
Payments to suppliers and employees	(3,885,259)	(3,318,696)
Interest received	47,483	5,237
Interest paid	(8,974)	(11,053)
Net cash provided by operating activities	<u>1,055,028</u>	<u>1,234,457</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	90,547	-
Purchase of property, plant and equipment	(614,298)	(630,577)
Payments for held-to-maturity investments	(585,402)	(700,000)
Net cash used in investing activities	<u>(1,109,153)</u>	<u>(1,330,577)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of lease liabilities	(144,050)	(104,841)
Net cash used in financing activities	<u>(144,050)</u>	<u>(104,841)</u>
Net increase/(decrease) in cash and cash equivalents held	(198,175)	(200,961)
Cash and cash equivalents at beginning of year	870,060	1,071,021
Cash and cash equivalents at end of financial year	6 <u>671,885</u>	<u>870,060</u>

The accompanying notes form part of these financial statements.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

The financial report covers Murwillumbah Golf Club Limited as an individual entity. Murwillumbah Golf Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Murwillumbah Golf Club Limited is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001*.

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

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Material Accounting Policies

(a) Revenue

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Summary of Material Accounting Policies

(a) Revenue

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

Sale of goods

Revenue from the sale of goods is recognised at the point of delivery to the customer as this is deemed to be the point in time when the performance obligation is satisfied.

Rendering of service

Revenue from rendering of services is recognised in the accounting period in which the services are rendered. For fixed price contracts, revenue is recognised based on the actual services provided to the end of the reporting period as a proportion of the total services to be provided as the customer receives and uses the benefit simultaneously.

Government grants

Amounts arising from grants in the scope of AASB 1058 are recognised at the asset's fair value when the asset is received. The Company considers whether there are any related liability or equity items associated with the asset which are recognised in accordance with the relevant accounting standard.

Once the assets and liabilities have been recognised then income is recognised for any remaining asset value at the time the asset is received.

Statement of financial position balances relating to revenue recognition

Contract assets and liabilities

Where the amounts billed to customers are based on the achievement of various milestones established in the contract, the amounts recognised as revenue in a given period do not necessarily coincide with the amounts billed to or certified by the customer.

When a performance obligation is satisfied by transferring a promised good or service to the customer before the customer pays consideration or the before payment is due, the Company presents the contract as a contract asset, unless the Company's rights to that amount of consideration are unconditional, in which case the Company recognises a receivable.

When an amount of consideration is received from a customer prior to the entity transferring a good or service to the customer, the Company presents the contract as a contract liability.

Interest revenue

Interest is recognised using the effective interest method.

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Summary of Material Accounting Policies

(b) Leases

At inception of a contract, the Company assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Company has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Company has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

Lessee accounting

(i) Right-of-use asset

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received. The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

(ii) Lease liability

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Summary of Material Accounting Policies

(c) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(d) Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Bank overdrafts also form part of cash equivalents for the purpose of the statement of cash flows and are presented within current liabilities on the statement of financial position.

(e) Financial Instruments

Initial recognition and measurement

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

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component.

Classification and subsequent measurement

Financial liabilities

Financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense to profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability cannot be reclassified.

Financial assets

Financial assets are subsequently measured at amortised cost.

Measurement is on the basis of two primary criteria:

- the contractual cash flow characteristics of the financial asset; and

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Summary of Material Accounting Policies

(e) Financial Instruments

Classification and subsequent measurement

- the business model for managing the financial assets.

A financial asset that meets the following conditions is subsequently measured at amortised cost:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

Derecognition

Derecognition of financial liabilities

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

Derecognition of financial assets

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Company no longer controls the asset (i.e. it has no practical ability to make unilateral decisions to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

Impairment

The Company recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Summary of Material Accounting Policies

(e) Financial Instruments

Impairment

flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Company uses the simplified approach to impairment, as applicable under AASB 9 *Financial Instruments*.

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to trade receivables which do not contain a significant financing component.

In measuring the expected credit loss, a provision matrix for trade receivables is used, taking into consideration various data to get to an expected credit loss (i.e. diversity of its customer base, appropriate groupings of its historical loss experience, etc.).

(f) Inventories

Inventories consists of beer, spirits, wines, other sundry bar stock and golf shop stock. Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received.

(g) Property, Plant and Equipment

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

Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line or diminishing value basis over the assets useful life to the Company, commencing when the asset is ready for use. Recent acquisitions are being depreciated by the straight-line basis and all assets will be converted to this method as they are replaced.

