

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

## Summary Financial Statements

For the Year Ended 30 June 2024

The financial statements and other specific disclosures have been derived from Swansea Workers Co-Operative Club Limited (the Club) full financial statements for the financial year. Other information included in the Summary Financial Statements is consistent with the Club's full financial statements.

The Summary Financial Statements do not, and cannot be expected to, provide as full an understanding of the financial performance, financial position and financing and investing activities of the Club as the full financial statements.

A copy of the Club's 2024 full financial statements, including the independent audit report, is available to all members and will be sent to members without charge upon request.

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

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For the Year Ended 30 June 2024

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# Swansea Workers Co-Operative Club Limited

## Directors' Report 30 June 2024

Your Directors present their report on Swansea Workers Co-Operative Club Limited for the year ended 30 June 2024.

### Directors

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

Name	Position	Occupation	Years' Service
D. Wallace	President	Retired	4
G. Wall	Director	Retired	11
R. Broadbent	Director	Retired	6
G. Perrin	Director	Business Owner	2
D. Smith	Director	Employed	Appointed 24/09/2023
S. Walsh	Director	Retired	Appointed 24/09/2023
J. Barolto	Director	Business Owner	Appointed 24/09/2023
K. Rearden	-	-	Resigned 21/09/2023
S. Price	-	-	Resigned 24/09/2023
L. Farmer	-	-	Resigned 24/09/2023

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

### Club Secretary

The following person held the position of Club Secretary during the financial year:

Adam Loades, who is also the CEO of the Club, has been the Club Secretary since August 2021.

### Principal activities

The principal activity of Swansea Workers Co-Operative Club Limited during the financial year was the conduct of a Licensed Club.

No significant changes in the nature of the Club's activity occurred during the financial year.

### Operating results

The profit of the Club after providing for income tax amounted to \$ 568,575 (2023: \$124,630)

### Review of operations

Profit from bar trading amounted to \$468,251 and gross profit percentage of 58% was obtained from sales of \$1,320,072.

Net gaming revenue amounted to \$1,190,931 and compares with \$1,235,855 in 2023.

# Swansea Workers Co-Operative Club Limited

**Directors' Report**  
**30 June 2024**

## Meetings of Directors

During the financial year, 9 meetings of Directors were held. Attendances by each Director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
D. Wallace	9	9
G. Wall	9	8
R. Broadbent	9	7
G. Perrin	9	7
D. Smith (appointed 24/09/2023)	7	6
S. Walsh (appointed 24/09/2023)	7	7
J. Barolto (appointed 24/09/2023)	7	7
K. Rearden (resigned 21/09/2023)	2	1
S. Price (resigned 24/09/2023)	2	1
L. Farmer (resigned 24/09/2023)	2	2

## Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Club during the year.

## After balance date events

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

## Environmental issues

The Club's operations are subject to environmental regulations under the laws of the Commonwealth and State of Australia. The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

## Short and long term objectives

The Club has established short and long term objectives as outlined in the Club's business plan which is reviewed on an annual basis. These objectives are both financial and non financial and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the Club industry. No information is included on the likely developments in the operations of the Club and the expected results of those operations.

# Swansea Workers Co-Operative Club Limited

**Directors' Report**  
**30 June 2024**

## **Disclosure of Core and Non-Core Property**

Pursuant to Section 41J(2) of the Registered Clubs Act for the financial year ended 30 June 2024:

<b>Address</b>	<b>Current Usage</b>	<b>Classification</b>
9 Rawson Street Swansea NSW 2281	Club Premises	Core
6 Rawson Street Swansea NSW 2281	Car Park	Core

## **Auditor's independence declaration**

The lead auditor's independence declaration for the year ended 30 June 2024 has been received and can be found on page 4 of the financial report.

## **Mandatory Director Training**

Under the Registered Clubs Amendment (Disclosures) Regulation 2019, the Club is required to disclose to its members certain information relating to mandatory training requirements undertaken by Directors. As the Club has annual gaming machine profits of more than \$1 million, the Regulation prescribes that all Directors must complete their mandatory training within 12 months of appointment unless otherwise exempt.

All Directors have completed their training.


## **Indemnification and insurance of officers**


The Club has paid premiums to insure each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Club, other than conduct involving a wilful breach of duty in relation to the Club.

