

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

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FOR THE YEAR ENDED 31 DECEMBER 2015

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DIRECTORS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2015

Your directors present their report on the company for the financial year ended 31 December 2015.

Principal Activities

The principal activities of the company during the financial year was the operation of a registered club for the promotion of golf and bowls in the Macksville district.

These principal activities assist in achieving the short term and long term objectives of the company by:

- providing sporting facilities for the members and the community
- providing entertainment, dining, gaming and social facilities for members and the community
- providing turnover, cash flow and profit to meet the financial objectives of the company

Short and Long Term Objectives of the Company

The company has identified the following short term objectives:

- to reduce current wage costs associated with the operation of the club
- to improve the current level of income by setting budgets and KPI's
- aim to encourage new business into the club
- to establish a business and strategic plan that will carry the club into the future for the short and long term

The company has identified the following long term objectives:

- to meet the industry benchmark for financial performance of a 10% EBITDARD (Earnings Before Interest, Tax, Depreciation, Amortisation, Rent and Donations). 2015 EBITDARD was 1.0% (2014: 3.1%)
- to ensure the club keeps up with CPI inflation costs
- to continue to promote sports in the community and to be recognised for our contributions to the sports
- to become financially secure into the future
- to grow the clubs operations in accordance with the members interests

Strategies

The company has adopted the followings strategies in order to achieve these objectives:

- directors to continue to assist in the bar during busy periods
- to set up and adopt budgets for each section of the club (i.e. golf, bowls, club and grounds etc.)
- to look at increasing club memberships as well as golf and bowls green fees
- to increase advertising with local media and radio stations
- to set up cost centres for each section to better monitor cash flow and budgets and establish appropriate KPI's for effective monitoring
- to achieve budgets and goals set out in the business plans and to review cash flows
- to use funds derived from Charity days to continue to foster the sports we sponsor
- to maintain the budgets that we have set up into the future
- to review other avenues of sports (i.e. indoor bowls, darts, gaming and bar sales)
- to review the clubs performance against our budgets and comparisons to prior periods and KPI's
- to compare the previous years revenue and to continue to improve participation in future years

MACKSVILLE COUNTRY CLUB LIMITED

ABN 86 000 715 775

**DIRECTORS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2015****Performance Measurement**

The company uses the following key performance indicators to measure performance:

- the board of directors meets monthly to review the financial management of the club, reviews actual results against budget and implements changes as required

Directors Information**Directors**

The names of the directors in office at any time during, or since the end of, the year and the period that each director has been in office:

Directors Name	Special Responsibilities	Period as Director	Qualifications and Experience
Colin Fraser	Chairperson	Appointed 4 May 2014 Chairperson 29 March 2015	Semi retired owner of building maintenance company. Ex warehousing distribution manager of CSR building materials. Previously Chairman of Kimberley Personnel (Broome)
Elwyn Ainsworth	Treasurer	Appointed 29 March 2015	
John Delamare	Vice Chairperson	Appointed 4 May 2014 Vice Chairperson	Retired former Managing Director of Plastics Australia, Berazan and Burgmann Seals Australia. Holds a Bachelor of Science degree.
Stephen Ash	Director	Appointed 4 May 2014	Retired architect and builder
Desma Hughes	Director	Appointed 4 May 2014	PhD retired academic. Current board member of Nambucca Valley Phoenix.
Peter Fox	Director	Appointed 29 March 2015	
Maxwell Turner	Director	Appointed 29 March 2015	
Michael Parker	Chairperson	Appointed 30 May 2010 Resigned 29 March 2015	Qualified Baker/Pastry Chef 5 years, Own business 4 years, US Industrial Textile Company Manager 33 years, Production Manager, Senior Management Certificate
Trevor Kennedy	Treasurer	Appointed 18 October 2010 Resigned 29 March 2015	Diploma in Business Management, Director PNG Polocrosse Association, Owner/Director Borah Cattle Ent. Chairman Men's Club PNG
Ronald Edwards	Vice Chairperson	Appointed 20 May 2012 Resigned 29 March 2015	Retired Accountant/Acting Manager State Bank 17 Years, Retired Open Cut Mine Machine Operator 25 Years, CFMEU Union Representative, Board Member Muswellbrook Golf Club 4 Years, JP – 36 Years

Company Secretary

Colin Fraser was appointed as the Company Secretary on 29 March 2015.

