

# **MANLY WARRINGAH MASONIC AND COMMUNITY CLUB LIMITED**

**ABN 34 000 397 606**

**Financial Statements**

**For the Year Ended 31 December 2023**

# **Manly Warringah Masonic and Community Club Limited**

34 000 397 606

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**For the Year Ended 31 December 2023**

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## Manly Warringah Masonic and Community Club Limited

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### Directors' Report

31 December 2023

The Directors of Manly Warringah Masonic and Community Club Limited submit herewith the Financial Report of the company for the year ended 31 December 2023 and report as follows:

#### 1. Directors and Secretary training requirements disclosures

The names and particulars of the Directors of the company in office at any time during, or since the end of, the year are:

Name	Qualifications	Experience: Years as a Director	Special Responsibilities
W G Dunlop	Retired	25	President
R Drake	Managing Director	13	Director
M F Fuentes	Solicitor	17	Director
I Hinton	General Manager	13	Director
K Nielsen	Retired	1	Director

#### 2. Directors and Secretary training requirements disclosures

Name	Position	Director Foundation & Management Collaboration	Finance for Club – Board Governance	Finance for Club – the Company Secretary & General Manager
W G Dunlop	President	Exempt	Exempt	Not Required
R Drake	Treasurer	Completed	Completed	Not Required
M F Fuentes	Director	Exempt	Exempt	Not Required
I Hinton	Director	Completed	Completed	Not Required
K Nielsen	Director	Completed	Completed	Not Required
G Milner	Secretary	Not Required	Not Required	Compliant

#### 3. Board Meetings

The number of Board meetings and number of meetings attended by each of the Directors of the company during the financial year are:

Director	No. of Board Meetings Held*	No. of Board Meetings Attended
W G Dunlop	10	9
R Drake	10	10
I Hinton	10	10
K Nielsen	10	10
M F Fuentes (Resigned 31 August 2023)	7	5

\*Reflects the number of Board meetings held during the time the Director held office.

## **Manly Warringah Masonic and Community Club Limited**

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### **Directors' Report**

**31 December 2023**

#### **4. Activities**

The principal activity of the company during the year ended 31 December 2023 was that of a Registered Club. There was no change in the principal activity during the year.

#### **5. Results**

The net profit for the year after providing for income tax for the year ended 31 December 2023 was \$3,269 (2022: Profit of \$117,335).

#### **6. Dividends**

The company has no provision in its Constitution for the payment of dividends.

#### **7. Review of Operations**

There was an increase in revenue of \$73,943 from 2022. Revenue for 2023 was \$4,591,076 (2022: \$4,517,133). Total expenses also increased to \$4,587,807 (2022: \$4,399,798) resulting in a net profit of \$3,269 (2022: \$117,335). Cash flow continues to be strong with an increase in cash of \$389,010 during the year.

#### **8. Significant Changes in State of Affairs**

There were no significant changes in state of affairs during the financial year.

#### **9. Matters subsequent to the end of the Financial Year**

No significant matters arose subsequent to the end of the financial year.

#### **10. Future Developments**

The company will continue to pursue its principal activities. It is not expected that the results in future years will be adversely affected by the continuation of these operations.

#### **11. Indemnification of Directors and Officers**

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

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

#### **12. Proceedings on Behalf of the Company**

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

#### **13. Auditor's Independence Declaration**

CABEL Partners continue in office in accordance with Section 327 of the *Corporations Law*. A copy of the Auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is included in the financial report.

#### **14. Environmental Regulations**

The company's operations are subject to various regulations under both Commonwealth and State legislation. The Directors are not aware of any significant breaches of legislation during this financial year.

## Manly Warringah Masonic and Community Club Limited

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### Directors' Report

31 December 2023

#### 15. Company Limited by Guarantee

The Company is a company limited by guarantee under the Corporations Act 2001. If the company is wound up, the Memorandum of Association states that each member, then or within one year thereafter, is required to contribute a maximum of \$2.00 each towards meeting the outstanding obligations of the company. As at 31 December 2023, the collective amount members would contribute was approximately \$7,640 (2022: \$7,966).