## **Directors emoluments**

No Director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the Club, with a Director, a firm of which the Director is a member or an entity in which the Director has a substantial financial interest.

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

  
Director: .....

  
Director: .....

Dated 25 July 2024

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

## Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have 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.

Cutcher & Neale Assurance Pty Limited  
(An authorised audit company)



N. Nancarrow CA  
Director

NEWCASTLE

18 July 2024

### SYDNEY

Level 11, Suite 1102, 20 Berry Street,  
North Sydney, NSW, 2059

### BRISBANE

Suite 5, 36 Agnes Street,  
Fortitude Valley, QLD, 4006

### NEWCASTLE

Level 3, 130 Parry Street,  
Newcastle West, NSW, 2302

### CONTACT

PHONE 1800 988 522  
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# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

## Independent Audit Report to the Members of Swansea Workers Co-Operative Club Limited

### Report on the Audit of the Financial Report

#### *Opinion*

The summary financial statements, which comprise the summary statement of financial position as at 30 June 2024, the summary statement of profit or loss and other comprehensive income, the summary statement of changes in equity, the summary statement of cash flows, discussion and analysis of the financial statements and the Directors' Declaration for the year then ended, and related notes, are derived from the audited financial report of Swansea Workers Co-Operative Club Limited for the year ended 30 June 2024.

In our opinion, the accompanying summary financial statements are consistent, in all material respects with the audited financial statements, on the basis described in Note 1.

#### *Summary Financial Statements*

The summary financial statements do not contain all the disclosures required by Australian Accounting Standards – Simplified Disclosure Requirements. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and auditor's report thereon.

#### *The Audited Financial Report and Our Report Thereon*

We expressed an unmodified audit opinion on the audited financial report in our report dated 26 July 2024.

#### *Directors' Responsibility for the Summary Financial Statements*

The Directors are responsible for the preparation of the summary financial statements on the basis described in Note 1.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial report based on our procedures, which were conducted in accordance with Auditing Standard ASA 810 *Engagements to Report on Summary Financial Statements*.

Cutcher & Neale Assurance Pty Limited  
(An authorised audit company)



N. Nancarrow CA  
Director

NEWCASTLE

26 July 2024

#### **SYDNEY**

Level 11, Suite 1102, 20 Berry Street,  
North Sydney, NSW, 2059

#### **BRISBANE**

Suite 5, 36 Agnes Street,  
Fortitude Valley, QLD, 4006

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# Swansea Workers Co-Operative Club Limited

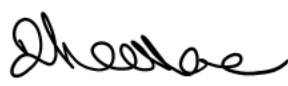
ABN 65 261 562 336


## Directors' Declaration

In the Directors' opinion, the summary financial statements of Swansea Workers Co-Operative Club Limited for the financial year ended 30 June 2024, as set out on pages 7 to 13:

- a. comply with Accounting policies as described in Note 1; and
- b. have been derived from and are consistent with the full financial statements of Swansea Workers Co-Operative Club Limited.

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

Director:  .....

Director:  .....

Dated 25 July 2024



# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

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

	2024	2023
Note	\$	\$
Bar sales	1,320,072	1,239,217
Less: Bar cost of goods sold	(559,313)	(493,148)
Gross profit	<u>760,759</u>	746,069
Bistro sales	1,044,195	891,794
Less: Bistro cost of goods sold	(412,808)	(357,308)
Gross profit	<u>631,387</u>	534,486
Cafe sales	58,708	56,546
Less: Cafe cost of good sold	(26,719)	(25,842)
Gross profit	<u>31,989</u>	30,704
Gaming machine net clearances	1,190,931	1,235,855
Tab and Keno commissions	92,629	84,184
Raffles income	78,254	76,559
Bowling income	34,056	29,831
Other revenue from contracts with customers	2 17,483	16,296
Other revenue from ordinary activities	2 348,245	76,943
Other revenue from non-ordinary activities	2 419,319	77,300
Borrowing cost expense	(78,040)	(72,750)
Bar trading expenses	(292,508)	(298,125)
Bistro trading expenses	(592,421)	(514,318)
Cafe trading expenses	(44,348)	(42,948)
Gaming machine trading expenses	(236,630)	(230,868)
Tab and Keno expenses	(122,656)	(130,301)
Raffles expenses	(71,596)	(71,784)
Bowling expenses	(124,104)	(103,772)
Club promotion and entertainment expenses	(215,592)	(167,003)
Occupancy expenses	(242,563)	(217,173)
Depreciation and amortisation expense	(398,222)	(402,825)
Administrative expenses	(589,437)	(525,831)
Loss on disposal of plant and equipment	(29,417)	-
<b>Profit / (loss) before income tax</b>	<u>567,518</u>	130,529
Income tax (expense)/benefit	1,057	(5,899)
<b>Profit / (loss) after income tax</b>	<u>568,575</u>	124,630
Other comprehensive income	-	-
<b>Total comprehensive income / (loss)</b>	<u>568,575</u>	124,630