This position of Company Secretary was held by Russell Walker until his resignation on 29 March 2015.

DIRECTORS REPORT
 FOR THE YEAR ENDED 31 DECEMBER 2015

Meetings of Directors

During the financial year, 8 meetings of directors were held and the attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
Colin Fraser	8	8
Elwyn Ainsworth	7	4
John Delamare	8	6
Stephen Ash	8	8
Desma Hughes	8	8
Peter Fox	7	7
Maxwell Turner	7	5
Michael Parker	1	1
Trevor Kennedy	1	-
Ronald Edwards	1	1

Membership Details

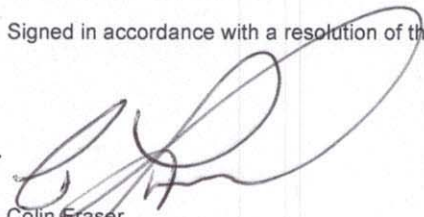
The Macksville Country Club Limited is a public company limited by guarantee and no shares or options are issued. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company.

Membership Class	Number of Members	Individual Members Contribution on winding up of Company	Total Members Contribution on winding up of Company
Life Members	10	\$ 2	\$ 20
Playing Members - Golf and Bowls	318	\$ 2	\$ 636
Junior Members	4	\$ 2	\$ 8
Social	359	\$ 2	\$ 718
Total	691	\$ 2	\$ 1,382

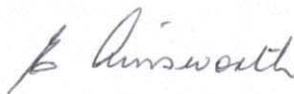
Auditors' Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is attached to these financial statements.

Signed in accordance with a resolution of the Board of Directors



Colin Fraser
 Chairperson



Elwyn Ainsworth
 Treasurer

Dated: 13 April 2016

**AUDITORS' INDEPENDENCE DECLARATION
TO THE DIRECTORS OF
MACKSVILLE COUNTRY CLUB LIMITED**

ABN 86 000 715 775

I declare that, to the best of my knowledge and belief, during the financial year to 31 December 2015 there have been:

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

Crowe Horwath Central North

CROWE HORWATH CENTRAL NORTH



Kylie Ellis
Registered Company Auditor
107 West High Street
COFFS HARBOUR NSW 2450

Dated: 20 April 2016

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
Sales revenue	4	378,144	349,730
Cost of goods sold	5	<u>(173,254)</u>	<u>(156,463)</u>
Gross profit		<u>204,890</u>	<u>193,267</u>
Poker machine revenue	4	107,122	128,948
Other revenue		243,850	259,520
Administration expense		(37,770)	(33,412)
Depreciation expense	5	(50,876)	(54,453)
Employee benefits expense		(270,305)	(258,580)
Finance expense		(6,849)	(4,515)
Occupancy expense		(96,729)	(99,442)
Other expenses		<u>(137,217)</u>	<u>(153,425)</u>
Loss before income tax expense		(43,884)	(22,092)
Income tax expense	1(a)	<u>-</u>	<u>-</u>
Loss after income tax expense		<u>(43,884)</u>	<u>(22,092)</u>
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		\$ <u>(43,884)</u>	\$ <u>(22,092)</u>

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	118,503	108,793
Inventories	7	18,042	25,856
Investment properties	8	29,134	29,134
Other current assets	9	21,555	27,966
TOTAL CURRENT ASSETS		187,234	191,749
NON CURRENT ASSETS			
Property, plant and equipment	10	1,024,145	1,075,021
TOTAL NON CURRENT ASSETS		1,024,145	1,075,021
TOTAL ASSETS		1,211,379	1,266,770
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	70,915	36,174
Borrowings	12	24,193	33,781
Employee benefits	13	26,397	42,966
Other liabilities	14	22,333	34,086
TOTAL CURRENT LIABILITIES		143,838	147,007
NON CURRENT LIABILITIES			
Borrowings	12	30,000	33,288
Employee benefits	15	4,627	5,931
Other liabilities	14	11,074	14,820
TOTAL NON CURRENT LIABILITIES		45,701	54,039
TOTAL LIABILITIES		189,539	201,046
NET ASSETS		\$ 1,021,840	\$ 1,065,724
EQUITY			
Reserves	17	585,000	585,000
Retained earnings		436,840	480,724
TOTAL EQUITY		\$ 1,021,840	\$ 1,065,724

The accompanying notes form part of these financial statements.