*FOR AND ON BEHALF OF THE BOARD OF DIRECTORS and in accordance with its resolution:*

  
W.G. Dunlop

  
R. Drake

Dated at Balgowlah this      day of February 2024

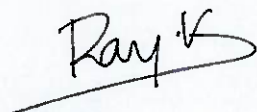
**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

To the Directors of **MANLY WARRINGAH MASONIC AND COMMUNITY CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2023 there has been:

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

**CABEL Partners  
Chartered Accountants**



**Ray Khalil  
Partner**

**North Sydney**  
Dated this 26<sup>th</sup> February 2024

**Providing certainty**

1 James Place, North Sydney NSW 2060  
T. +61 (2) 8071 0300 [www.cabel.com.au](http://www.cabel.com.au)

**Manly Warringah Masonic and Community Club Limited**

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**Statement of Profit or Loss and Other Comprehensive Income**  
**For the Year Ended 31 December 2023**

	Note	2023 \$	2022 \$
Revenue	2	4,591,076	4,517,133
Consumables used	3	(660,277)	(670,522)
Employee benefits expense		(1,620,873)	(1,583,724)
Depreciation and amortisation expenses		(473,140)	(473,290)
Other expenses		<u>(1,833,517)</u>	<u>(1,672,262)</u>
<b>Profit before income tax</b>		3,269	117,335
Tax expense	4	<u>-</u>	<u>-</u>
<b>Profit for the year</b>		3,269	117,335
Other comprehensive income for the year		<u>-</u>	<u>-</u>
<b>Total comprehensive income for the year</b>		<u>3,269</u>	<u>117,335</u>
<b>Total comprehensive income attributable to members of the company</b>		<u>3,269</u>	<u>117,335</u>

The accompanying notes form part of these Financial Statements.

**Manly Warringah Masonic and Community Club Limited**

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**Statement of Financial Position****31 December 2023**

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	7	3,644,212	3,255,202
Trade and other receivables	8	66,548	44,941
Inventories	9	33,737	35,159
Other assets	10	-	88,947
<b>TOTAL CURRENT ASSETS</b>		<b>3,744,497</b>	<b>3,424,249</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	11	7,540,451	7,831,103
Intangible assets	12	91,000	91,000
<b>TOTAL NON-CURRENT ASSETS</b>		<b>7,631,451</b>	<b>7,922,103</b>
<b>TOTAL ASSETS</b>		<b>11,375,948</b>	<b>11,346,352</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	13	280,859	284,901
Lease liabilities	14	135,001	88,238
Provisions	15	349,666	291,469
Other	16	6,201	6,600
<b>TOTAL CURRENT LIABILITIES</b>		<b>771,727</b>	<b>671,208</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	14	32,022	94,709
Provisions	15	118,128	118,093
Other	16	12,754	13,385
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>162,904</b>	<b>226,187</b>
<b>TOTAL LIABILITIES</b>		<b>934,631</b>	<b>897,395</b>
<b>NET ASSETS</b>		<b>10,441,317</b>	<b>10,448,957</b>
<b>EQUITY</b>			
Retained earnings		10,441,317	10,448,957
<b>TOTAL EQUITY</b>		<b>10,441,317</b>	<b>10,448,957</b>

The accompanying notes form part of these Financial Statements



# Manly Warringah Masonic and Community Club Limited

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## Statement of Changes in Equity

For the Year Ended 31 December 2023

	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2022</b>	10,331,622	10,331,622
<b>Comprehensive Income</b>		
Profit for the year	117,335	117,335
<b>Total comprehensive income for the year attributable to members of the company</b>	117,335	117,335
<b>Balance at 31 December 2022</b>	10,448,957	10,448,957
<b>Balance at 1 January 2023</b>	10,448,957	10,448,957
<b>Comprehensive Income</b>		
Profit for the year	3,269	3,269
<b>Total comprehensive income for the year attributable to members of the company</b>	3,269	3,269
Prior year adjustment	(10,909)	(10,909)
<b>Balance at 31 December 2023</b>	10,441,317	10,441,317

