

**CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE)
LIMITED**

ABN 96 058 401 175

ANNUAL REPORT
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175
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PRESIDENT'S REPORT

It would be a monumental understatement to say that 2020 has been a year that has tested all of us in so many ways and I'm sure it won't come as a surprise to say that COVID-19 has had a huge impact on the Canberra community.

After being required, for good reason, to close our doors in late March, we reopened in mid-August with a robust covid-19 plan, including restricted numbers. As you can imagine, the closure, coupled with the trading restrictions, had a significant impact upon this financial year.

While we finished the financial year with a net profit of around \$121,000 it would be remiss of me not to mention that this has been helped in no uncertain terms by the assistance that both the ACT and Commonwealth governments have provided.

The ACT Government provided relief through the waiving of taxes, fees and charges. This has totalled \$198,332. The Commonwealth Government's Jobkeeper payments of \$641,625, have also assisted and allowed us to maintain staff and provide them with an income throughout the closure period. Without this support, the Covid-19 shutdown would have seen the operating result more than \$400,000 worse off.

It is a testament to our staff and management that during the closure (and thanks to the government Jobkeeper program) they worked tirelessly to ensure the Club was spotless and thoroughly cleaned. The effort put in by them to get the Club "COVID ready", is greatly appreciated by both our members and the Board.

The NRL season also saw a disruption, with a break in the competition and then resuming with a slightly reduced number of rounds. The Raiders, having to undertake home games at Campbelltown in the early "new" rounds, had a rather challenging travel schedule but once again, qualified for the final series. Whilst beaten by the eventual Premiers, they were again a power to be reckoned with.

To our members, on behalf of the Board, I want to thank you for your continued support. You are the reason for our existence and our management team and staff, never take it for granted.

In closing, I would like to take this opportunity to say thank you to my fellow Board members. Your support and wise counsel throughout, what has been a very tough year, is greatly appreciated. Your commitment and dedication to the Club is something I value greatly.

Finally, a very special thank you to our General Manager, Allison Stanhope. She has handled the challenges thrown at her with great aplomb. Her leadership and calmness throughout the year has been exceptional.



Max Mercer
President

3 December 2020

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

ABN 96 058 401 175

DIRECTORS' REPORT

Your directors present this report on Canberra Raiders Leagues Club (Southside) Limited (the company) for the financial year ended 2 November 2020.

Directors

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

Director - Position	Occupation	Experience	Directors' Meetings (10)	
		Years	No. eligible to attend	No. attended
A Richardson - Director	Scientist	10	10	9
D Tuckerman - Director	Retired	7	10	9
D Furner - Director	Manager	21	10	5
S Hawkins - Director	Manager	11	10	9
M Mercer - Chairman	Manager	27	10	10
Y Gillett - Director	Retired	2	10	8
J Mercer - Director (resigned 16 June 2020)	IT Engineer	3	6	5
G Hine - Director (appointed 18 August 2020)	Retired	0	3	3

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

Principal Activities

The principal activity of the company during the course of the financial year was that of a licensed club. Operations comprised the running of Licensed Club facilities, the provision of member services and the fostering and promotion of the game of Rugby League Football. The company expects to maintain the present status and level of operations.

Short-term and Long-term Objectives and Strategies

The objectives of the company are to provide a licenced club facility for members and guests, and to promote Rugby League in the ACT & elsewhere in Australia. The Profit for the financial year ended 2 November 2020 was \$121,336 (2019: loss \$438,932) and the gross gaming revenue (GGR) including GST was \$3,555,095 (2019: \$4,721,660). During the year \$nil (excluding GST) was donated to Rugby League (2019: \$163,734).

Impacts of Covid-19

In line with the Government's decision to close licensed premises as a result of Covid-19 restrictions, the Company temporarily ceased trading on 23 March 2020 and re-opened on 10 August 2020. Throughout, and subsequent to the period of the Covid-19 shutdown, the Company received various Government grants, including JobKeeper which was used to support eligible employees as required and the waiver of gaming machine taxes and payroll taxes.

