



“Stand Easy”

*FORTIETH ANNUAL REPORT
FINANCIAL STATEMENTS
2011/2012 YEAR*

Notice of Annual General Meeting

**EASTERN SUBURBS LEGION CLUB
LIMITED**

ABN 48 001 024 139

211 – 221 BRONTE ROAD, WAVERLEY, 2024

EASTERN SUBURBS LEGION CLUB LIMITED

Founded 1950

Fortieth Annual Report and Balance Sheet

AS AT 30th JUNE 2012

ACCOUNTS

for the year then ended

and AUDITOR'S REPORT THEREON

**Presented to Members at
THE ANNUAL GENERAL MEETING**

to be held at the

CLUB ROOMS

211– 221 BRONTE ROAD, WAVERLEY

on

Sunday 30th September 2012

at 10.00 a.m.

EASTERN SUBURBS LEGION CLUB LIMITED

Office-Bearers For The Year 2010/11

President:

Mr. B. HOPKINS

Vice-President:

MR. G. CAMPBELL (DECEASED)

Treasurer:

Mr. P. BRUCE

BOARD OF DIRECTORS

Messrs: G.K. SMITH, R. MOORE

T. BOYS, T. WOODWARD

Auditor:

Mr. DAVID HOGGETT

Notice of Thirty-Ninth Annual General Meeting 2012

Eastern Suburbs Legion Club Limited,
211 – 221 Bronte Road, WAVERLEY, N.S.W. 2024

Dear Member,

Please be advised that the Thirty-Ninth Annual General Meeting of Members will be held in the Club rooms at 10.00 a.m. on Sunday 30th September 2012.

BUSINESS

1. To confirm the Minutes of the Annual General Meeting held on 25th September 2011.
2. To receive and, if thought fit, adopt the Board's Report for the year ended 30th June 2012.
3. To receive and, if thought fit, adopt the Balance Sheet as at 30th June 2012, Accounts for the year then ended, and Auditor's Report thereon.
4. To receive the Report of the Returning Officer as to officers elected for the 2012/13 year.
5. To consider the appointment of the following as Honorary Members until the next Annual General Meeting:-
State President, Aust. Legion of Ex-Servicemen and Women
State Secretary, Aust. Legion of Ex-Servicemen and Women
Mayor of Waverley
6. **Resolution**
That pursuant to the Registered Club's act
 - 1) The Members hereby approve and agree to expenditure by the Club in a sum not exceeding \$30,000 until the next Annual General meeting of the Club for the following activities of Directors:
 - (a) The reasonable cost of a meal and beverage for each Director immediately before or immediately after a Board of Committee on the day of that Meeting, where that meeting corresponds with a normal mealtime.
 - (b) Reasonable expenses incurred by Directors in travelling by private or public transport to and from Directors' Meetings, duly constituted committee meetings, poker machine clearance and security as approved by the Board from time to time on production of invoices, receipts or other proper documentary evidence of such expenditure;

- (c) (i) reasonable expenses incurred by Directors in relation to such other activities including entertainment of special guests of the Club.
 - (ii) Expenses involved in attendance at intra-Club activities, sponsorship of sporting events deemed by the Directors to be a benefit to the Club and/or the community and other promotional activities performed by Directors.
 - (iii) Reasonable costs of Directors attending all functions and activities at the Club deemed by the Directors to be a benefit to the Club, with the expenses from the aforementioned activities to be approved by the Board before payment is made on production of invoices, receipts or other proper documentary evidence of such expenditure.
 - (d) Attendance at functions with spouses where appropriate, and required to represent the Club.
- 2)** The Members acknowledge that the benefits in paragraph (1) are not available to Members generally but only to those who are Directors of the Club and those members directly involved in the above activities.