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

Fixed asset class	Depreciation rates	
	Straight-Line Value	Diminishing
Buildings and Improvements		2.5% - 10%
Course Infrastructure	2% - 20%	-
Plant and Equipment	5% - 22.5%	7.5% - 37.5%
Furniture and Fittings	20% - 25%	37.5%
Poker Machines	20% - 25%	37.5%

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Summary of Material Accounting Policies

(g) Property, Plant and Equipment

Crockery, cutlery and glassware are recorded at cost and replacements are charged against the income of that year.

Course infrastructure items of trees, gardens and nursery are recorded at cost and replacements will be charged against the profits of that year.

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss and other comprehensive income.

(h) Intangibles

Poker Machine Entitlements

Poker machine entitlements were granted to the Company by the NSW government prior to 1 July 2004. Poker machine entitlements have been recognised in the statement of financial position at their fair value at 1 July 2004 which has been deemed to be their cost. Subsequent acquisitions of poker machine entitlements are recognised at cost.

Poker machine entitlements are assessed as being intangible assets with an indefinite useful life and have not been amortised. Poker machine entitlements are carried at cost in the statement of financial position and are subject to an annual impairment test.

(i) Impairment

At the end of each reporting period the Company determines whether there is any evidence of impairment for its non-financial assets.

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

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

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

Where the future economic benefits of an asset are not primarily dependent on the asset's ability to generate net cash inflows and where the Company, if deprived of the asset, would replace its remaining future economic benefits, value in use shall be determined at the depreciated replacement cost of the asset.

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

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

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Summary of Material Accounting Policies

(j) Trade and Other Payables

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

(k) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

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

(l) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(m) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

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

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

(n) Adoption of New and Revised Accounting Standards

The Company has adopted all standards which became effective for the first time at 30 June 2024, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

(a) Useful lives of Property, Plant and Equipment

The Company determines the estimated useful lives and related depreciation for its property, plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. Depreciation will increase where the useful lives are less than previously estimated. Technically obsolete or non-strategic assets that have been abandoned or sold will be written-off or written-down.

(b) Poker Machine Entitlements

The Company tests annually, or more frequently if events of changes in circumstances indicate impairment, whether poker machine entitlements have suffered any impairment, in accordance with the accounting policy stated in Note 2(h). The recoverable amounts of poker machine entitlements have been determined based on their fair value less costs of disposal.

(c) Impairment of Non-Financial Assets

The Company assesses impairment of non-financial assets at each reporting date by evaluating conditions specific to the Company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

(d) Employee Benefits Provision

As discussed at Note 2(k), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

(e) Incremental Borrowing Rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the Company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements For the Year Ended 30 June 2024

4 Revenue and Other Income

	2024	2023
	\$	\$
Revenue from contracts with customers		
Sales of goods		
- Bar sales	1,188,843	1,155,002
- Golf shop sales	620,761	529,906
Total sales of goods	<u>1,809,604</u>	<u>1,684,908</u>
Services rendered:		
- Gaming machine income	1,000,223	974,828
- Keno commissions	35,164	40,572
- TAB commissions	9,988	10,612
- Membership subscriptions	267,998	244,999
- Affiliation fees	34,441	31,051
- Competition, green fees, cart hire & golfing	1,432,759	1,229,528
Total services rendered	<u>2,780,573</u>	<u>2,531,590</u>
Revenue from sub-clubs:		
- Murwillumbah Veterans	30,481	30,643
- Women's Golf Murwillumbah	53,216	50,507
Total revenue from sub-clubs	<u>83,697</u>	<u>81,150</u>
Total operating revenue	<u>4,673,874</u>	<u>4,297,648</u>
Non-Operating Revenue		
- Interest received	47,483	5,237
- Poker machine GST subsidy	17,180	17,180
- Rents received	84,256	74,756
- Donations & sponsorship	21,025	23,318
- Other revenue	58,873	65,404
Total non-operating revenue	<u>228,817</u>	<u>185,895</u>
Total revenue	<u>4,902,691</u>	<u>4,483,543</u>
Other Income		
Government grants	44,967	-
Profit on disposal of non-current assets	90,332	15,285
Total other income	<u>135,299</u>	<u>15,285</u>

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

4 Revenue and Other Income Disaggregation of revenue

Revenue has been disaggregated into major product / service line and revenue recognition timing, and the following table shows this breakdown:

	2024		2023	
	AASB 15 \$	AASB 1058 \$	AASB 15 \$	AASB 1058 \$
Major product / service line				
- Bar sales	1,188,843	-	1,155,002	-
- Golf shop sales	620,761	-	529,906	-
- Gaming machine income	1,000,223	-	974,828	-
- Membership subscriptions	267,998	-	244,999	-
- Competition, green fees, cart hire & golfing	1,432,759	-	1,229,528	-
- Sub-clubs	83,697	-	81,150	-
- Rents received	84,256	-	74,756	-
- Government grants	-	44,967	-	-
- Other revenue	224,154	-	193,374	-
Total revenue	4,902,691	44,967	4,483,543	-
Timing of revenue recognition				
- Goods transferred at a point in time	1,809,604	-	1,684,908	-
- Services transferred at a point in time	2,706,392	-	2,447,829	-
- Services transferred over time	386,695	-	350,806	-
- Grants recognised at a point in time	-	44,967	-	-
Total revenue	4,902,691	44,967	4,483,543	-

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

5 Expenses

	2024	2023
	\$	\$
Depreciation and Amortisation:		
Building and improvements	168,472	171,274
Furniture & fittings, plant & equipment	163,308	136,936
Poker machines	97,820	89,192
Course infrastructure	89,335	88,123
Motor vehicles	9,858	9,858
Right-of-use assets	103,350	110,430
Total depreciation and amortisation	632,143	605,813
Sub-Club Expenses:		
Murwillumbah Veterans	31,051	25,437
Women's Golf Murwillumbah	53,534	53,846
Total sub-club expenses	84,585	79,283
Employee costs	1,763,350	1,575,996
Cost of goods sold	813,835	742,482
Administration	113,629	115,628
Repairs & maintenance	309,696	289,290
Golf related expenses	227,013	202,653
Electricity & fuel	144,838	132,234
Members entertainment	58,654	70,057
Insurance	71,263	56,776
Fees for auditing the financial statements	24,732	24,391
TAB expenses	11,888	11,588
Other expenses	230,443	171,941
Total expenses	4,486,069	4,078,132
6 Cash and Cash Equivalents		
Cash on hand	74,100	73,600
Cash at bank:		
Trading account	403,617	309,960
Savings account	116,407	401,498
Keno account	11,234	3,894
TAB account	6,358	1,991
Womens subclub	38,820	40,338
Veterans subclub	21,349	38,779
Total cash and cash equivalents / balance as per statement of cash flows	671,885	870,060

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements For the Year Ended 30 June 2024

7 Trade and Other Receivables

	2024	2023
	\$	\$
CURRENT		
Trade debtors	11,116	7,113
TAB security deposit	5,000	5,000
Total current trade and other receivables	16,116	12,113

8 Inventories

CURRENT		
At cost:		
Bar and golf shop stock	152,791	144,443
Total current inventories	152,791	144,443

9 Other Financial Assets

CURRENT		
Term Deposits	1,285,402	700,000
	1,285,402	700,000

10 Other Assets

CURRENT		
Prepayments	24,720	21,809
Total current other assets	24,720	21,809

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

11 Property, Plant and Equipment

	2024	2023
	\$	\$
Freehold land		
At cost	477,000	477,000
Total freehold land	<u>477,000</u>	<u>477,000</u>
Buildings and improvements		
At cost	5,058,202	5,133,525
Accumulated depreciation	(2,114,899)	(2,027,795)
Total buildings and improvements	<u>2,943,303</u>	<u>3,105,730</u>
Capital works in progress		
At cost	76,579	29,649
Total capital works in progress	<u>76,579</u>	<u>29,649</u>
Furniture & fittings, plant & equipment		
At cost	2,631,423	2,486,796
Accumulated depreciation	(1,611,445)	(1,636,118)
Total furniture & fittings, plant & equipment	<u>1,019,978</u>	<u>850,678</u>
Motor vehicles		
At cost	49,289	49,289
Accumulated depreciation	(44,754)	(34,896)
Total motor vehicles	<u>4,535</u>	<u>14,393</u>
Poker machines		
At cost	750,211	669,126
Accumulated depreciation	(422,449)	(423,375)
Total poker machines	<u>327,762</u>	<u>245,751</u>
Course infrastructure		
At cost	2,878,097	2,829,490
Accumulated depreciation	(2,201,212)	(2,111,940)
Total course infrastructure	<u>676,885</u>	<u>717,550</u>
Total property, plant and equipment	<u><u>5,526,042</u></u>	<u><u>5,440,751</u></u>