Key Performance Measures

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

Performance is reviewed continuously by the executive management and on a monthly basis by the directors.

The entity is incorporated under the *Corporations Act 2001* and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$4 each towards meeting any outstanding obligations of the entity. At 2 November 2020, the company has 10,375 members (2019: 12,571).

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 2 November 2020 has been received and can be found on page 4 of the financial report.

This directors' report is signed in accordance with a resolution of the Board of Directors.



Director

Dated this 15th day of December 2020.



**Building a better
working world**

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Auditor's Independence Declaration to the Directors of Canberra Raiders Leagues Club (Southside) Limited

As lead auditor for the audit of Canberra Raiders Leagues Club (Southside) Limited for the period from 29 October 2019 to 2 November 2020, I declare to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink that reads "Ernst & Young" in a cursive, slightly stylized font.

Ernst & Young

A handwritten signature in black ink that reads "Ben Tansley" in a cursive, slightly stylized font.

Ben Tansley
Partner

15 December 2020

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

	Note	2020 \$	2019 \$
Revenue	2	6,105,717	7,624,261
Employee benefits expense		(1,899,141)	(2,614,790)
Employee benefits expense - JobKeeper payments		(380,915)	-
Depreciation expense		(899,479)	(891,891)
Promotional expenses		(448,672)	(666,364)
Gaming machine expenses		(817,835)	(1,113,142)
Cost of goods sold		(608,768)	(899,329)
Sales and service expenses		(130,928)	(240,211)
Gifts and donations		(6,770)	(634,344)
Administration expenses		(773,531)	(1,003,122)
Loss in disposal assets		(18,342)	-
Surplus / (deficit) before income tax		121,336	(438,932)
Income tax expense		-	-
Surplus / (deficit) attributable to members of the entity		121,336	(438,932)
Other comprehensive income		-	-
Total comprehensive income / (deficit) attributable to members of the entity		<u>121,336</u>	<u>(438,932)</u>

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

	Retained Surplus \$
Balance at 30 October 2018	7,546,201
(Deficit) attributable to members	<u>(438,932)</u>
Balance at 28 October 2019	7,107,269
Balance at 29 October 2019	7,107,269
Surplus attributable to members	<u>121,336</u>
Balance at 2 November 2020	<u><u>7,228,605</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

ABN 96 058 401 175

**STATEMENT OF FINANCIAL POSITION
AS AT 2 NOVEMBER 2020**

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	1,256,344	883,234
Trade and other receivables		96,266	10,971
Inventories		52,276	53,999
Prepayments		16,304	87,186
Other assets		22,803	4,445
TOTAL CURRENT ASSETS		<u>1,443,993</u>	<u>1,039,835</u>
NON-CURRENT ASSETS			
Property, plant and equipment	4	1,911,886	2,296,404
Investment Property	5	4,441,632	4,529,281
Intangibles	6	330,000	330,000
Other assets		21,513	44,316
TOTAL NON-CURRENT ASSETS		<u>6,705,031</u>	<u>7,200,001</u>
TOTAL ASSETS		<u>8,149,024</u>	<u>8,239,836</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	370,903	494,109
Employee benefits provisions	8	202,100	169,506
TOTAL CURRENT LIABILITIES		<u>573,003</u>	<u>663,615</u>
NON-CURRENT LIABILITIES			
Other payables	7	21,232	36,989
Employee benefits provisions	8	1,184	6,963
Borrowings	9	325,000	425,000
TOTAL NON-CURRENT LIABILITIES		<u>347,416</u>	<u>468,952</u>
TOTAL LIABILITIES		<u>920,419</u>	<u>1,132,567</u>
NET ASSETS		<u>7,228,605</u>	<u>7,107,269</u>
EQUITY			
Retained surplus		7,228,605	7,107,269
TOTAL EQUITY		<u>7,228,605</u>	<u>7,107,269</u>