7. **Resolution**

To consider and if thought fit pass the following amending resolutions

- (i) That Article 4a be amended by the change "admit 450 Associate Members" to "admit 2000 Associate Members".
- (ii) That Article 38 be amended by the change "not later than the fifteenth (15th) day of January in each year" to "not later than the fifteenth (15th) August in each year".
- (iii) That Article 52 (i) be amended by the change "four (4) Directors, two of whom may consist of associate members" to "four (4) Directors, three of whom may consist of associate members".
- (iv) That Article 64 be amended by the change "reduced below seven (7)" to "reduced below five (5)".
- (v) That Article 69 be amended by the change "not less than seven (7) and until otherwise fixed by the Board of Directors shall be seven (7)", to "not less than five (5) and until otherwise fixed by the Board of Directors shall be five (5)".

Yours sincerely,

B. HOPKINS

President

EASTERN SUBURBS LEGION CLUB LIMITED

The Members

Eastern Suburbs Legion Club Limited

Waverley, N.S.W. 2024

Ladies and Gentlemen,

On behalf of the Board of Management I have pleasure in presenting and recommending the adoption of the Thirty-Eighth Annual Report and Balance Sheet as at 30th June 2012, and Statements of accounts for the year then ended.

Particulars of Income and Expenditure are discussed in detail in the Auditor's Report.

Subs will remain at \$5.50 or \$11 for 3 years and we will endeavour to maintain our present bar prices which are more than competitive with the majority of our sister clubs in the area.

Free live entertainment will continue four nights a week with Friday evening, Spinna-Winna continues to be a hit. Lots of prizes, meat trays, etc. followed by entertainment. Saturday evenings feature live bands and entertainers. Watch for notices and announcements which will advise you of the coming events. Karaoke Wednesday and Sunday evening.

Keno facilities are also in operation on the ground floor.

For dinner the Eastern Suburbs Legion Club Bistro open 6 days. Why not come in and treat yourself to a home cooked meal, without the work or the washing up? Now open for lunch, Thursday to Friday.

The first floor continues to operate as a gym hosted by Stuart Austin. All welcome, guaranteed to improve your figure at cheap rates.

As passed at the 1997 A.G.M., postal voting has been replaced by local voting on the Club premises commencing at 6.00 p.m. A ballot paper will be available from the office for each Member for which he/she has to sign and then place in a sealed ballot box. The key will be in the custody of an independent scrutineer.

MEMBERSHIP

The total membership comprises:

Life Members	2
Full Members	44
Associate Members.....	1440
Honorary members	4

MEETINGS

Meetings held during the year comprised:

Annual General Meeting	1
Board of Management Meetings	12

	Meetings attended	Eligible to attend
B. Hopkins	12	12
G. Campbell (Deceased).....	(2)	(3)
P. Bruce	10	12
G. Smith	12	12
T. Woodward.....	11	12
T. Boys.....	12	12
R. Moore.....	12	12

DONATIONS

During the year the Club was able to subscribe to the following organisations: Bronte S.L.S.C., Salvation Army, Golf Club, Red Cross, Lion's Clubs, Bronte Splashers, Bronte Bowling Club Men and Women, Bondi Golf Club, Waverley Public School.

ANZAC SUNDAY

The Memorial Service by the Clubs in the Municipality of Waverley was conducted in Waverley Park. President, Mr. Bev Hopkins was present at the wreath-laying ceremony.

ANZAC SUNDAY

President, Mr. Bev Hopkins attended a Dawn Service along with many of our members and laid a wreath on behalf of the Club. Thanks to our members who attended this service. Later, Club Members assembled at Bondi Junction/Waverley R.S.L. and marched to Waverley Park for the Anzac Memorial Service at 7.45 a.m. and the laying of wreaths in memory of departed comrades. A wreath was also laid at a Memorial Service at Bronte Surf Club at 10.30 a.m. Lunch was provided at the Legion Club between 12 noon and 2 p.m. with live entertainment during the afternoon and evening. A great day. The same format will apply this year.

SOCIAL FUNCTIONS

Our Christmas Social was again the event of the year (standing room only). Meals and drinks were supplied at a cost of \$25 for members and \$40 for visitors. See you there this year, same time, same place.

Our Golf Club is still active and the competition between players very keen. We play monthly (Sunday) at Royal Randwick. A BBQ and drinks follow our game twice a year, mainly to discuss your handicap – all to no avail. Due to retirements, mainly old age and sickness, we require a few new members. For information contact Glen Smith.