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2015

	Reserves	Retained Earnings	Total
	\$	\$	\$
Balance at 1 January 2014	585,000	502,816	1,087,816
Loss after income tax expense	-	(22,092)	(22,092)
Total other comprehensive income for the year	-	-	-
Transfers to/(from) reserves	-	-	-
Balance at 31 December 2014	<u>\$ 585,000</u>	<u>\$ 480,724</u>	<u>\$ 1,065,724</u>
Loss after income tax expense	-	(43,884)	(43,884)
Total other comprehensive income for the year	-	-	-
Transfers to/(from) reserves	-	-	-
Balance at 31 December 2015	<u>\$ 585,000</u>	<u>\$ 436,840</u>	<u>\$ 1,021,840</u>

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss from ordinary activities after income tax expense		(43,884)	(22,092)
Adjustments for:			
Non cash flows in profit from ordinary activities:			
Depreciation and amortisation		50,876	54,453
Loss on sale of fixed assets		-	919
Changes in Assets and Liabilities:			
Decrease/(increase) in trade and other receivables		-	10,193
(Increase)/decrease in inventories		7,814	(3,765)
(Increase) in prepaid expenses		6,411	(3,662)
Increase/(decrease) in creditors and accruals		34,741	(1,637)
(Decrease)/increase in provisions		(17,873)	(3,370)
(Decrease) in other liabilities		(15,499)	(7,457)
Net cash provided by operating activities		<u>22,586</u>	<u>23,582</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of land		-	3,000
Purchase of property, plant and equipment		-	(46,968)
Net cash used in investing activities		<u>-</u>	<u>(43,968)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		54,193	67,069
Repayment of borrowings		(67,069)	(23,831)
Net cash provided by financing activities		<u>(12,876)</u>	<u>43,238</u>
Net increase in cash held		9,710	22,852
Cash at the beginning of the financial year		<u>108,793</u>	<u>85,941</u>
Cash at the end of the financial year	5 (a)	<u>\$ 118,503</u>	<u>\$ 108,793</u>

Note 1: Statement of Significant Accounting Policies

Statement of Compliance

The financial statements are general purpose financial statements that have been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards - Reduced Disclosure Regime, and comply with other requirements of the law.

The financial statements cover Macksville Country Club Limited as an individual entity. Macksville Country Club Limited is a public company limited by guarantee, incorporated and domiciled in Australia.

The financial statements were authorised for issue by the directors on 13 April 2016.

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.

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. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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

Accounting Policies

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

(a) Income Tax

The directors consider that the company is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value on a first-in first-out basis.

(c) Property, Plant and Equipment

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

Property

Freehold land and buildings are shown at cost less depreciation and impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

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

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 charged to the statement of comprehensive income during the financial period in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Depreciation

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation Rate
Buildings and Improvements	2.5%
Plant & Equipment, Furniture & Fittings	6 - 20%

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

An assets' carrying amount is written down immediately to its recoverable amount if the assets' 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 statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(d) Impairment of Assets

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external sources of information and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use to the asset's carrying value. Any excess of the asset's carrying value of its recoverable amount is expensed to the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the receivable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for intangible assets with indefinite lives.

(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 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 present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements.

(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, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

(h) Revenue

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvements in those goods.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Dividend revenue is recognised when the right to receive a dividend has been established.

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

(i) 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.

(j) Goods and Services Tax

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 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.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(k) Comparative Figures

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

Note 2: Critical accounting judgements and key sources of estimation uncertainty

In the application of the accounting policies, which are described in Note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The following are the critical judgements, key assumptions and estimates, that directors have used in the process of applying the company's accounting policies.