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CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
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STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

	Note	2020 \$	2019 \$
OPERATING ACTIVITIES			
Receipts in the course of operations		5,852,246	8,282,482
Payments in the course of operations		(4,729,732)	(6,203,501)
Gaming machine tax paid		(673,432)	(917,559)
Net GST remitted to the ATO		(257,802)	(322,524)
Government grants		731,475	-
Gifts and donations		(6,770)	(184,344)
Interest received		2,778	5,820
Net cash flows from operating activities		<u>918,763</u>	<u>660,374</u>
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(445,653)	(823,903)
Proceeds from sale of property, plant and equipment		-	30,828
Purchase of gaming machine licences		-	(150,000)
Net cash (used in) investing activities		<u>(445,653)</u>	<u>(943,075)</u>
FINANCING ACTIVITIES			
(Repayments) / proceeds of related party loans		(100,000)	150,000
Net cash (used in) / from financing activities		<u>(100,000)</u>	<u>150,000</u>
Net increase / (decrease) in cash held		373,110	(132,701)
Cash and cash equivalents at beginning of financial year		<u>883,234</u>	<u>1,015,935</u>
Cash and cash equivalents at end of financial year	3	<u><u>1,256,344</u></u>	<u><u>883,234</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

Note 1. Statement of Significant Accounting Policies

Corporate Information

The financial statements are for Canberra Raiders Leagues' Club (Southside) Limited (the Company) as an individual entity. Canberra Raiders Leagues' Club (Southside) Limited is a not-for-profit company limited by guarantee, incorporated and domiciled in Australia.

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

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards-Reduced Disclosure Requirements of the Australian Accounting Standards Board 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. The amounts presented in the financial statements have been round to the nearest dollar.

The financial statements were authorised for issue on 15 December 2020 by the directors of the company.

Accounting Policies

a) Income Tax

The *Income Tax Assessment Act 1997 (Amended)* provides that under the concept of mutuality, Clubs are only liable for income tax derived from non-members and outside entities.

Deferred tax balances resulting from temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amount for financial reporting purposes for the Company are attributable to prepayments, property, plant and equipment, treatment of rental income, accrued expenses and employee leave provisions. No deferred tax assets or liabilities arising from the above items have been recognised on the basis that they are not material.

The Company has accumulated tax losses for prior periods for which no deferred tax asset has been recognised. The deferred tax associated with the loss will only be realised in the future in the event of sufficient taxable profits being available to utilise tax losses, subject to loss recoupment rules.

b) Inventories

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

c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and short-term deposits with a maturity of three months or less.

d) Investment Property

Investment property comprises a freehold office complex held to generate long-term rental yields. The Company classifies the lease on the property as operating leases as substantially all the risks and rewards of ownership of the property have not transferred to the lessee. Rental income from operating leases is recognised on a straight line basis over the lease term. Accrued rent is recognised on the period it is earned.

Depreciation

Investment property (excluding land) is depreciated on a straight line basis over the property's estimated useful life commencing from the time the property is held ready for use.

The depreciation rates used for investment property range between 2.5% - 33%.

e) Property, Plant and Equipment

All property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

In the event the carrying amount of property, plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised in the statement of comprehensive income.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

ABN 96 058 401 175

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020**

Note 1. Statement of Significant Accounting Policies (continued)

Depreciation

Fixed assets are depreciated on either a straight line or diminishing value basis (where the impact is materially consistent with the straight line method and better reflects the consumption of the service potential of the asset) over the asset's useful life commencing from the time the asset is held ready for use. Building improvements are depreciated over the shorter of either the unexpired lease term or the estimated useful lives of the improvements.

e) Property, Plant and Equipment (continued)

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

Class of Fixed Asset	Depreciation Rate
Building Improvements	2.5% - 8%
Plant & Equipment	5% - 100%

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

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

f) Financial Instruments

Initial Recognition and Measurement

Apart from investment properties, all of the Company's assets and liabilities are financial instruments.