The accompanying notes form part of these Financial Statements

# Manly Warringah Masonic and Community Club Limited

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## Statement of Cash Flows For the Year Ended 31 December 2023

	Note	2023 \$	2022 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from Club Operations		4,496,957	4,495,479
Payments to Suppliers, Employees, etc.		(3,981,614)	(3,958,319)
Interest Received		72,512	17,319
<b>Net cash provided by operating activities</b>	22(b)	<u>587,855</u>	<u>554,479</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of Property, Plant and Equipment		(182,921)	(309,860)
Purchase of Gaming Machine Entitlements		-	-
<b>Net cash (used in) investing activities</b>		<u>(182,921)</u>	<u>(309,860)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Net (Repayments) Proceeds from Borrowings		(15,924)	34,718
<b>Net cash (used in)/provided by Financing Activities</b>		<u>(15,924)</u>	<u>34,718</u>
Net increase in cash and cash equivalents held		389,010	279,337
Cash and cash equivalents at beginning of financial year		3,255,202	2,975,865
Cash and cash equivalents at end of financial year	22(a)	<u>3,644,212</u>	<u>3,255,202</u>

The accompanying notes form part of these Financial Statements

## **Manly Warringah Masonic and Community Club Limited**

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### **Notes to the Financial Statements**

**For the Year Ended 31 December 2023**

The financial statements cover Manly Warringah Masonic and Community Club Limited as an individual entity. Manly Warringah Masonic and Community Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

The financial statements were authorised for issue by the directors of the company.

#### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **Basis of Preparation**

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

##### **New or amended Accounting Standards and Interpretations adopted**

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Boards ('AASB') that are mandatory for the current reporting period.

##### **a) Income Tax**

The company's liability for Income Tax relies on the continuing acceptance by the Australian Taxation Office of the mutuality principle. It is calculated on the taxable income from non-members and includes income from rentals and interest, less concessional deductions claimable under the Income Tax Assessment Act. The company uses a substituted accounting period for income tax purposes.

There is no income tax expense for the year ended 31 December 2023 due to taxation losses brought forward.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities settled, based on those tax rates that are enacted or substantively enacted.

Deferred tax assets are recognised for deductible temporary differences only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed each reporting date.

Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

##### **b) Inventories**

Inventories are measured at the lower of cost and net realisable value on a weighted average cost basis.

## Manly Warringah Masonic and Community Club Limited

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### Notes to the Financial Statements

For the Year Ended 31 December 2023

#### Summary of Significant Accounting Policies

##### c) 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 losses.

##### Property

Freehold land is measured on the cost basis. Freehold land is not depreciated. Club buildings and renovations are stated at historical cost less depreciation. Historical cost includes expenditure where applicable that is directly attributable to the acquisition of the items.

##### Plant and Equipment

Plant, Equipment and Furniture are stated at historical cost less depreciation and impairment losses. Historical cost includes expenditure where applicable that is directly attributable to the acquisition of the items.

The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

Plant and equipment that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in the statement of profit or loss and comprehensive income during the financial period in which they are incurred.

##### Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

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

##### Class of Fixed Asset:

Buildings improvements	2.5%	pa
Buildings	2.5%	pa
Plant & Equipment	5-30%	pa
Poker Machines	25%	pa

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

## **Notes to the Financial Statements**

**For the Year Ended 31 December 2023**

### **d) Intangibles Other Than Goodwill**

#### **Gaming Machine Entitlements**

Gaming Machine Entitlements acquired are initially recorded at the purchase price for the entitlements at the date of acquisition. Gaming Machine Entitlements are tested annually for impairment and carried at cost less accumulated impairment losses. Gains or losses and impairment on the disposal of Gaming Machine Entitlements will be charged to the Statement of Profit or Loss and Other Comprehensive Income.

### **e) 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 have been measured at the nominal amounts expected to be paid when the liability is settled, plus any related on-costs. Both annual leave and long service leave are recognised within the provision's liability.

