



MAYFIELD EX-SERVICES CLUB LIMITED

FINANCIAL REPORT YEAR ENDING 30 JUNE 2025

**ABN 82 000 995 602
A COMPANY LIMITED BY A GUARANTEE NOT HAVING SHARE CAPITAL**

NOTICE OF 2025 ANNUAL GENERAL MEETING

NOTICE is hereby given of the Annual General Meeting of MAYFIELD EX SERVICES CLUB LIMITED to be held on Monday, 29th September commencing at the hour of 4:00pm at the premises of the Club, 58 Hanbury Street, Mayfield, New South Wales.

BUSINESS

The business of the meeting will be as follows:

1. To confirm the minutes of the previous Annual General Meeting and the minutes of any other general meeting that require confirmation.
2. To receive and consider the directors' report, financial report, auditor's report and any other report of the Board. These reports are available on the Club's website www.mexclub.com.au.
3. To conduct the election of directors as required by the Club's Constitution.
4. To appoint a Returning Officer.
5. To consider the Ordinary Resolutions set out below.
6. To consider the Special Resolutions set out below.
7. To deal with any other business that may be dealt with at the Annual General Meeting.

CLUB PROPERTY REPORT

Pursuant to Section 41J(2) of the *Registered Clubs Act*, for the financial year ended 30 June 2025, the Club's property at:

- (a) 58 Hanbury Street Mayfield NSW is core property of the Club

1. ORDINARY RESOLUTION

That:

- (a) The members hereby approve expenditure by the Club not exceeding \$60,000.00 until the next Annual General Meeting of the Club for the following:
- (i) The reasonable costs of directors attending seminars, lectures and other educational activities as determined by the Board from time to time.
 - (ii) The reasonable costs (including travel and accommodation expenses) of directors attending meetings, conferences and trade shows conducted by ClubsNSW, the Club Managers Association and such other conferences and trade shows as determined by the Board from time to time.
 - (iii) The reasonable cost of directors attending any other registered club or gaming venue for the purpose of viewing and assessing its facilities as determined by the Board as being necessary for the benefit of the Club.
 - (iv) The reasonable cost of directors (and their spouses/partners if required) attending any club, community or charity function as the representatives of the Club and authorised by the Board to do so.
 - (v) The reasonable out of pocket expenses incurred by directors in relation to carrying out their duties directly relating to club affairs approved by the Board on production of documentary evidence of such expenditure.
 - (vi) The reasonable cost of any uniforms or clothing as required for the purposes of attending events as representatives of the Club.
- (a) The members acknowledge that the benefits in paragraph (a) are not available for members generally but are only for those who are directors of the Club.

Notes to Members on First Ordinary Resolution

1. The First Ordinary Resolution is to have the members in general meeting approve expenditure by the Club for directors to attend seminars, lectures, trade displays and other similar events to be kept abreast of current trends and developments which may have a significant bearing on the Club and for other out of pocket expenses.

Procedural Matters

1. To be passed, the First Ordinary Resolution must receive votes from not less than a majority of those members who being eligible to do so vote in person on the First Ordinary Resolution at the meeting.
2. The Registered Clubs Act provides that:
 - (a) members who are employees of the Club are not entitled to vote; and
 - (b) proxy voting is prohibited.

2. ORDINARY RESOLUTION

That the members hereby approve:

- (a) the payment of the following honorariums:
 - (i) President - \$4,000.00 per annum
 - (ii) Senior Vice President - \$2,500.00 per annum
 - (iii) Junior Vice President - \$2,000.00 per annum
 - (iv) Ordinary Board Members - \$1,500.00 per annum
- (b) the honorariums to be paid on a pro rata basis by such instalments as may be agreed from time to time.

Notes to Members on Second Ordinary Resolution

1. The Second Ordinary Resolution is to have members approve honorariums for the President, Senior Vice President, Junior Vice President and Ordinary Board members.
2. The Honorariums will be paid on a pro rata basis which means that if a director only holds office for part of the year, the director will only receive part of the honorarium.

Procedural Matters

1. To be passed, the Second Ordinary Resolution must receive votes from not less than a majority of those members who being eligible to do so vote in person on the Second Ordinary Resolution at the meeting.
 2. The Registered Clubs Act provides that:
 - (a) members who are employees of the Club are not entitled to vote; and
 - (b) proxy voting is prohibited.
-

3. ORDINARY RESOLUTION

That the members hereby approve:

- (a) The election of Robert Simpson as an honorary life member of the Club.