Financial instruments are initially recognised at fair value, when contractual rights or obligations exist.

Subsequent to initial recognition these instruments are measured as set out below. Fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Where available, quoted prices in a active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Classification and Subsequent Measurement

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. All of the Company's other financial instruments are classified and subsequently measured at amortised cost. The Company applies a simplified approach to calculating expected credit losses (ECL's) for financial assets held at amortised cost by recognising a loss allowance based on lifetime ECL's at each reporting date.

Amortised cost is calculated as:

- (i) the amount at which the financial asset or financial liability is measured at initial recognition;
- (ii) less principal repayments;
- (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- (iv) less any reduction for impairment.

Derecognition

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

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020**

Note 1. Statement of Significant Accounting Policies (continued)

g) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the net present value of the estimated future cash flows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

h) Revenue

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customer.

Gaming revenue

Gaming revenue (including poker machine and raffle takings) is the net difference between gaming wins and losses, and is recognised upon the outcome of the game. The Company has a loyalty points programme which allows customers to accumulate points from gaming transactions that can be redeemed for complimentary goods or services (typically food and beverage items). The loyalty points give rise to a separate performance obligation as they provide a material right to the customer. A portion of the transaction price is allocated to the loyalty points awarded to customers based on relative stand-alone selling price and recognised as a contract liability until the points are redeemed. Revenue is recognised upon redemption of products by the customer.

When estimating the stand-alone selling price of the loyalty points, the Company considers the likelihood that the customer will redeem the points. The Company updates its estimates of the points that will be redeemed on a regular basis and any adjustments to the contract liability balance are charged against revenue.

Food and beverage revenue

Food and beverage revenue is recognised as the goods are provided. For gaming transactions that include complimentary goods or services being provided to customers, the Company allocates revenue from the gaming transaction to the good or service provided based on the standalone selling price which is the arm's length price for that good or service available to the public.

i) Goods and Services Tax (GST)

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

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

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

j) Intangibles

Intangible assets are initially measured at cost and tested annually for impairment. If any indication of impairment exists, an estimate for the asset's recoverable amount is calculated. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

The intangible assets, which relate to gaming machine licences held by the Company, are considered to have indefinite useful lives and accordingly are not amortised.

k) Comparative Figures

Where required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

	2020	2019
	\$	\$
Note 1. Statement of Significant Accounting Policies (continued)		
l) 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.		
m) Critical Accounting Estimates and Judgments		
The directors estimates and judgements, where appropriate, are incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.		
n) New Accounting Standards and Interpretations		
(i) Changes in accounting policy and disclosures.		
The accounting policies adopted are consistent with those of the previous financial year. All new standards, amendments to standards and interpretations issued by the Australian Accounting Board that are applicable to the current reporting period (including <i>AASB 15: Revenue from Contracts with Customers</i> , <i>AASB 1058: Income for Not for Profits</i> and <i>AASB 16: Leases</i>) have been adopted and none have had a material impact on the entity.		
Note 2. Revenue and Other Income		
Revenue from customers		
Food and beverage	1,511,075	2,258,799
Gaming	3,184,278	4,304,442
Other	48,956	71,612
Total revenue	4,744,309	6,634,853
Other income		
Government grants and subsidies	839,957	-
Interest received	2,778	5,820
Rental income	518,673	544,705
Profit on disposal of non-current assets	-	438,883
Total other income	1,361,408	989,408
Total revenue and other income	6,105,717	7,624,261
Gross Gaming Revenue (including GST) for period ended 2 November 2020 was \$3,555,095 (2019: \$4,721,660).		
Future Rental Income from Non-cancellable Leases		
- not longer than 12 months	490,994	322,445
- between 12 months and 5 years	303,289	564,278
- greater than 5 years	-	-
	794,283	886,723
Note 3. Cash and Cash Equivalents		
Current		
Cash at bank and on hand	1,256,344	883,234