Annual Cricket Match at Queens Park. A great day was enjoyed by all the members and their families and friends. A BBQ and refreshments were supplied during the day consequently the cricket standard only improved.

LEST WE FORGET

To the families who have lost loved ones during the year, we offer our sincere condolences.

APPRECIATIONS

To our Auditor, David Hoggett on financial matters, Wayne Richardson for cleaning and maintenance. To Legion Head Office for their assistance.

To Judy in the bistro.

To all those who have assisted and have not been mentioned, a very big thanks. To Peter Bruce, thanks for the way you have promoted and kept the Club running smoothly, especially financially.

To David and his staff thanks for your friendly and excellent service.

In conclusion to the members and their friends, thanks for patronising the biggest little Club in the world.

BEV. HOPKINS

President

TREASURER'S REPORT

The Club continues to trade profitably with a profit before taxation of \$46,824. The result is rewarding considering the challenges over the past year mainly due to the introduction of new smoking laws and the downturn in the economy, resulting in a loss of some 20 to 30 percent of income to the majority of clubs and hotels and in some cases resulting in closure.

However I am pleased to report that your Club is in a sound financial position with approximately \$1,500,000 in various investments.

Many thanks to you the members for your continued support and to the Board of Management for their confidence and finally to David Byrne and staff for a job well done.

P. BRUCE

Treasurer

MANAGER'S REPORT

I would like to acknowledge our wonderful bar staff for their ongoing efforts and loyalty; I thank you for your support and dedication throughout 2011-12.

Thank you to the board of Directors for your support during the year.

To all our members I would like to thank you for your support and we will endeavour to provide a friendly and comfortable environment in the club which all members are able to enjoy.

I look forward to another exciting year ahead.

DAVID BYRNE

Secretary/Manager

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

ANNUAL REPORT OF DIRECTORS FOR THE TWELVE MONTHS ENDED 30th JUNE, 2012

The Directors present their report on the results of the Club for the twelve months ended 30th June, 2012 and the state of affairs of the Club at that date.

Directors:

The names of the Directors in office at the date of this report are:

President	B. Hopkins	27 years	Retired
Treasurer	P. Bruce	19 years	Retired
Directors	G. Smith	25 years	Motor Repair Industry
	T. Woodward	6 years	Manager
	T. Boys	6 years	Caterer

Principal Activities:

The principal activity of the Club during the year was to provide members and their guests with the amenities and facilities usually associated with a social club.

Operating Results:

Trading for the twelve months ended 30th June, 2012, resulted in a profit before taxation of \$46,824

Dividends:

No dividends have been paid during the financial period. The Directors do not propose to recommend the declaration of a dividend.

Directors' Benefits:

Since the end of the previous financial year, no Director of the Company has received or become entitled to receive a benefit, other than directors' remuneration.

Signed at Waverley this 31st Day of July, 2012 in accordance with a resolution of the Directors.

B. HOPKINS, Director

P. BRUCE, Director

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

STATEMENT BY DIRECTORS

30th JUNE, 2012

1. In the opinion of the Directors:-
 - (a) the attached accounts are drawn up so as to give a true and fair view of the state of the Company's affairs as at 30th June, 2012 and of its profit for the twelve months on that date; and
 - (b) at the date of this statement there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.
2. The accounts have been made out in accordance with the Statement of Accounting Concepts and applicable Accounting Standards.
3. The Company has, in respect of the financial period:
 - (a) kept such accounting records as correctly record and explain the transactions and financial position of the Company;
 - (b) kept its accounting records in such a manner as would enable true and fair accounts of the Company to be prepared from time to time; and
 - (c) kept its accounting records in such a manner as would enable the accounts of the Company to be conveniently and properly audited in accordance with the Corporations Law.
4. The accounts have been properly prepared by a competent person.

Signed in accordance with a resolution of the Directors on 31st July, 2012.