### **f) 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.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

### **g) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand and deposits held at call with banks.

### **h) Revenue and Other Income**

Revenue from subscriptions from members is recognised in the year to which it relates while revenue from sale of goods is recognised upon the delivery of goods or services to customers. Member bonuses are treated as an expense, when redeemed, not when granted.

Interest revenue is recognised as it accrues, taking into account the effective interest yield on the financial asset.

Revenue recognition relating to the provision of a service is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

### **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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.



## **Notes to the Financial Statements**

**For the Year Ended 31 December 2023**

### **j) Comparative Figures**

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

### **k) Critical Accounting Estimates and Judgements**

The directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

#### **Key Estimates**

##### *(i) Key estimates – Impairment*

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Fair value less costs to sell or current replacement cost calculations performed in assessing recoverable amounts incorporate a number of key estimates.

##### *(ii) Key estimates – Gaming machine entitlements*

Poker machine entitlements received at nil cost are not fair valued. The Directors believe that this treatment is conservative and appropriate for the company.

### **l) Trade and other payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid at year end. These amounts are unsecured and are usually paid within 30 days of recognition.

### **m) Borrowings**

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

### **n) Trade receivables**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts.

Collectability of trade receivables is reviewed on an ongoing basis and if there any debts known to be uncollectible, they are written off.

# Manly Warringah Masonic and Community Club Limited

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## Notes to the Financial Statements

For the Year Ended 31 December 2023

### NOTE 2 : REVENUE AND OTHER INCOME

	2023	2022
	\$	\$
Revenue		
Sales revenue:		
Sale of goods	4,518,564	4,499,814
Other revenue:		
Interest received	2(a) 72,512	17,319
Total revenue	<u>4,591,076</u>	<u>4,517,133</u>
(a) Interest received from:		
Other corporations	<u>72,512</u>	<u>17,319</u>

### NOTE 3: PROFIT FOR THE YEAR

Profit includes the following specific expenses:

Expenses:

Cost of sales	660,277	670,522
Net loss on disposal of non-current assets:		
Property, plant and equipment	433	556
Employee benefits expense:		
Superannuation	168,901	163,382
Depreciation	473,140	473,290

# Manly Warringah Masonic and Community Club Limited

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## Notes to the Financial Statements

For the Year Ended 31 December 2023

### NOTE 4: TAX EXPENSE

	2023	2022
	\$	\$
There is no income tax expense for the year ended 31 December 2023 due to taxation losses brought forward. Refer Note 4a.		
<b>(a) Deferred Tax Assets</b>		
Deferred Tax Assets not taken into account		
Deferred tax assets attributable to tax losses carried forward and temporary differences has not been recognised as an asset because recovery is not probable.		
Tax losses carried forward at beginning of financial year	321,920	305,906
Current year tax losses	6,962	16,014
Tax losses at end of financial year	328,882	321,920
Permanent differences	(31,445)	(31,445)
Deferred tax assets not recognised	297,437	290,475

### NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION

Total key management personnel compensation	411,073	372,966
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### NOTE 6: AUDITOR'S REMUNERATION

Auditor's remuneration	21,500	21,000
	21,500	21,000

### NOTE 7: CASH AND CASH EQUIVALENTS

Cash on hand	229,480	214,480
Cash at bank	3,414,732	3,040,722
	3,644,212	3,255,202

### NOTE 8: TRADE AND OTHER RECEIVABLES

CURRENT		
Sundry debtors	66,548	44,941



**Manly Warringah Masonic and Community Club Limited**

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**Notes to the Financial Statements****For the Year Ended 31 December 2023****NOTE 9: INVENTORIES**