Key estimates — Impairment

The directors assess 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. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 3: Accounting Policies, Changes in Accounting Estimates and Errors

During the 2015 reporting process, a number of accounts have been reclassified based upon the nature of the balances in order to improve the accuracy of disclosures. These items were considered to be a material error, accordingly these balances were adjusted in accordance with AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors, the prior period accounts have been restated. What follows is the result of the restatement.

	Original 2014 \$	Effect of Restatement \$	Restated 2014 \$
STATEMENT OF FINANCIAL POSITION			
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	98,515	10,278	108,793
Trade and other receivables	1,696	(1,696)	-
TOTAL CURRENT ASSETS	183,167	8,582	191,749
TOTAL ASSETS	1,258,188	8,582	1,266,770
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	37,056	(882)	36,174
TOTAL CURRENT LIABILITIES	147,889	(882)	147,007
TOTAL LIABILITIES	201,928	(882)	201,046
NET ASSETS	1,056,260	9,464	1,065,724
EQUITY			
Retained earnings	471,260	9,464	480,724
TOTAL EQUITY	1,056,260	9,464	1,065,724
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME			
Sales revenue	347,674	2,056	349,730
Cost of goods sold	(155,650)	(813)	(156,463)
Gross profit	192,024	1,243	193,267
Other revenue	251,169	8,351	259,520
Administration expense	-	(33,412)	(33,412)
Employee benefits expense	(254,956)	(3,624)	(258,580)
Finance expense	-	(4,515)	(4,515)
Occupancy expense	-	(99,442)	(99,442)
Other expenses	(294,288)	140,863	(153,425)
Loss before income tax expense	(31,556)	9,464	(22,092)
Income tax expense	-	-	-
Loss after income tax expense	(31,556)	9,464	(22,092)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
Note 4: Revenue			
Operating activities:			
Bar trading		378,144	349,730
Membership subscriptions		44,815	53,579
Poker machines trading		107,122	128,948
Sundry income		198,653	206,331
Total revenue from operating activities		<u>728,734</u>	<u>738,588</u>
Non-operating activities:			
Interest received from other persons		382	529
Loss on sale of fixed assets		-	(919)
Total revenue from non-operating activities		<u>382</u>	<u>(390)</u>
Total revenue		<u>\$ 729,116</u>	<u>\$ 738,198</u>
Note 5: Loss Before Income Tax Expense			
(a) Significant expenses			
Cost of sales		173,254	156,463
Depreciation expense		50,876	54,453
Provision for employee entitlements		(17,874)	(3,370)
Repairs and maintenance		34,007	38,315
Returns to members		23,407	27,232
Salary and wages		249,492	235,548
Subsidiary club expenses		11,409	20,769
Superannuation		24,206	21,516
(b) Remuneration of auditor			
- review of the financial statements		7,700	7,450
- other services		3,050	2,695
Note 6: Cash and Cash Equivalents			
Cash on hand		24,242	29,867
Cash at bank		94,261	78,926
		<u>\$ 118,503</u>	<u>\$ 108,793</u>
(a) Reconciliation of cash and cash equivalents			
Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:			
Cash and cash equivalents		<u>118,503</u>	<u>108,793</u>
		<u>\$ 118,503</u>	<u>\$ 108,793</u>
Note 7: Inventories			
CURRENT			
Stock on Hand, at cost		<u>\$ 18,042</u>	<u>\$ 25,856</u>