B. HOPKINS, Director

P. BRUCE, Director

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

INDEPENDENT AUDIT REPORT

To the members of the Eastern Suburbs Legion Club Limited

SCOPE

I have audited the financial statements of the **EASTERN SUBURBS LEGION CLUB LIMITED** for the twelve months ended 30th June, 2012. The club's directors are responsible for the financial statements and have determined that the accounting policies used are consistent with the financial reporting requirements of **Eastern Suburbs Legion Club Limited** and are appropriate to meet the needs of the members. I have conducted an independent audit of these financial statements in order to express an opinion on them to the members of the company. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial statements have been prepared for distribution to members. I disclaim any assumption of responsibility for any reliance on this report or on the financial statements to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

My audit has been conducted in accordance with Australian Auditing Standards. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with accounting policies described in Note 1 to the financial statements.

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

INDEPENDENCE

In conducting my audit, I followed applicable independence requirements of Australian professional and ethical pronouncements and the Corporations Act, 2001.

In accordance with ASIC Class order 05/83, I declare to the best of my knowledge and belief that the Auditor's Independence Declaration, set out in the Financial Report, has not changed as at the date of providing my audit opinion.

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

INDEPENDENT AUDIT REPORT

AUDIT OPINION

In my opinion the financial statements present fairly, in accordance with accounting policies described in Note 1 to the financial statements, the financial position of the **EASTERN SUBURBS LEGION CLUB LIMITED** as at 30th June, 2012 and the results of its operation for the twelve months then ended.



DAVID J. HOGGETT CPA

Date: 31st July, 2012

AUDITOR'S INDEPENDENCE DECLARATION

Under Section 307c of the Corporations Act 2001

To the Directors of Eastern Suburbs Legion Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 30th June, 2012 there has been:

- (i) no contravention of the auditor's 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.



DAVID J. HOGGETT CPA

Date: 31st July, 2012

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 30TH JUNE, 2012****NOTE 4 IMPORTANT INFORMATION FOR CLUB MEMBERS
SECTION 41 DISCLOSURES**

REPORTING PERIOD FOR EASTERN SUBURBS LEGION CLUB LIMITED IS 30TH JUNE, 2012.

1 IMPORTANT NOTES

1.1 The Registered Act Defines a Top Executive as being one of the five highest paid employees of the Club.

2 DISCLOSURE OF INTEREST OF DIRECTORS AND EMPLOYEES IN CONTRACTS WITH THE CLUB SECTION 41C

2.1 Club members may inspect the original of these disclosures and declarations by making a written application to the Secretary.

2.2 The Registered Club Act requires DIRECTORS who have a material personal interest in matters that relate to the affairs of the Club to declare their interest at a Board Meeting and display the declaration on the Club's notice board.

2.3 A contract is any commercial arrangements whether written or not.

2.4 In the reporting period there were zero (0) occasions when Directors reported a material personal interest in matters that related to the affairs of the Club.

3 INTEREST IN HOTELS – SECTION 41D

3.1 Club Members may inspect the original of these disclosures and declarations by making a written application to the Secretary.

3.2 In the reporting period there were zero (0) occasions when DIRECTORS reported an interest in a hotel in NSW.

3.3 In the reporting period there were zero (0) occasions when TOP EXECUTIVES reported an interest in a hotel in NSW.

4 GIFTS TO DIRECTORS AND STAFF – SECTION 41E and SECTION 41F

4.1 Club Members may inspect the original of these disclosures and declarations by making a written application to the Secretary.

4.2 An affiliated body of the Club includes subsidiary Clubs, and any body, which the Club made a grant to within the previous financial year.

4.3 A gift includes money, hospitality or discounts.

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2012

4 GIFTS TO DIRECTORS AND STAFF – SECTION 41E and SECTION 41F (Cont'd.)

- 4.4 A gift valued at more than \$500 must be disclosed; gifts from CONTRACTORS must be disclosed if they total more than \$500 from any individual contractor in the reporting period.

4.5 Directors

4.5.1 In the reporting period there were zero (0) occasions when DIRECTORS of the Club reported receiving gifts from AFFILIATED BODIES.