	2023	2022
	\$	\$
<b>CURRENT</b>		
<b>At cost:</b>		
Stock on hand	33,737	35,159

**NOTE 10: OTHER ASSETS**

<b>CURRENT</b>		
Prepayments	-	88,947

**NOTE 11: PROPERTY, PLANT AND EQUIPMENT**

Land	527,000	527,000
Buildings improvements	3,296,585	3,296,585
Less accumulated depreciation	(1,141,337)	(1,058,923)
	2,155,248	2,237,662
Buildings	6,395,231	6,395,231
Less accumulated depreciation	(2,078,452)	(1,918,570)
	4,316,779	4,476,661
Total land and buildings	6,999,027	7,241,323
Plant & Equipment	1,259,229	1,203,571
Less accumulated depreciation	(1,109,386)	(1,064,044)
	149,843	139,527
Poker machines	1,466,761	1,499,069
Less accumulated depreciation	(1,075,180)	(1,048,816)
	391,581	450,253
Total plant and equipment	541,424	589,780
Total property, plant and equipment	7,540,451	7,831,103

**(a) Movements in carrying amounts**

For disclosure on movement in carrying amounts please refer to note 23 at the end of this financial report.

# Manly Warringah Masonic and Community Club Limited

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## Notes to the Financial Statements

For the Year Ended 31 December 2023

### NOTE 12: INTANGIBLE ASSETS

	2023 \$	2022 \$
Gaming machine entitlements	91,000	91,000
Less accumulated amortisation and impairment	-	-
	<u>91,000</u>	<u>91,000</u>
<b>Reconciliation of gaming machine entitlements</b>		
Balance at beginning of year	91,000	91,000
Additions	-	-
Disposals	-	-
Amortisation charge	-	-
Impairment losses	-	-
Closing carrying value	<u>91,000</u>	<u>91,000</u>

### NOTE 13: TRADE AND OTHER PAYABLES

#### CURRENT

Goods and services tax	80,911	77,771
Creditors and Accruals	173,688	185,040
Withholding taxes payable	<u>26,260</u>	<u>22,090</u>
	<u>280,859</u>	<u>284,901</u>

### NOTE 14: FINANCIAL LIABILITIES

#### CURRENT

Lease liabilities – Gaming Machines	<u>135,001</u>	<u>88,238</u>
	<u>135,001</u>	<u>88,238</u>

#### NON-CURRENT

Lease liabilities – Gaming Machines	<u>32,022</u>	<u>94,709</u>
	<u>32,002</u>	<u>94,709</u>

<b>Total Lease Liabilities</b>	<u>167,023</u>	<u>182,947</u>
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**Manly Warringah Masonic and Community Club Limited**

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**Notes to the Financial Statements  
For the Year Ended 31 December 2023****NOTE 15: PROVISIONS**

	2023 \$	2022 \$
<b>CURRENT</b>		
Provision for annual leave	<u>349,666</u>	<u>291,469</u>
<b>NON-CURRENT</b>		
Provision for long service leave	<u>118,128</u>	<u>118,093</u>
<b>Provision for annual leave</b>		
Opening balance at 1 January 2023	291,469	
Net additional provisions raised	<u>58,197</u>	
Balance at 31 December 2023	<u>349,666</u>	
<b>Provision for long service leave</b>		
Opening balance at 1 January 2023	118,093	
Net additional provisions raised	<u>35</u>	
Balance at 31 December 2023	<u>118,128</u>	
<b>Total Provisions</b>		
Opening balance at 1 January 2023	409,562	
Net additional provisions raised	<u>58,232</u>	
Balance at 31 December 2023	<u>467,794</u>	

**NOTE 16: OTHER LIABILITIES**

<b>CURRENT</b>		
Subscriptions in advance	<u>6,201</u>	<u>6,600</u>
<b>NON-CURRENT</b>		
Subscriptions in advance	<u>12,754</u>	<u>13,385</u>

**NOTE 17: CONTINGENT LIABILITIES**

Estimates of the potential financial effect of contingent liabilities that may become payable:

Members' reward points – Value of points yet to be redeemed by members	<u>58,240</u>	<u>56,900</u>
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## **Manly Warringah Masonic and Community Club Limited**

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### **Notes to the Financial Statements**

**For the Year Ended 31 December 2023**

#### **NOTE 18: RELATED PARTY TRANSACTIONS**

##### **Related Parties**

The company's main related parties are as follows:

##### **(a) 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, is considered key management personnel. The Key management personnel compensation disclosed in Note 5 comprises of the remuneration, annual leave and long service leave accruals of the Secretary Manager.