MACKSVILLE COUNTRY CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
Note 8: Investment properties			
CURRENT			
Land		<u>29,134</u>	<u>29,134</u>
		<u>\$ 29,134</u>	<u>\$ 29,134</u>
Investment properties are carried at the lower of carrying amount and estimated fair value less costs to sell.			
Note 9: Other Assets			
CURRENT			
Prepayments		<u>21,555</u>	<u>27,966</u>
		<u>\$ 21,555</u>	<u>\$ 27,966</u>
Note 10: Property, Plant & Equipment			
Land and Buildings (at cost)			
Freehold land		<u>585,000</u>	<u>585,000</u>
Freehold land improvements		<u>101,177</u>	<u>101,177</u>
Less: Accumulated depreciation		<u>(65,777)</u>	<u>(63,044)</u>
		<u>35,400</u>	<u>38,133</u>
Buildings and improvements		<u>626,204</u>	<u>626,204</u>
Less: Accumulated depreciation		<u>(341,534)</u>	<u>(321,194)</u>
		<u>284,670</u>	<u>305,010</u>
Total Land and Buildings		<u>905,070</u>	<u>928,143</u>
Plant and Equipment (at cost)			
Plant and equipment		<u>366,598</u>	<u>366,598</u>
Less: Accumulated depreciation		<u>(301,332)</u>	<u>(287,632)</u>
		<u>65,266</u>	<u>78,966</u>
Furniture, fixtures and fittings		<u>69,801</u>	<u>69,801</u>
Less: Accumulated depreciation		<u>(58,855)</u>	<u>(54,660)</u>
		<u>10,946</u>	<u>15,141</u>
Ground equipment		<u>179,924</u>	<u>179,924</u>
Less: Accumulated depreciation		<u>(137,061)</u>	<u>(127,153)</u>
		<u>42,863</u>	<u>52,771</u>
Motor vehicles		<u>10,000</u>	<u>10,000</u>
Less: Accumulated depreciation		<u>(10,000)</u>	<u>(10,000)</u>
		<u>-</u>	<u>-</u>
Total Plant and Equipment		<u>119,075</u>	<u>146,878</u>
Total Property, Plant and Equipment		<u>\$ 1,024,145</u>	<u>\$ 1,075,021</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
(a) Movements in carrying amounts			
	Land and Buildings	Plant and Equipment	Total
Balance at the beginning of the year	928,143	146,878	1,075,021
Additions	-	-	-
Disposals	-	-	-
Depreciation expense	(23,073)	(27,803)	(50,876)
Carrying amount at the end of the year	<u>\$ 905,070</u>	<u>\$ 119,075</u>	<u>\$ 1,024,145</u>

(b) There is a registered mortgage over all properties owned by the company.

(c) No impairment has been recognised in respect of plant and equipment.

Note 11: Trade and Other Payables

CURRENT

Unsecured liabilities:

Trade payables	37,331	18,234
Other payables and accrued expenses	33,584	17,940
	<u>\$ 70,915</u>	<u>\$ 36,174</u>

Note 12: Borrowings

CURRENT

Secured liabilities:

Lease liability	3,288	6,576
	<u>3,288</u>	<u>6,576</u>

Unsecured liabilities:

Insurance funding	20,905	27,205
	<u>20,905</u>	<u>27,205</u>

Total current borrowings

	<u>24,193</u>	<u>33,781</u>
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NON-CURRENT

Secured liabilities:

Lease liability	-	3,288
	<u>-</u>	<u>3,288</u>

Unsecured liabilities:

Members loan - Solar	30,000	30,000
	<u>30,000</u>	<u>30,000</u>

Total non-current borrowings

	<u>30,000</u>	<u>33,288</u>
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Total Borrowings

	<u>\$ 54,193</u>	<u>\$ 67,069</u>
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
(a) Total current and non-current secured liabilities:			
Lease liability		<u>3,288</u>	<u>9,864</u>
		<u>\$ 3,288</u>	<u>\$ 9,864</u>

(b) The lease liabilities are secured by the leased assets.

Note 13: Employee benefits

	Employee Benefits \$	Total \$
Opening balance at 1 January 2014	48,897	48,897
Additional provisions raised during the year	(40,112)	(40,112)
Amounts used	<u>22,239</u>	<u>22,239</u>
Balance at 31 December 2014	<u>\$ 31,024</u>	<u>\$ 31,024</u>

Analysis of total provisions

Current	<u>26,397</u>	42,966
Non-current	<u>4,627</u>	5,931
	<u>\$ 31,024</u>	<u>\$ 48,897</u>

Provision for employee benefits

A provision has been recognised for employee entitlements relating to annual and long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits has been included in Note 1 to this report.