4.5.2 In the reporting period there were zero (0) occasions when DIRECTORS of the Club reported receiving gifts from CONTRACTORS

4.6 Employees

4.6.1 In the reporting period there were zero (0) occasions when TOP EXECUTIVES of the Club reported receiving gifts from AFFILIATED BODIES.

4.6.2 In the reporting period there were zero (0) occasions when DIRECTORS of the Club reported receiving gifts from CONTRACTORS.

4.7 Value of Gifts

4.7.1 the total value of all gifts that DIRECTORS and TOP EXECUTIVES received from AFFILIATED BODIES in the reporting period was \$0.00

4.7.2 the total value of all gifts that DIRECTORS and TOP EXECUTIVES received from CONTRACTORS in the reporting period was \$0.00

5 TOP EXECUTIVES – Section 41H (1) (b)

5.1 The number of Club TOP EXECUTIVES whose remuneration for the reporting period falls within each successive \$10,000 band commencing at \$100.00

\$100,000 – \$150,000 NONE

6 OVERSEAS TRAVEL

6.1 In the reporting period the Club incurred the following costs for the overseas travel of DIRECTORS and Employees was \$0.00

7 LOANS TO STAFF

7.1 The Registered Club Act restricts the Club to providing loans to EMPLOYEES to less than \$10,000

7.2 In the reporting period the Club made the following loans to EMPLOYEES: NONE

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2012

8 CONTRACTS APPROVED BY THE BOARD – SECTION 41H (1) (e)

8.1 The Registered Club Act defines a Controlled Contract as being a Club contract:

8.1.1 in which a DIRECTOR or TOP EXECUTIVE has a pecuniary interest

8.1.2 of employment of the TOP EXECUTIVE of the Club.

8.1.3 For provision of professional advice relating significant change of management structure or governance of the Club.

8.1.4 Significant changes to the financial management of the Club, disposal of land, and the amalgamation of the Club.

8.2 During the reporting period zero (0) controlled contracts were approved by the Board and forwarded to the Director of Liquor and Gaming of which:

8.2.1 Zero (0) such contracts related to contracts in which a DIRECTOR or TOP EXECUTIVE has a pecuniary interest.

8.2.2 Zero (0) such contracts related to contracts of employment of the Club's TOP EXECUTIVES.

8.2.3 Zero (0) such contracts related to the provisions of professional advice. These contracts fall into the following advice categories.

8.2.4 Zero (0) significant change of management structure or governance of the Club.

8.2.5 Zero (0) Significant Changes to the financial management of the Club.

8.2.6 Zero (0) Disposal of Club land.

8.2.7 Zero (0) Amalgamation of Club

9 EMPLOYEES RELATED TO DIRECTORS AND TOP EXECUTIVES – SECTION 41H (1) (f)

9.1 A CLOSE RELATIVE is defined in section 41B of the Registered Club Act and includes the immediate family.

9.2 In the reporting period, Zero (0) persons were employed who were close relatives of a DIRECTOR or TOP EXECUTIVE of the Club

10 PAYMENTS TO CONSULTANTS – SECTION 41H (1) (g) and (h)

10.1 During the reported period there were Zero (0) instances where the Club engaged a consultant.

10.2 The total costs paid by the Club to consultants in the reporting period was Zero (0)

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2012

11 DETAILS OF SETTLEMENTS OF THE CLUB – SECTION 41H (1) (i)

11.1 In the reporting period there were Zero (0) instances where the Club made a legal settlement with either a Director or Staff Member.

11.2 The legal costs paid by the Club for such settlements was Zero (\$0.00)

12 LEGAL FEES PAID BY THE CLUB – SECTION 41H (1) (j)

12.1 In the reporting period, there were Zero (0) instances when the Club paid legal fees for the DIRECTORS and EMPLOYEES.