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

11 Property, Plant and Equipment

(a) Movements in Carrying Amounts

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

	Capital Works in Progress	Land	Building and Improvements	Furniture & Fittings, Plant & Equipment
	\$	\$	\$	\$
Year ended 30 June 2024				
Balance at the beginning of year	29,649	477,000	3,105,730	850,678
Additions	91,081	-	6,045	332,822
Disposals - written down value	-	-	-	(214)
Transfers	(44,151)	-	-	-
Depreciation expense	-	-	(168,472)	(163,308)
Balance at the end of the year	76,579	477,000	2,943,303	1,019,978

	Motor Vehicles	Poker Machines	Course Infrastructure	Total
	\$	\$	\$	\$
Year ended 30 June 2024				
Balance at the beginning of year	14,393	245,751	717,550	5,440,751
Additions	-	135,680	48,670	614,298
Disposals - written down value	-	-	-	(214)
Transfers	-	44,151	-	-
Depreciation expense	(9,858)	(97,820)	(89,335)	(528,793)
Balance at the end of the year	4,535	327,762	676,885	5,526,042

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

12 Intangible Assets

	2024	2023
	\$	\$
Poker machine entitlements		
Cost	220,000	220,000
Total Intangibles	<u>220,000</u>	<u>220,000</u>

13 Leases

Company as a lessee

Information relating to the leases in place and associated balances and transactions are provided below.

Terms and conditions of leases

Plant & Equipment:

The Company leases golf buggies, various course plant & equipment and poker machines under terms of between three and five years. These lease liabilities are secured by the underlying leased assets. Certain lease agreements include balloon payments on contractual maturity whereas the assets to which they relate are depreciated on a straight-line basis over the lease term.

Right-of-use assets

	Plant and Equipment	Poker Machines	Total
	\$	\$	\$
Year ended 30 June 2024			
Balance at beginning of year	72,604	12,598	85,202
Depreciation charge	(90,752)	(12,598)	(103,350)
Additions to right-of-use assets	79,191	-	79,191
Balance at end of year	<u>61,043</u>	<u>-</u>	<u>61,043</u>

Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	> 5 years	Total undiscounted lease liabilities	Lease liabilities included in this Statement Of Financial Position
	\$	\$	\$	\$	\$
2024					
Lease liabilities	22,942	47,795	-	70,737	63,055
2023					
Lease liabilities	131,627	-	-	131,627	127,914

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

14 Trade and Other Payables

	2024	2023
	\$	\$
CURRENT		
Accounts payable and accrued expenses	168,826	220,118
Total current trade and other payables	168,826	220,118

15 Borrowings

Bank loans	5,000	-
Total current borrowings	5,000	-
NON-CURRENT		
Secured liabilities:		
Bank loans	-	5,000
Total non-current borrowings	-	5,000

(a) Bank loan facilities

The Club currently has an \$800,000 (2023: \$800,000) loan facility with the Commonwealth Bank of Australia that matures in March 2025. The facility is an interest only loan with a current variable interest rate of 7.67% (2023: 7.42%) per annum.

The Club also has a \$20,000 corporate card facility with the Commonwealth Bank of Australia.

During the current and prior year, there were no defaults or breaches on any of the loans.

(b) Securities pledged

The Commonwealth Bank of Australia holds a registered first mortgage over the Company's non-residential freehold land and buildings at Murwillumbah to secure the bank loan.

The carrying amounts of assets pledged as security for borrowings are:

First Mortgage		
Freehold land	330,000	330,000
Buildings and improvements	2,790,393	2,947,897
Total assets pledged as security for borrowings	3,120,393	3,277,897

(c) Fair value

The fair value of borrowings equals their carrying amount.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

16 Employee Benefits

	2024	2023
	\$	\$
CURRENT		
Long service leave	195,970	151,369
Annual leave	187,671	191,301
Total current employee benefits	383,641	342,670
NON-CURRENT		
Long service leave	17,785	40,199
Total non-current employee benefits	17,785	40,199

The current long service leave provision includes all employees who have accumulated 10 years service and therefore have an unconditional right to take long service leave. The amount of long service leave expected to be taken by employees during the forthcoming financial year is \$NIL (2023: \$NIL).