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020**

	2020	2019
	\$	\$
Note 4. Property, Plant and Equipment		
Buildings		
Building Improvements - at cost	860,003	854,953
Less: Accumulated depreciation	(693,517)	(637,801)
Total buildings	<u>166,486</u>	<u>217,152</u>
Plant and Equipment		
Plant and Equipment - at cost	6,411,970	6,534,782
Less: Accumulated depreciation	(4,666,570)	(4,455,530)
Total plant and equipment	<u>1,745,400</u>	<u>2,079,252</u>
Total property, plant & equipment	<u><u>1,911,886</u></u>	<u><u>2,296,404</u></u>

Movements in carrying amounts

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

	Building Improvements	Plant & Equipment	Total
	\$	\$	\$
2020			
Balance at the beginning of the year	217,152	2,079,252	2,296,404
Additions	5,050	440,603	445,653
Disposals	-	(18,342)	(18,342)
Depreciation expense	(55,716)	(756,114)	(811,830)
Carrying amount at the end of the year	<u>166,486</u>	<u>1,745,399</u>	<u>1,911,886</u>

Note 5. Investment property

Investment property - at cost	5,683,622	5,683,622
Less: Accumulated depreciation	(1,241,990)	(1,154,341)
Total investment property	<u>4,441,632</u>	<u>4,529,281</u>

Movements in carrying amounts

Movement in the carrying amount for the investment property between the beginning and end of the current financial year:

	Investment Property	Total
	\$	\$
2020		
Balance at the beginning of the year	4,529,281	4,529,281
Depreciation expense	(87,649)	(87,649)
Carrying amount at the end of the year	<u>4,441,632</u>	<u>4,441,632</u>

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

	2020 \$	2019 \$
Note 6. Intangibles		
Poker machine licences - at cost	330,000	330,000
Management have assessed the intangibles for impairment and believe that no impairment loss is required to be recognised in 2020. No disposals of intangibles occurred during the period.		
	Poker Machine Licence	Total
	\$	\$
2020		
Balance at the beginning of the year	330,000	330,000
Additions	-	-
Carrying amount at the end of the year	330,000	330,000
Note 7. Trade and Other Payables		
Current		
Trade payables	58,775	167,444
Other creditors and accrued expenses	312,128	326,665
	370,903	494,109
Non-current		
Rent accrual	21,232	36,989
Note 8. Provisions		
Current		
Employee benefits	202,100	169,506
Non-current		
Employee benefits	1,184	6,963
Note 9. Borrowings		
Non-Current		
Borrowings	325,000	425,000

The loan has been provided by Queanbeyan Leagues' Club Limited. There is no requirement to make any reductions in this loan during the next twelve months. Interest is payable on commercial terms at the lender's discretion. No interest was charged during the period. The investment property has been pledged as security for the loan.

Note 10. Contingencies and Guarantees

As at 2 November 2020 there were no known contingent assets or contingent liabilities (2019: \$Nil). The Company has granted a charge over all present and acquired property in relation to all monies owing now and in the future to Westpac Banking Corporation (Westpac). The Company has also granted other charges in the ordinary course of business over its commercial property in relation to goods supplied by the secured party from time to time including poker machines, gas supplies, ATM and EFTPOS machines, bar and catering supplies and related equipment.

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020**

Note 11. Events After the Reporting Period

The Directors are not aware of any significant events since the end of the reporting period that would require disclosure or adjustment to these financial statements.

Note 12. Number of Members

The total members of the company as at 2 November 2020 was 10,375. This was broken down as follows:

Life Members	1
Foundation Members	23
Full Members	10,351

Note 13. Key Management Personnel Disclosure

a) Key management personnel compensation

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 is considered key management personnel.

The total remuneration paid or payable to key management personnel (KMP) of the company during the year are as follows:

Total remuneration	<u>375,084</u>	<u>369,428</u>
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b) Executive remuneration

The *Gaming Machine Act 2004* requires executive remuneration above the prescribed amount of \$150,000 to be reported in the financial statements. During the year there was 1 executive who received total remuneration of between \$200,000 - \$250,000.