This included:

12.1.1 Zero (0) instances for DIRECTORS and

12.1.2 Zero (0) instances for EMPLOYEES

12.2 In the reporting period the Club paid a total of Zero (\$0.00) being the legal fees paid for DIRECTORS and EMPLOYEES

13 GAMING MACHINE PROFIT – SECTION 41H (1) (k)

13.1 Gaming Machine profit is defined in the Gaming Machine Act

13.2 The reporting period is the financial year ending 30th June, 2012

13.3 The Club recorded a Net profit of \$420,577 in the reporting period.

14 AMOUNTS PAID TO COMMUNITY DEVELOPMENT – SECTION 41H (1)(l)

14.1 Clubs earning in excess of \$1,000,000.00 p.a. in gaming machine profits are required to make a donation to community development and support

14.2 In the reporting period the Club donated Zero (0) pursuant to such requirements.

This information is in the format approved by the Department of Gaming and Racing.

Original declarations of disclosures and returns pursuant to sections 41C, 41D, 41E and 41F are held with the Club Secretary and may be inspected by members on a written application to the Secretary.

David Byrne
Secretary Manager
Eastern Suburbs Legion Club Limited

For and on behalf of the Board of Directors
in accordance with resolutions of the Board

Dated at Eastern Suburbs Legion Club this 31st Day of July, 2012

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

STATEMENT OF CASH FLOW FOR THE TWELVE MONTHS

ENDED 30th JUNE, 2012

	Y/E - 30.06.12 \$	Y/E - 30.06.11 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts in the course of operations	880,912	877,113
Cash payments in the course of operations	(927,032)	(905,636)
Rents received.....	80,431	79,900
Interest received	61,171	63,779
Dividends received	78,077	68,859
Income tax paid	(29,903)	(30,236)
	143,656	153,779
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	(110,190)	(157,873)
Payment for current assets.....	(55,265)	(42,431)
	(165,455)	(200,304)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from current liabilities	(10,038)	740
	(10,038)	740
NET INCREASE/(DECREASE) IN CASH HELD	(31,837)	(45,785)
CASH AT THE BEGINNING OF THE FINANCIAL YEAR.....	1,199,271	1,245,056
CASH AT THE END OF THE FINANCIAL YEAR.....	1,167,434	1,199,271

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

**STATEMENT OF CHANGES IN EQUITY
as at 30th June, 2012**

	2012	2011
	\$	\$
Members Equity at the beginning of the year	3,714,853	3,675,999
Net Profit/Loss for Year	<u>16,921</u>	<u>38,854</u>
Members Equity at the end of the year	<u><u>3,731,774</u></u>	<u><u>3,714,853</u></u>

The accompanying notes form part of these Financial Statements.

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

PROFIT AND LOSS STATEMENT FOR THE TWELVE MONTHS ENDED 30th JUNE, 2012

	Note	Y/E - 30.6.12 \$	Y/E - 30.06.11 \$
INCOME			
Poker Machine Revenue.....		420,577	401,556
Dividends Received – Franked.....	2	54,654	48,201
Interest Received.....	3	61,171	63,779
Subscriptions.....		5,042	2,755
Keno Income.....		8,612	12,292
Hire of Club Premises.....		42,148	36,149
Rent Received.....	4	80,431	79,900
Dividends Received – Imput Credits.....		23,423	20,658
Sundry Income.....	5	17,382	25,066
Gross Profit from Trading.....	6	213,803	203,129
		<u>927,243</u>	<u>893,485</u>
EXPENDITURE			
Accountancy Fees.....		15,810	14,685
Anzac Day.....		961	700
Advertising.....		14,608	5,668
ATM Maintenance.....		1,525	1,198
Auditor's Remuneration.....	7	10,200	10,213
Bank Charges.....		648	602
Data Monitoring Services.....		9,854	8,898
Depreciation.....		126,735	114,925
Dining Room Subsidy.....		12,907	8,637
Donations.....		5,285	4,445
Electricity & Gas.....		53,126	55,495
Entertainment Expenses.....		110,404	108,531
Filing Fees.....		42	41
Fire Alarms & Maintenance.....		6,012	5,112
Flowers & Wreaths.....		306	54
Freight & Cartage.....		5,330	5,384
Games & Tournament Prizes.....		12,367	10,315
General Expenses.....		5,740	1,362

The accompanying notes form part of these financial statements.

This report is to be read in conjunction with the attached compilation report.