17 Contract Liabilities

CURRENT		
Unearned income	485,976	480,837
Total current contract liabilities	485,976	480,837

18 Other Liabilities

CURRENT		
Net GST payable	82,897	80,666
Prize liability	108,862	97,964
Total current other liabilities	191,759	178,630

19 Reserves

Asset revaluation surplus		
Opening balance	2,226,489	2,226,489
Movement during the year	-	-
Total asset revaluation surplus	2,226,489	2,226,489

(a) **Asset revaluation surplus**

The asset revaluation surplus records fair value movements on property, plant and equipment.

20 Commitments

(a) **Capital Commitments**

Committed at the reporting date but not recognised as liabilities:

Property, Plant and Equipment	131,050	91,700
-------------------------------	---------	--------

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

21 Financial Risk Management

The Company's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable, leases and bank loans.

The totals for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2024 \$	2023 \$
Financial Assets			
<i>Financial assets at amortised cost:</i>			
Cash and cash equivalents	6	671,885	870,060
Held-to-maturity investments	9	1,285,402	700,000
Trade and other receivables	7	16,116	12,113
Total financial assets		1,973,403	1,582,173
Financial Liabilities			
<i>Financial liabilities at amortised cost:</i>			
Trade and other payables	14	168,826	220,118
Borrowings	15	5,000	5,000
Lease liabilities	13	63,055	127,914
Total financial liabilities		236,881	353,032

22 Fair Value Measurement

The Company does not measure any assets or liabilities at fair value on a recurring or non-recurring basis in the statement of financial position after initial recognition.

23 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstandings and obligations of the Company. At 30 June 2024 the number of members was 740 (2023: 702).

24 Key Management Personnel Disclosures

The total remuneration paid to key management personnel of the Company is \$485,330 (2023: \$436,605).

Other key management personnel transactions

For details of other transactions with key management personnel, refer to Note 25: Related Parties.

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements

For the Year Ended 30 June 2024

25 Related Parties

(a) The Company's main related parties are as follows:

(i) Key management personnel:

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity are considered key management personnel.

For details of remuneration disclosures relating to key management personnel, refer to Note 24: Key Management Personnel (KMP) Disclosures.

Other transactions with KMP and their related entities are shown below.

(ii) Other related parties include close family members of key management personnel and entities that are controlled.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

(b) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

Two employees currently meet the definition of related parties with key management personnel in accordance with section 228 of the *Corporations Act 2001*. The appointment of staff and setting of their remuneration was approved by the Board at the time. The employees were paid a total remuneration of \$160,216 during the year (2023: \$146,920).

26 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2024 (30 June 2023: None).

27 Events Occurring After the Reporting Date

The financial report was authorised for issue on 21 September 2024 by the Board of Directors.

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

Murwillumbah Golf Club Limited

ABN 80 001 034 813

Notes to the Financial Statements
For the Year Ended 30 June 2024

28 Company Details

The registered office and principal place of business of the Company is:

Murwillumbah Golf Club Limited
233 Byangum Road
Murwillumbah NSW 2484

Murwillumbah Golf Club Limited

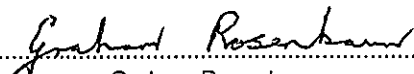
ABN 80 001 034 813

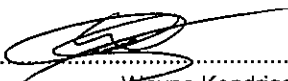
Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 30, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Simplified Disclosure Requirements and the *Corporations Regulations 2001*; and
 - b. give a true and fair view of the financial position as at 30 June 2024 and of the 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 become due and payable.
3. The information disclosed in the attached Consolidated Entity Disclosure Statement is true and correct.

This declaration is made in accordance with a resolution of the Board of Directors pursuant to section 295(5)(a) of the *Corporations Act 2001*.

Director
Graham Rosenbaum

Director
Wayne Kendrigan

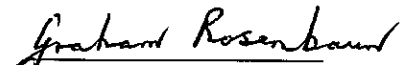
Dated at Murwillumbah this 21st day of September 2024

Murwillumbah Golf Club Limited

ABN 80 001 034 813

**Consolidated Entity Disclosure Statement
As at 30 June 2024**

Murwillumbah Golf Club Limited is not required by Australian Accounting Standards to prepare consolidated financial statements. In accordance with subsection 295 (3A) of the *Corporations Act 2001*, no further information is required to be disclosed in this consolidated entity disclosure statement.


Graham Rosenbaum
Director


Wayne Kendrigan
Director

21 September 2024