The nomination was put forward by President Damien Horan and seconded by Senior Vice President Darryl Kerr at the October 2024 Board meeting. The nomination was then approved by majority by the board of directors.

Notes to Members on Third Ordinary Resolution

1. Any ex-Service member or Ordinary member who has rendered outstanding service to the Club, on account of such service or for any other commendable reason may be elected an Honorary Life Member of the Club, provided that:
 - (a). Such member shall have been nominated by one and seconded by another ex-Service member or Ordinary member.
 - (b). The nomination is approved by the board
 - (c). A resolution to elect such person to Honorary Life membership is carried by a majority of not less than 50% of the votes cast at the general meeting held to consider the nomination.
 - (d) Not more than one (1) Honorary Life Member shall be elected annually.

Procedural Matters

3. To be passed, the Third Ordinary Resolution must receive votes from not less than a majority of those members who being eligible to do so vote in person on the Third Ordinary Resolution at the meeting.
4. The Registered Clubs Act provides that:
 - (a) members who are employees of the Club are not entitled to vote; and
 - (b) proxy voting is prohibited.

SPECIAL RESOLUTIONS

That the following proposed amendments to the Constitution of the Company all be considered and approved as Special Resolution. The Special Resolution is for consideration by ex-Service and / or Life Members in attendance and voting at the AGM of which there must be at least ten (10) present to achieve a quorum :-

Special Resolution One

Proposed Resolution Explanatory Note

In September of 2024 the government allowed Clubs to temporarily disregard the rule that required persons residing within a 5km radius of a club be forced to become members of a club to enter. Clubs have been afforded a 12 months grace period with disregarding this rule to allow them time to amend their constitution at an AGM if they choose to do so.

It is proposed by the board to permanently remove this rule to allow any persons to enter as a temporary member regardless of their home address.

1. SPECIAL RESOLUTION

That the members, by Special Resolution, agree to the the removal of the “5km rule” from the Constitution by the removal of the existing clause 17(a) from the Constitution in its entirety and its replacement with the words “any visitor to the Club whose permanent place of residence is in New South Wales”.

Notes to Members on First Special Resolution

1. The Special Resolution is to have members approve changes to the Club’s Constitution.

Procedural Matters

1. To be passed, the Special Resolution must receive votes from not less than 75% of those members who being eligible to do so vote in person on the Special Resolution at the meeting.
2. The Registered Clubs Act provides that:
 - (a) Members who are employees of the club are not entitled to vote; and
 - (b) Proxy voting is prohibited.

Special Resolution Two

Proposed Resolution Explanatory Note

To amend Section 31 Relating to Disciplinary Proceedings by the Inclusion of a new Clause 31A Empowering the Secretary to Suspend Members.

The board seeks to restructure the disciplinary process currently contained in clause 31 by empowering the general manager to handle disciplinary matters. Members would still have the right to an appeal before the board if desired, rather than a judiciary hearing being mandatory in all disciplinary matters prior to any disciplinary action being undertaken.

2. SPECIAL RESOLUTION

***That the members, by Special Resolution, agree to the amendment of the Constitution by:
Inserting the following as a new clause, Rule 31A, to appear immediately before the present clause 31, as follows:***

Rule 31A Disciplinary Powers of the Secretary

(a) If, in the opinion of the Secretary (or his or her delegate), a member has engaged in conduct that:

(i) is unbecoming of a member; or

(ii) is prejudicial to the interests of the Club,

then the Secretary (or his or her delegate) may immediately in his or her absolute discretion suspend the member from some or all rights and privileges as a member of the Club for a period of up to twelve (12) months.

(b) In respect of any suspension pursuant to Rule 31A, the requirements of Rule 31 shall not apply unless and until the suspended member submits a request under Rule 31A(c)(iv) below.

(c) If the Secretary (or his or her delegate) exercises the power pursuant to Rule 32A, the Secretary (or his or her delegate) must notify the member (by notice in writing) that:

(i) the member has been suspended as a member of the Club; and

(ii) the period of suspension;

(iii) the privileges of membership which have been suspended; and

(iv) that if the member wishes to do so, the member may request by notice in writing sent to the Secretary) the matter be dealt with by the Board pursuant to Rule 31 as if the decision of the Secretary was actually a decision of the Board under Rule 31(a).

(d) If a member submits a request under Rule 31A(c)(iv):

(i) the member shall remain suspended until such time as the charge is heard and determined by the Board; and

(ii) the Club must commence disciplinary proceedings against the member in accordance with the requirements of Rule 31;

(e) The determination of the Board in respect of those disciplinary proceedings under Rule 31 shall be in substitution for and to the exclusion of any suspension imposed by the Secretary (or his or her delegate)."