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

PROFIT AND LOSS STATEMENT FOR THE TWELVE MONTHS ENDED 30th JUNE, 2012

	Note	Y/E - 30.6.12 \$	Y/E - 30.06.11 \$
Glassware & Stores		5,618	5,302
Hire of Plant & Equipment		7,865	8,064
Insurance		55,287	50,188
Laundry & Cleaning		36,715	34,929
Members Amenities		6,552	7,182
Mortality Fund		500	-
Printing Circulars Stamps & Stationery		4,205	2,691
Rates & Taxes		20,738	17,246
Repairs & Maintenance	8	45,046	49,616
Salaries & Wages		224,413	217,095
Security Costs		2,732	3,697
Staff Meals & Amenities		12,629	12,321
Staff Training		2,152	618
Stocktaking Expenses		4,200	3,340
Social Functions		3,421	1,960
Subscriptions & Licences		8,140	6,917
Sundry Catering		6,255	3,692
Superannuation Contributions		20,001	20,222
Telephone		6,945	8,459
Trade Waste		5,256	4,965
Travelling & Fares		9,409	9,273
Website & Internet		480	353
		<u>880,419</u>	<u>824,395</u>
OPERATING PROFIT BEFORE INCOME TAX		46,824	69,090
Income Tax Expense		29,903	30,236
OPERATING PROFIT AFTER INCOME TAX		16,921	38,854
Retained Profits – Beginning of Year		3,714,853	3,675,999
UNAPPROPRIATED PROFITS AT 30TH JUNE 2012		<u>3,731,774</u>	<u>3,714,853</u>

The accompanying notes form part of these financial statements.
This report is to be read in conjunction with the attached compilation report.

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

BALANCE SHEET AS AT 30th JUNE, 2012

	Note	Y/E - 30.06.12 \$	Y/E - 30.06.11 \$
CURRENT ASSETS			
Cash on Hand.....		26,855	26,855
Cashcard Australia		7,210	12,030
Deposits.....		40	40
Commonwealth Bank Waverley.....		37,532	64,474
Commonwealth Bank – Keno		6,515	7,583
Commonwealth Bank – Bus Online Saver.....		32,313	88,329
Term Deposits – Commonwealth Bank		1,057,009	1,000,000
Sundry Debtors		21,747	17,950
Shares in Listed Companies.....	9	449,513	396,325
Stock on Hand – Liquor		10,994	12,181
Prepayments		5,003	5,536
		<u>1,654,731</u>	<u>1,631,303</u>
FIXED ASSETS			
Freehold Land & Buildings.....		1,508,748	1,438,814
Plant and Equipment	10	578,830	665,309
		<u>2,087,578</u>	<u>2,104,123</u>
INTANGIBLE ASSETS			
Formation Expenses.....		891	891
		<u>891</u>	<u>891</u>
TOTAL ASSETS		<u>3,743,200</u>	<u>3,736,317</u>
CURRENT LIABILITIES			
Sundry Creditors		11,426	21,464
		<u>11,426</u>	<u>21,464</u>
TOTAL LIABILITIES		<u>11,426</u>	<u>21,464</u>
NET ASSETS		<u>3,731,774</u>	<u>3,714,853</u>
EQUITY			
Unappropriated Profit		<u>3,731,774</u>	<u>3,714,853</u>

The accompanying notes form part of these financial statements.
This report is to be read in conjunction with the attached compilation report.