The names of the persons who were directors of the Manly Warringah Masonic and Community Club Ltd at any time during the year were as follows:

Mr W G Dunlop, Mr R Drake, Mr M F Fuentes, Mr I Hinton and Mr K Nielsen.

No directors received any payments from the company during the 2023 year.

Expenses incurred for Directors to attend to their duties were \$3,679 (2022: \$2,681)

#### **NOTE 19: FINANCIAL RISK MANAGEMENT**

The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable, accounts payable and lease liabilities.

##### **Financial Risk Management Policies**

Senior executives of the company meet on a regular basis to analyse financial risk exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

The management's overall risk strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

The management operates under policies approved by the Board of Directors. Risk management policies are approved and reviewed by the Board on a regular basis. These include credit risk policies and future cash flow requirements.

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

## **Notes to the Financial Statements**

**For the Year Ended 31 December 2023**

### **Specific Financial Risk Exposures and Management**

#### **(a) Liquidity Risk**

The tables below reflect the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such the amounts may not reconcile to the balance sheet.

The table below reflects an undiscounted contractual maturity analysis for non-derivative financial liabilities. Bank overdrafts have been deducted in the analysis as management does not consider that there is any material risk that the bank will terminate such facilities. The bank does however maintain the right to terminate the facilities without notice and therefore the balances of overdrafts outstanding at year-end could become repayable within 12 months. Financial guarantee liabilities are treated as payable on demand since the company has no control over the timing of any potential settlement of the liability. The company does not hold any derivative financial liabilities directly.

Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates and does not reflect management's expectations that banking facilities will roll forward.

	2023	2022
	\$	\$
<i>Financial liability and financial asset maturity analysis</i>		
	<b>Within 1 Year</b>	
<b>Financial liabilities</b>		
Lease liabilities	135,001	88,238
Total contractual outflows	135,001	88,238
Total expected outflows	135,001	88,238
<b>Financial assets</b>		
Cash on hand	229,480	214,480
Cash at bank	3,414,732	3,040,722
Total anticipated inflows	3,644,212	3,255,202
Net inflow/(outflow) on the financial instruments	3,509,211	3,166,964
	<b>1+ Years</b>	
<b>Financial liabilities due for payment</b>		
Lease liabilities	32,022	94,709
Total contractual outflows	32,022	94,709
Total expected outflows	32,022	94,709

## Manly Warringah Masonic and Community Club Limited

34 000 397 606

### Notes to the Financial Statements

For the Year Ended 31 December 2023

	2023 \$	2022 \$
	<b>Total</b>	
<b>Financial liabilities due for payment</b>		
Lease liabilities	167,023	182,947
Total contractual outflows	167,023	182,947
Total expected outflows	167,023	182,947

#### (b) Market risk

##### (i) Interest rate risk

Exposure to interest rate risk arises on financial assets recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments.

##### (ii) Foreign exchange risk

The company is not exposed to fluctuations in foreign currencies.

##### (iii) Other price risk

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

#### NOTE 20: COMPANY DETAILS

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

Manly Warringah Masonic and Community Club Limited

195 Condamine Street

Balgowlah NSW 2093

#### NOTE 21: CORE AND NON CORE PROPERTIES

The following is core property:

195 Condamine Street

Balgowlah NSW 2093

The company has no non core property.

Core property includes the defined premises of the Club and the facilities provided for Club Members.

## Manly Warringah Masonic and Community Club Limited

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### Notes to the Financial Statements

For the Year Ended 31 December 2023

#### NOTE 22: CASH FLOW INFORMATION

##### (a) Reconciliation of Cash

Cash at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

	2023	2022
	\$	\$
Cash	229,480	214,480
Cash at bank	3,414,732	3,040,722
	<u>3,644,212</u>	<u>3,255,202</u>