The accompanying notes form part of these financial statements.

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

## Summary Statement of Financial Position

As At 30 June 2024

	2024	2023
	\$	\$
<b>ASSETS</b>		
CURRENT ASSETS		
Cash and cash equivalents	906,891	553,718
Trade and other receivables	130,954	90,961
Inventories at cost	47,239	52,141
Prepayments	12,242	78,850
TOTAL CURRENT ASSETS	<u>1,097,326</u>	775,670
NON-CURRENT ASSETS		
Financial assets - Shares at cost	-	110
Property, plant and equipment	1,988,327	1,858,335
Right-of-use assets	70,877	21,882
Deferred tax assets	92,519	91,462
TOTAL NON-CURRENT ASSETS	<u>2,151,723</u>	1,971,789
TOTAL ASSETS	<u><u>3,249,049</u></u>	<u>2,747,459</u>
<b>LIABILITIES</b>		
CURRENT LIABILITIES		
Trade and other payables	387,637	190,723
Short-term borrowings	81,290	156,589
Employee benefits	81,234	61,912
Lease liabilities	19,762	9,910
TOTAL CURRENT LIABILITIES	<u>569,923</u>	419,134
NON-CURRENT LIABILITIES		
Long-term borrowings	749,682	1,007,972
Employee benefits	6,546	8,589
Lease liabilities	55,329	12,770
TOTAL NON-CURRENT LIABILITIES	<u>811,557</u>	1,029,331
TOTAL LIABILITIES	<u>1,381,480</u>	1,448,465
NET ASSETS	<u><u>1,867,569</u></u>	<u>1,298,994</u>
<b>EQUITY</b>		
Retained earnings	<u>1,867,569</u>	1,298,994
TOTAL EQUITY	<u><u>1,867,569</u></u>	<u>1,298,994</u>

The accompanying notes form part of these financial statements.

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

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

**2024**

	<b>Retained Earnings</b>
	<b>\$</b>
<b>Balance at 1 July 2023</b>	<b>1,298,994</b>
Profit attributable to members	<b>568,575</b>
<b>Balance at 30 June 2024</b>	<b><u>1,867,569</u></b>

**2023**

	<b>Retained Earnings</b>
	<b>\$</b>
<b>Balance at 1 July 2022</b>	<b>1,174,364</b>
Profit attributable to members	<b>124,630</b>
<b>Balance at 30 June 2023</b>	<b><u>1,298,994</u></b>

The accompanying notes form part of these financial statements.

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

## Summary Statement of Cash Flows For the Year Ended 30 June 2024

	2024	2023
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	4,314,439	4,041,001
Payment to suppliers and employees	(3,663,114)	(3,670,748)
Interest received	3,338	1,122
Borrowing costs	(78,040)	(72,750)
Net insurance proceeds	664,354	-
Net cash provided by / (used in) operating activities	<u>1,240,977</u>	<u>298,625</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	<u>(537,376)</u>	<u>(204,824)</u>
Net cash provided by / (used in) investing activities	<u>(537,376)</u>	<u>(204,824)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	-	86,077
Repayment of borrowings	(333,589)	(176,791)
Repayment of leases	(16,839)	(19,861)
Net cash provided by / (used in) financing activities	<u>(350,428)</u>	<u>(110,575)</u>
Net increase / (decrease) in cash and cash equivalents held	353,173	(16,774)
Cash and cash equivalents at beginning of year	<u>553,718</u>	<u>570,492</u>
Cash and cash equivalents at end of financial year	<u>906,891</u>	<u>553,718</u>

The accompanying notes form part of these financial statements.