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

NOTES TO THE FINANCIAL STATEMENT FOR THE TWELVE MONTHS ENDED 30th JUNE, 2012

	Y/E - 30.6.12 \$	Y/E - 30.06.11 \$
1. Statement of Accounting Policy		
<p>This financial report is a special purpose financial report prepared for use by directors and members of the company. The directors have determined that the company is not a reporting entity.</p> <p>The financial report is prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.</p>		
2 Dividends Received – Franked		
Commonwealth Bank Ltd	49,531	43,377
Woolworths Ltd	3,656	3,357
Telstra Ltd.....	1,467	1,467
	<u>54,654</u>	<u>48,201</u>
3 Interest Received		
Commonwealth Bank	<u>61,171</u>	<u>63,779</u>
4 Rent Received		
Gymnasium	58,726	60,000
Optus.....	21,705	19,900
	<u>80,431</u>	<u>79,900</u>
5 Sundry Income		
Vending Machine Commission	202	386
Poker Machine Rebate	17,180	17,180
Training Rebates	-	7,50
	<u>17,382</u>	<u>25,066</u>
6 Gross Profit from Trading		
Sales	387,151	399,295
Cost of Goods Sold		
Opening Stock.....	12,181	12,450
Purchases	<u>172,161</u>	<u>195,897</u>
	184,342	208,347
Less:		
Closing Stock	<u>10,994</u>	<u>12,181</u>
	173,348	196,166
Gross Profit (Loss).....	<u>213,803</u>	<u>203,129</u>

These notes are to be read in conjunction with the attached compilation report.

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

NOTES TO THE FINANCIAL STATEMENT FOR THE TWELVE MONTHS ENDED 30th JUNE, 2012

	Y/E - 30.6.12 \$	Y/E - 30.06.11 \$
7 Auditor's Remuneration		
Audit Services	<u>10,200</u>	<u>10,213</u>
8 Repairs & Maintenance		
Poker Machines.....	10,617	11,178
Electrical.....	4,618	4,117
Refrigeration.....	2,259	2,305
Elevator	3,930	5,770
Plumbing	2,598	6,124
Pest Control.....	1,260	2,212
Office Equipment.....	753	1,091
Plant & Furniture	3,854	3,617
Painting	3,652	-
Air Conditioning.....	7,280	10,664
Greenery	1,924	1,466
Glazing	2,155	-
Hardware & Sundry.....	146	39
Roofing.....	-	1,033
	<u>45,046</u>	<u>49,616</u>
9 Shares in Listed Companies		
Commonwealth Bank Ltd	398,696	349,165
Woolworths Ltd	27,099	23,442
Telstra Ltd.....	23,524	23,524
TAB Ltd.....	194	194
	<u>449,513</u>	<u>396,325</u>

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

NOTES TO THE FINANCIAL STATEMENT FOR THE TWELVE MONTHS ENDED 30th JUNE, 2012

	Y/E - 30.6.12 \$	Y/E - 30.06.11 \$
10 Plant and Equipment		
Plant Furniture & Equipment	1,048,204	1,019,986
Less: Accumulated Depreciation	620,446	522,399
	<u>427,758</u>	<u>497,587</u>
Elevator	197,143	197,143
Less: Accumulated Depreciation	142,823	127,997
	<u>54,320</u>	<u>69,146</u>
Air Conditioning Plant.....	201,440	189,402
Less: Accumulated Depreciation	104,688	90,826
	<u>96,752</u>	<u>98,576</u>
Total plant and equipment.....	<u>578,830</u>	<u>665,309</u>

EASTERN SUBURBS LEGION CLUB LIMITED

ACN 001 024 139

COMPILATION REPORT TO EASTERN SUBURBS LEGION CLUB LTD

Scope

On the basis of information provided by the directors of Eastern Suburbs Legion Club Ltd, we have compiled in accordance with APS 9: Statement on Compilation of Financial Reports the special purpose financial report of Eastern Suburbs Legion Club Ltd for the year ended 30th June 2012, as set out in the attached Profit and Loss Statement, Balance Sheet, Notes to the Financial Statements.

The specific purpose for which the special purpose financial report has been prepared is set out in Note 1. The extent to which Accounting Standards and UIG Consensus Views have or not been adopted in the preparation of the special purpose financial report is set out in Note 1.

The directors are solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent with the financial reporting requirements of Eastern Suburbs Legion Club Ltd's constitution and are appropriate to meet the needs of the directors and members of the company.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the director provided into a financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the company, may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the director(s) and members of Eastern Suburbs Legion Club Ltd and the purpose identified above. We do not accept responsibility to any other person for the contents of the special purpose financial report.

Name of Firm: David J Hoggett CPA



Name of Partner: David J Hoggett CPA

Address: PO Box 342 Waverley NSW 2024

Dated this 20th day of July 2012

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