The Company throughout the past financial year has examined its requirements to publish and report on benefits in compliance with its statutory obligations under the *Gaming Machine Act 2004*. The following amounts are benefits according to section 54(1)(d) of the *Gaming Machine Act 2004*:

Benefit and provider (if provided by an entity other than the Company)	Purpose	Recipient of benefit	Value of benefit (GST incl) \$	Cost to Club (GST incl) \$
NRL finals tickets	Group Networking	2 Directors & 1 Manager	325	325
Christmas Function - Queanbeyan Leagues Club	Group Networking	2 Managers	200	-
Christmas Function - Raiders Group Directors Christmas Function	Group Networking	2 Managers	200	-
Womens' Networking Trip - United Technology Services	Supplier Networking	1 Manager	650	-
Product launch - Ainsworth	Supplier Networking	1 Manager	400	-

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 29 OCTOBER 2019 TO 2 NOVEMBER 2020

Note 14. Contractual Arrangements and Consultancies

The following is a list of entities to whom payments were made for \$100,000 or more during the financial year.

a) Payments to government

ACT Gambling & Racing Commission	\$ 687,212	Australian Taxation Office	\$ 615,896
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b) Payments for goods and services received during the year (GST incl)

ACTEWAGL	\$ 161,392	Cold Seas	\$ 112,095
Aristocrat Technologies Australia Pty Ltd	\$ 103,133	Queanbeyan Leagues Club	\$ 262,190
Canberra District Rugby League	\$ 111,414	Seda Services Pty Ltd	\$ 124,036
Carlton United Brewers Pty Ltd	\$ 214,716		

c) Payments made to further the objects of the club. These objects are to promote, conduct and develop the sport of rugby league football (GST incl)

Canberra District Rugby League	Nil (2019: \$540,200)
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Note 15. Other Related Party Transactions

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

a) Ultimate Controlling Entity

The ultimate controlling entity of the company is Queanbeyan United Rugby League Football Club Inc.

b) Transactions with Related Parties

During the year the company repaid \$100,000 (2019: received \$100,000) in loans from Queanbeyan Leagues Club Limited. Fees for management services of \$129,231 (2019: \$165,000) were paid to Queanbeyan Leagues Club Limited and fees of \$3,350 (2019: \$10,200) were received from Restaurant 57 Pty Limited. Grants and gifts of \$nil (GST excl) (2019: \$532,000) were made to Canberra District Rugby League Football Club Limited. During the period the Company paid no rent (2019: \$nil) for the premises from which it operates to Canberra District Rugby League Football Club Limited. Other than minor reimbursements, the company did not pay or receive any other amounts from related entities during the year.

Note 16. Company Details

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

Canberra Raiders Leagues' Club (Southside) Limited
 10 Heard Street
 MAWSON ACT 2607

CANBERRA RAIDERS LEAGUES' CLUB (SOUTHSIDE) LIMITED
ABN 96 058 401 175

DIRECTORS' DECLARATION

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 5 to 14, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*; and
 - (b) give a true and fair view of the financial position of the company as at 2 November 2020 and of the performance for the period ended on that date.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



Director

Dated this 15th day of December 2020



**Building a better
working world**

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Independent Auditor's Report to the Members of Canberra Raiders Leagues Club (Southside) Limited

Opinion

We have audited the financial report of Canberra Raiders Leagues Club (Southside) Limited (the Company), which comprises the statement of financial position as at 2 November 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the period from 29 October 2019 to 2 November 2020, notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Company's financial position as at 2 November 2020 and of its financial performance for the period ended on that date; and
- b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We 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 obtained at the date of this auditor's report is the directors' report accompanying the financial report.

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 materially 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.

Responsibilities 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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities 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 the 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 the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- 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.



- 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.

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.