Note 14: Other Liabilities

CURRENT

Subscriptions received in advance	<u>18,587</u>	30,340
Rent in advance	<u>3,746</u>	3,746
	<u>\$ 22,333</u>	<u>\$ 34,086</u>

NON-CURRENT

Rent in advance	<u>11,074</u>	14,820
	<u>\$ 11,074</u>	<u>\$ 14,820</u>

Note 15: Reserves

General Reserve

The general reserve represents the increase in equity from the recognition of the company land at deemed cost of land on the introduction of International Financial Reporting Standards in 2006.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
Note 16: Capital and Leasing Commitments			
(a) Finance Lease Commitments			
Payable - minimum lease payments:			
- not later than 12 months		3,288	6,576
- between 12 months and five years		-	3,288
Minimum lease payments		<u>\$ 3,288</u>	<u>\$ 9,864</u>
(b) Insurance Funding Commitments			
Payable - minimum lease payments:			
- not later than 12 months		22,410	29,136
- unexpired interest charges		(1,505)	(1,932)
		<u>\$ 20,905</u>	<u>\$ 27,204</u>

(c) Capital Expenditure Commitments

As at 31 December 2015, the company had not engaged in any capital commitments.

Note 17: Events After the End of the Reporting Period

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

Note 18: Economic Dependence

The ability of the company to continue as a going concern is dependent upon the continuation of the following matters:

(a) The company is financially dependent upon voluntary labour provided by directors and members to support the operations of the company.

Note 19: Financial Risk Management

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

The totals for each category of financial instruments measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

Financial assets

Cash and cash equivalents	6	<u>118,503</u>	<u>108,793</u>
		<u>\$ 118,503</u>	<u>\$ 108,793</u>

Financial liabilities

Financial liabilities at amortised cost:			
Trade and other payables	11	70,915	36,174
Borrowings	12	54,193	67,069
		<u>\$ 125,108</u>	<u>\$ 103,243</u>

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
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Note 20: Related Party Transactions

Key Management Personnel

The totals of remuneration paid to key management personnel (KMP) during the year are as follows:

Key management personnel compensation		<u>\$ 101,829</u>	<u>\$ 108,901</u>
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Other Related Parties

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

Note 21: Company Details

The club is incorporated and domiciled in Australia as a company limited by guarantee.

The registered office and principal place of business is:

Macksville Country Club Ltd
206 Wallace Street
MACKSVILLE NSW 2447

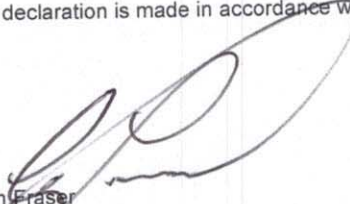
MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

**DIRECTORS' DECLARATION
FOR THE YEAR ENDED 31 DECEMBER 2015**

The directors of the company declare that:


1. the financial statements and notes, as set out in pages 5 to 18, are in accordance with the Corporations Act 2001, and:
 - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 31 December 2015 and of the performance for the year ended on that date of the company;
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



Colin Fraser
Chairperson

Dated: 13 April 2016



Elwyn Ainsworth
Director

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE MEMBERS OF
MACKSVILLE COUNTRY CLUB LIMITED**

ABN 86 000 715 775

Report on the Financial Report

We have reviewed the accompanying financial report of Macksville Country Club Limited, which comprises the statement of financial position as at 31 December 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Director's Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2415 Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or other Applicable Legislation or Regulation, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report is not presented fairly, in all material respects, in accordance with the Corporations Act 2001 including; giving a true and fair view of the companies financial position as at 31 December 2015 and its performance for the year ended on that date; and complying with the Australian Accounting Standards. ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
MACKSVILLE COUNTRY CLUB LIMITED**

ABN 86 000 715 775

Independence

In conducting our review we have complied with the independence requirements of the Corporations Act 2001 and Australian Professional Ethical Standards.

Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of Macksville Country Club Limited does not present fairly, in all material respects, the financial position of the company as at 31 December 2015, and of its financial performance and its cash flows for the year ended on that date, in accordance with the Corporations Act 2001.