Notes to Members on Second Special Resolution

1. The Special Resolution is to have members approve changes to the Club's Constitution.

Procedural Matters

1. To be passed, the Special Resolution must receive votes from not less than 75% of those members who being eligible to do so vote in person on the Special Resolution at the meeting.

2. The Registered Clubs Act provides that:

(a) Members who are employees of the club are not entitled to vote; and

(b) Proxy voting is prohibited.



PRESIDENT'S MESSAGE

DAMIEN HORAN

Another year has passed, and once again it has been a year of significant change for the club.

You will notice in the Profit and Loss Statement that this year's figures have been strengthened by the successful completion of the development project next door. The club received eight units as part of the development — two of which we sold, while the remaining six have been retained to generate ongoing rental income for the club.

This is a remarkable outcome, especially considering that during the COVID years, we were advised by the bank to prepare for the sale of all eight units to repay our loans. Retaining six of these assets as income-generating properties is a major milestone in the club's financial recovery and future sustainability.

Throughout the past financial year, we saw steady performance across both our gaming and bar operations. This consistency is particularly pleasing given the challenges we faced with short-term turnover among catering providers. Despite these disruptions, our revenue has remained comparable to the previous year.

Recognising the need for a long-term solution in catering, the Board, together with the management team of Greg and Karron, made the strategic decision to explore the return of an all-you-can-eat buffet model. Given the past success of the buffet format, the layout of our purpose-built dining area, and the vast industry experience of Teik Lim (Iron Plate), we believe this is the right direction for the club's future.

I'd like to take a moment to explain the Special Resolutions being tabled at this year's AGM. In simple terms, it is basically a bit of housekeeping.

The first special resolution relates to the abolishment of the 5km rule. This rule was relaxed by Liquor & Gaming last year allowing people to visit who live within a 5km radius of a club without them being forced to become a member. Clubs were then afforded twelve months to make the change in their Constitution - so that's what we're doing now.

The second special resolution relates to the current system of the disciplinary sub-committee. As it stands, any member who receives any ban must front the board at a judiciary hearing. This occurs monthly, and often the member would be banned from the club until the hearing, which was decidedly unfair if the incident in question turned out to be worthy of a ban of one day or one week. It is also a process which requires considerable time from board members.

What we are proposing is that the General Manager take on the responsibility of suspending members based on a set of guidelines overseen by the board of directors. Members will still have the right to ask for a judiciary hearing if desired, just as before. This simply streamlines the process, making it fairer and less time consuming for all involved. Particularly in the cases of a minor offence where the ban might be a matter of hours or days.

Thank you to Greg and Karron for your ongoing leadership during a difficult year. The economic impact of COVID still lingers, and our aging building presents ongoing operational challenges. It's a credit to you both that the club continues to run smoothly, with exciting developments ahead.

To our staff — thank you for your resilience and dedication throughout the year. We warmly welcome all our new team members and appreciate everyone's efforts through this period of transition.

On behalf of the Board and the entire club community, I extend our heartfelt condolences to any members who have lost a loved one this year.

Lastly, I want to sincerely thank our members and guests for your continued support and patience during these times of change. Renovations while trading seven days a week are never easy — but your understanding has been invaluable.

There is genuine excitement surrounding the return of the buffet, and I am confident this will once again position our club as a destination of choice for people from across the Hunter.

Damien Horan
President
Mayfield ex-Services Club



GENERAL MANAGER'S REPORT

GREG RICKFORD

Welcome to another GM's report, at the end of a year that feels like it flew by!

A year that saw the completion of the development next door, and a year of figures that are very consistent compared to the twelve months prior.

Once again it was a year that saw us change restaurant providers several times. The size and layout of the restaurant area and indeed the kitchen that was specifically designed for a buffet operation comes with it's own set of challenges for an a-la-carte operation. We believe the time is right to convert it back to the business model for which it was designed and intended.

As a result of this, the entire club is going through significant changes right now.

The board have shared management's vision and made the decision to convert the restaurant back into a buffet. We are looking to return to the kind of trading we had in the later part of the last decade before COVID changed the landscape.

I have great confidence in the success of the project, and great faith in Teik Lim (Iron Plate) and his team to deliver us an amazing buffet later this year.

Thank you to the board for backing the management team in this, your support is very much appreciated by Karron and myself.

You will see in the financials for the year a net profit before tax of 1.7 million. As Damien mentioned in his report, this figure is inflated by the sale of the two units next door.