Ernst & Young

Ernst & Young

Ben Tansley

Ben Tansley
Partner
Canberra

15 December 2020

Canberra Raiders Leagues' Club Limited trading as The Mawson Club
Audited Community Purpose Contribution Statement

CLUB REVENUE	29 October 2019 - 2 November 2020
GROSS GAMING MACHINE REVENUE (GGMR) [Total after deducting players' winnings (excluding linked jackpots) and any amount set aside under a linked-jackpot arrangement for the payment of jackpot payouts]	3,555,095
24% OF GGMR	853,223
GAMING MACHINE TAX LIABILITY (tax payable under section 159 of the Act)	696,570
TOTAL NET GAMING MACHINE REVENUE (NGMR)	2,005,302
VALUE OF PAYMENTS TO THE GAMBLING HARM PREVENTION AND MITIGATION FUND (GHPMF) (0.75% OF GGMR)	26,663
COMMUNITY PURPOSE CONTRIBUTIONS (CPC)	29 October 2019 - 2 November 2020
VALUE OF CLAIMED CPCs OTHER THAN CONTRIBUTION OF 0.75% OF GGMR TO THE GHPMF	138,097
TOTAL VALUE OF CLAIMED COMMUNITY PURPOSE CONTRIBUTIONS	164,760
CLAIMED MONETARY COMMUNITY PURPOSE CONTRIBUTIONS AS A % OF NGMR	8.22%
CLAIMED COMMUNITY PURPOSE CONTRIBUTIONS AS A % OF NGMR	8.22%
REQUIRED COMMUNITY PURPOSE CONTRIBUTIONS (8% of NGMR)	160,424
EXCESS/(DEFICIT) OF CLAIMED COMMUNITY PURPOSE CONTRIBUTIONS COMPARED TO REQUIRED CONTRIBUTIONS	4,336
VALUE OF CONTRIBUTIONS TO REGISTERED POLITICAL PARTIES AND THEIR ASSOCIATED POLITICAL ENTITIES	-

The Club has engaged with our community purpose contribution recipients since 1st November 2019 to ensure that all parties are aware of the amended rules relating to community purpose contributions. The Club has worked closely with the recipients to ensure that the amount of community purpose contributions provided are able to be acquitted against eligible costs.

The Club requires that community purpose contribution recipients either sign a Community Purpose Contribution Agreement (which stipulates what grant monies can and cannot be used for, outlines the process of grant acquittal and outlines the process of reporting back to the Club after the fact) or satisfies the Club through alternate means as to how funds were applied.

The Club engages with the community in several different formats including the Clubs website and social media channels.

There was a period of shutdown due to the Covid-19 pandemic and the ACT Government made changes to how the Club was able to allocate Community Purposes Contributions. Accordingly the Club has used these changes to declare wages and salaries paid to club employees between 23rd March 2020 and 2nd November 2020 as Community Purpose Contributions.

SUMMARY OF TOTAL CLAIMED

CATEGORY	TOTALS FOR CATEGORY	MONETARY FOR CATEGORY	IN-KIND FOR CATEGORY
SUPPORTING A CHARITABLE CAUSE	-	-	-
PROVIDING RECREATION OPPORTUNITIES	-		
PROVIDING EDUCATION OPPORTUNITIES	-		
IMPROVING SOCIAL INCLUSION, EQUALITY OR CULTURAL DIVERSITY	-		
BENEFITTING OR INCREASING PARTICIPATION IN COMMUNITY SPORT	-	-	-
PREVENTING OR MITIGATING HARM CAUSED BY DRUG OR ALCOHOL MISUSE OR DEPENDENCE	-		
BENEFITTING OR INCREASING PARTICIPATION IN WOMEN'S SPORT (ADJUSTED)	-	-	-
PROVIDING RELIEF OR ASSISTANCE TO PEOPLE LIVING IN AUSTRALIA FOLLOWING A NATURAL DISASTER	6,770.00	6,770.00	-
PROVIDING RELIEF OR ASSISTANCE TO THE COMMUNITY IN RELATION TO A COVID-19 EMERGENCY	131,327.00	131,327.00	-
PAYMENT TO THE GAMBLING HARM PREVENTION AND MITIGATION FUND (GHMPF) (0.75% OF GGMR)	26,663.21	26,663.21	N/A
TOTAL CLAIMED (INCLUDING PAYMENTS TO GHMPF)	164,760.21	164,760.21	-
POLITICAL	-		