Crowe Horwath Central North

CROWE HORWATH CENTRAL NORTH

Kylie Ellis

Kylie Ellis
Registered Company Auditor
107 West High Street
COFFS HARBOUR NSW 2450

Dated: 20 April 2016

**DISCLAIMER
TO THE MEMBERS OF
MACKSVILLE COUNTRY CLUB LIMITED**

ABN 86 000 715 775

The additional financial data presented on pages 26 - 29 is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the financial year ended 31 January 2016. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than The Yamba Golf and Country Club Ltd) in respect of such data, including any errors of omissions therein however caused.

Crowe Horwath Central North

CROWE HORWATH CENTRAL NORTH

Kylie Ellis

Kylie Ellis
Registered Company Auditor
107 West High Street
COFFS HARBOUR NSW 2450

Dated: 20 April 2016

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	\$	\$
Bar		
Sales	378,144	349,730
Cost of goods sold	<u>(173,254)</u>	<u>(156,463)</u>
Gross Profit	<u>204,890</u>	<u>193,267</u>
Less: Direct expenses		
Salaries and wages	110,579	121,507
Other direct expenses	<u>5,076</u>	<u>5,851</u>
Total direct expenses	<u>115,655</u>	<u>127,358</u>
Net profit from bar trading	<u>\$ 89,235</u>	<u>\$ 65,909</u>
Poker Machines		
Net poker machine receipts	96,794	117,790
GST rebate	<u>10,328</u>	<u>11,158</u>
Total poker machine income	<u>107,122</u>	<u>128,948</u>
Less: Direct expenses		
Data monitoring fees	419	-
Repairs and maintenance	<u>9,187</u>	<u>9,374</u>
Total direct expenses	<u>9,606</u>	<u>9,374</u>
Net profit from poker machines	<u>\$ 97,516</u>	<u>\$ 119,574</u>

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

DETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	\$	\$
Income		
Net profit/(loss) from trading:		
Bar	89,235	65,909
Poker Machines	97,516	119,574
Advertising and sponsorship	10,348	21,907
Bingo income	11,674	11,001
Commissions received	15,272	14,430
Donations received	1,592	1,000
Golf and bowls accessories	3,194	1,944
Green fees	89,926	99,709
Hire - Golf equipment	24,731	24,513
Interest received	382	529
Membership subscriptions	44,815	53,579
Profit/(loss) on sale of fixed assets	-	(919)
Raffle proceeds	14,229	13,364
Subsidies received	4,700	-
Sundry income	22,987	18,463
Total Income	430,601	445,003
Expenditure		
Advertising and promotions	11,023	7,518
Affiliation fees	9,163	9,581
Bank charges	243	618
Bingo expenses	674	334
Cash discrepancies	(557)	(413)
Cleaning and waste removal	6,948	6,697
Computer expenses	2,871	2,141
Depreciation	50,876	54,453
Donations	125	370
Electricity and gas	22,898	27,664
Entertainment	364	468
Equipment replacement	3,316	-
Filing fees	358	-
Fuel and oil	9,490	13,907
Golf and bowls accessories	174	720
Insurance	37,225	36,621
Interest paid	6,849	4,515
Lease of equipment	15,055	13,500
Postage, printing and stationery	4,195	6,771
Professional fees - auditors' remuneration	10,750	10,145
Professional fees - legal expenses	515	-
Provision for employee entitlements	(17,874)	(3,370)
Raffle expenses	8,809	8,721
Rates	10,583	10,061

MACKSVILLE COUNTRY CLUB LIMITED
ABN 86 000 715 775

DETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	\$	\$
Repairs and maintenance - Clubhouse building and contents	14,955	16,044
Repairs and maintenance - Course and grounds	19,052	22,271
Returns to members	23,407	27,232
Salaries and wages - administration	45,203	45,044
Salaries and wages - cleaning	11,061	1,262
Salaries and wages - ground staff	93,710	68,997
Security	4,120	2,355
Staff training and amenities	3,420	3,286
Subsidiary club expenses	11,409	20,769
Subscriptions	3,722	3,475
Sundry expenses	22,054	20,740
Superannuation	24,206	21,516
Telephone	4,093	2,744
Uniforms	-	338
Total Expenditure	474,485	467,095
Loss before Income Tax Expense	\$ (43,884)	\$ (22,092)