##### (b) Reconciliation of cash flows from operations with profit after income tax

Profit after income tax	3,269	117,335
Non-cash flows in profit:		
Depreciation	473,140	473,290
Loss/(Profit) on disposal of property, plant and equipment	433	556
Prior year adjustment	(10,909)	-
Changes in assets and liabilities:		
(Increase)/Decrease in Trade and Other Receivables	(21,607)	(4,335)
Decrease/(Increase) in Other Operating Assets	90,369	(13,313)
Increase/(Decrease) in Trade Creditors & Accruals	(7,182)	(98,292)
Increase/(Decrease) in Provisions	58,232	68,590
Increase/(Decrease) in GST Payable	3,140	11,617
(Decrease)/Increase in Other Operating Liabilities	(1,030)	(969)
Net cash provided by operating activities	<u>587,855</u>	<u>554,479</u>



**Notes to the Financial Statements**  
For the Year Ended 31 December 2023

**NOTE 23: MOVEMENT IN CARRYING AMOUNTS**

Movements in the carrying amounts for each class of property, plant and equipment.

Balance at 1 January 2022

Additions

Disposals

Depreciation expense

**Carrying amount at 31 December 2022**

Additions

Disposals

Depreciation expense

**Carrying amount at 31 December 2023**

	Freehold land \$	Buildings improvements \$	Buildings \$	Plant & Equipment \$	Poker machines \$	Total \$
Balance at 1 January 2022	527,000	2,320,077	4,636,541	175,368	336,103	7,995,089
Additions	-	-	-	18,061	291,799	309,860
Disposals	-	-	-	-	(556)	(556)
Depreciation expense	-	(82,415)	(159,880)	(53,902)	(177,093)	(473,290)
<b>Carrying amount at 31 December 2022</b>	<b>527,000</b>	<b>2,237,662</b>	<b>4,476,661</b>	<b>139,527</b>	<b>450,253</b>	<b>7,831,103</b>
Additions	-	-	-	61,142	121,779	182,921
Disposals	-	-	-	(433)	-	(433)
Depreciation expense	-	(82,414)	(159,882)	(50,393)	(180,451)	(473,140)
<b>Carrying amount at 31 December 2023</b>	<b>527,000</b>	<b>2,155,248</b>	<b>4,316,779</b>	<b>149,843</b>	<b>391,581</b>	<b>7,540,451</b>



## Manly Warringah Masonic and Community Club Limited

34 000 397 606

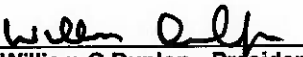
### Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, which comprise the statement of financial position as at 31 December 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes are in accordance with the *Corporations Act 2001*:
  - comply with Australian Accounting Standards - Simplified Disclosures and the *Corporations Regulations 2001*; and
  - give a true and fair view of the company's financial position as at 31 December 2023 and of its 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.

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

Director

  
William G Dunlop - President

Director

  
Robert Drake - Director

Dated at Balgowlah this

**MANLY WARRINGAH MASONIC AND COMMUNITY CLUB LIMITED**  
**ABN 34 000 397 606**

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF**  
**MANLY WARRINGAH MASONIC AND COMMUNITY CLUB LIMITED**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of **Manly Warringah Masonic and Community Club Limited** (the Company), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

In our opinion, the accompanying financial report of **Manly Warringah Masonic and Community Club Limited** has been prepared in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2023 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures 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 confirm that the independence declaration required by the *Corporations Act 2001*, has been given to the directors of **Manly Warringah Masonic and Community Club Limited**, would be in the same terms if given to the directors as at the time of this auditor's report.

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

**Information Other than the Financial Report and Auditor's Report Thereon**

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 31 December 2023, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be 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.

**Providing certainty**

1 James Place, North Sydney NSW 2060  
T. +61 (2) 8071 0300 [www.cabel.com.au](http://www.cabel.com.au)

## **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 - Simplified Disclosures 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 ability of the Company to continue as a going concern, disclosing, as applicable matters related 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 a part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures 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. There were no significant findings or deficiencies to report.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may be reasonably be thought to bear on our independence, and where applicable, related safeguards.

**CABEL Partners**  
**Chartered Accountants**



**Ray Khalil**  
**Partner**

**North Sydney**  
**Dated this 26<sup>th</sup> February 2024**