Canberra Raiders Leagues' Club Limited trading as The Mawson Club
Audited Community Purpose Contribution Statement

CATEGORY - PROVIDING RELIEF OR ASSISTANCE TO PEOPLE LIVING IN AUSTRALIA FOLLOWING A NATURAL DISASTER

DATE	RECIPIENT	PURPOSE	AMOUNT MONETARY (\$)	AMOUNT IN-KIND (\$)
Feb-20	Depot Beach Rural Fire Brigade	Bushfire relief	1,000.00	
Feb-20	Bawley Point Volunteer Fire Brigade	Bushfire relief	1,000.00	
Mar-20	Shoalhaven Rural Fire Service - Kioloa Brigade	Bushfire relief	1,000.00	
Feb-20	Milton Rural Fire Brigade	Bushfire relief	1,000.00	
Feb-20	Tabourie Rural Fire Brigade	Bushfire relief	1,000.00	
Feb-20	Conjola Rural Fire Brigade	Bushfire relief	1,000.00	
Jan-20	Community Enterprise Foundaton	Bushfire appeal	770.00	
Sub Total for providing relief or assistance to people living in Australia following a natural disaster			6,770.00	-
TOTAL FOR PROVIDING RELIEF OR ASSISTANCE TO PEOPLE LIVING IN AUSTRALIA FOLLOWING A NATURAL DISASTER				6,770.00

Canberra Raiders Leagues' Club Limited trading as The Mawson Club
Audited Community Purpose Contribution Statement

CATEGORY - PROVIDING RELIEF OR ASSISTANCE TO THE COMMUNITY IN RELATION TO A COVID-19 EMERGENCY

DATE	RECIPIENT	PURPOSE	AMOUNT MONETARY (\$)	AMOUNT IN-KIND (\$)
1/4/20 - 2/11/20	Club employees (excluding influential persons)	Financial support, in the form of wages and benefits, paid to Club employees	131,327.00	
Sub Total for providing relief or assistance to the community in relation to a Covid-19 emergency			131,327.00	-
TOTAL FOR PROVIDING RELIEF OR ASSISTANCE TO THE COMMUNITY IN RELATION TO A COVID-19 EMERGENCY				131,327.00

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF CANBERRA RAIDERS LEAGUES CLUB (SOUTHSIDE) LIMITED

Scope

We have audited the Community Purpose Contribution Statement for the Canberra Raiders Leagues Club (Southside) Limited club venue comprising of: The Mawson Club, for the period 29 October 2019 to 2 November 2020. The Club's directors are responsible for the community purpose contribution statement and have determined that the reporting policies used which form the statement for the club venue are consistent with the community purpose contribution reporting requirements of *the Gaming Machine Act 2004 (Act)*. We have conducted an independent audit of the community purpose contribution statement in order to express an opinion on it to the members and stakeholders of the Canberra Raiders Leagues Club (Southside) Limited. No opinion is expressed as to whether the reporting policies used are appropriate to the needs of the members.

We disclaim any assumption of responsibility for any reliance on this report to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the community purpose contributions statement. These procedures have been undertaken to form an opinion whether, in all material respects, the community purpose contribution statement is presented fairly in accordance with the requirements of *the Gaming Machine Act 2004 (Act)*.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the community purpose contribution statement for The Mawson Club presents fairly in accordance with the requirements of *the Gaming Machine Act 2004 (Act)* for the period of 29 October 2019 to 2 November 2020.



Robert Bogdanoski, CA
Principal

8 December 2020