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

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

### 1 Material Accounting Policy Information

#### (a) Basis of preparation

The summary financial statements have been prepared from the audited financial report of Swansea Workers Co-Operative Club Limited for the year ended 30 June 2024. The audited report for the year ended 30 June 2024 is available at request from Swansea Workers Co-Operative Club Limited.

The financial statements, specific disclosures and the other information included in the summary financial statements are derived from and are consistent with the full financial statements of Swansea Workers Co-Operative Club Limited. The summary financial statements cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of Swansea Workers Co-Operative Club Limited as the full financial statements.

The accounting policies have been consistently applied to Swansea Workers Co-Operative Club Limited and are consistent with those of the previous financial year in their entirety.

### 2 Revenue

	2024	2023
	\$	\$
Revenue from contracts with customers		
- Trading revenue	3,818,845	3,613,986
Other revenue from contracts with customers		
- Membership subscriptions	17,483	16,296
Total revenue from contracts with customers	<u>3,836,328</u>	<u>3,630,282</u>
Other revenue from ordinary activities		
- Interest received	3,338	1,122
- Rebate for GST on gaming machine duty	17,180	17,180
- Insurance proceeds - loss of income	285,000	-
- Commissions received	26,569	29,622
- Other income	16,158	29,019
Total other revenue from ordinary activities	<u>348,245</u>	<u>76,943</u>
Other revenue from non-ordinary activities		
- Insurance proceeds - weather damages	419,319	77,300
Total revenue	<u>4,603,892</u>	<u>3,784,525</u>

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

## Discussion and Analysis of the Summary Financial Statements For the Year Ended 30 June 2024

### Information on Swansea Workers Co-Operative Club Limited Summary Financial Statements

The financial statements, disclosures and discussion and analysis in the summary financial statements have been derived from the 2024 financial statements of Swansea Workers Co-Operative Club Limited.

A copy of the full financial statements and auditors report will be sent to any member, free of charge, upon request. The summary financial statements cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the entity as the full financial statements.

The discussion and analysis is provided to assist members in understanding the summary financial statements.

### Summary Statement of Profit or Loss and Other Comprehensive Income

The Club has reported a profit of \$568,575 for 2024 compared to \$124,630 in 2023. In May 2023, the Club was impacted by weather damage to the outdoor gaming area resulting in no usage of this area up until 1 December 2023. The Club has received net insurance proceeds totalling \$704k this year of which \$285k relates to loss of income insurance proceeds.

The result for 2024 less insurance proceeds (excluding loss of income insurance proceeds) reports a normalised profit result of \$150k. The Club has also incurred loss on disposal of gaming machines resulting from the weather damage to the outdoor gaming area of \$29k this year.

This year, the Club has seen good growth in bar revenue (up \$81k) and bistro revenue (up \$152k). Net gaming machine clearances are down \$45k with the closure of the outdoor gaming area.

Increasing supplier prices and wages has seen increases in most expenses.

This year the Club has reported an EBITDA % of revenue of 14.1% compared to 16.0% last year.

### Summary Statement of Financial Position

Net assets increased \$569k representing the profit result reported for 2024.

Total assets increased \$502k with cash assets increasing \$353k (refer below), and property, plant and equipment has increased \$130k with capital additions \$537k offset by depreciation \$407k. Right of use assets has increased \$49k with a new software and equipment lease from July 2023.

Total liabilities increased \$67k with trade and other payables up \$197k due to timing of gaming machine purchases. Total borrowings have decreased \$334k, whilst total lease liabilities has increased \$53k with the new lease from July 2023.

# Swansea Workers Co-Operative Club Limited

ABN 65 261 562 336

## Discussion and Analysis of the Summary Financial Statements For the Year Ended 30 June 2024

### Summary Statement of Changes in Equity

The equity of the Club has increased by the reported profit result of \$569k.

### Summary Statement of Cash Flows

Total cash has increased \$353k this year.

Cash flows from operating activities include net insurance proceeds as well as an increase in revenue compared to the previous year.

Cash flows from investing activities represent capital additions of \$537k. The main additions this year relate to outdoor gaming area improvements and replacement of gaming machines and other damaged equipment. The Club has upgraded other gaming machines as well.

Cash flows from financing activities relate to the repayment of borrowings of \$334k and repayment of leases of \$17k.