The pleasing part about the annual figures is that income and expenditure have remained relatively consistent when compared to the previous year.

The club once again generated strong cashflow, which gives us an EBITDA figure of \$832,226 for the financial year. This is up \$30,000 on last year.

We were able to keep expenses relatively consistent despite some ongoing Repairs & Maintenance challenges mentioned by Damien in terms of an aging building with older plant equipment.

Kirsty from Pitcher Partners (Mex Club Auditors) will present the financials in detail and explain what they mean from an independent perspective during the AGM.

One of my favourite parts of my role is the allocation of ClubGrants each year. It's a chance for Mex Club and the other clubs in the region to give back to the community who support us all year. You can see our ClubGrants allocations at the bottom of this document.

This year in Category 1 we were able to assist several local projects. Some examples - we were able to donate \$10,000 to Got Your Back Sista - an organisation that assists women who experience domestic violence. Mex Club funded the purchase of a specialised stretcher for the CareFlight helicopter. Mex Club also funded a Vital Signs Monitor for the Newcastle St Johns Ambulance. It's projects like these that make us very proud to be a part of the ClubGrants scheme.

Another project we're very proud of is our own "58 Reasons" project – where 58c from every Hanbury 58 Lager goes to a local charity. This financial year through the project we donated almost \$5,000 to worthy causes such as the Hunter Breast Cancer Foundation, Hunter Prostate Cancer Support Network, local school P&C groups and many more.

To the President and Vice President - Damien and Darryl - thank you for your support and for all the work you do for the club that goes unseen. There's so much more to the role than simply attending board meetings and I'm sure you must get sick of our impromptu conference calls when I need to run things by you or get approvals and signatures. I truly appreciate it.

To Karron, your dedication and professionalism are second to none. Thank you for all of your efforts not just since we took over the roles but in your 25+ years at the club.

To the management team and all our staff, thank you for your dedication and professionalism as we continue to strive to keep Mex Club moving forwards.

To our members and guests – thank you once again for your patience while we re-develop the restaurant. I know there's been a bit of disruption to "normal trading" (do we even remember what that is?) and I do appreciate your patience and understanding.

We are all genuinely excited about the return of the buffet restaurant, and what it will mean for patronage and the ongoing success of our fine club.

Bring back the Buff!

Greg Rickford
CEO / General Manager
Mayfield ex-Services Club

ClubGrants Allocations 2025.

Category 1		Category 2	
Hunter Breast Cancer Foundation	\$2,000.00	Waratah Mayfield Cheetahs	\$15,000.00
Hunter Breast Cancer Transport Service	\$5,000.00	Newcastle Hunter Rugby League	\$10,500.00
St Johns Ambulance	\$3,150.00	Mayfield East Public School P&C	\$6,000.00
Got your back sista	\$10,000.00	Waratah Mayfield Junior Cricket Club	\$3,000.00
Careflight	\$11,203.00	Newcastle RSL Pipe Band	\$2,500.00
		Orchestra Nova	\$2,000.00
		Mayfield Business Day	\$1,000.00
		Hamilton & District Darts Association	\$600.00
		Newcastle RSL Sub Branch	\$500.00



**Mayfield Ex Services
Club Limited**

ACN 000 995 602

**Annual Financial Report
for the year ended 30 June 2025**

Mayfield Ex Services Club Limited

ACN 000 995 602

Annual financial report for the year ended 30 June 2025

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These financial statements are the financial statements of Mayfield Ex Services Club Limited. The financial statements are presented in the Australian currency.

The financial statements were authorised for issue by the Directors on 26 August 2025. The Directors have the power to amend and reissue the financial statements.

Directors' report

Your Directors' present their report on Mayfield Ex Services Club Limited (the Company) for the year ended 30 June 2025.

Directors details

The following persons were Directors of Mayfield Ex Services Club Limited during the financial year, and up to the date of this report:

Mr Damien Horan

President
Director since 2013

Currently working as an aircraft maintenance engineer. Previously worked as a police officer. Qualification obtained includes Diploma of Policing and Certificate IV in Aeroskills.

Mr Wes Ting

Junior Vice President
Director since 2002

Previously worked as a switchboard operator.

Mr Darryl Kerr

Senior Vice President
Director since 2022

Business Manager Military Jet - Airflite Pty Ltd solely responsible for all general, personnel, production, quality and technical management.

Mr Mervyn Nichols

Director
Director since 2011

Previously worked as a store supervisor. Also a Director of Mayfield West Bowling Club.

Mr Lyle Chapman

Director
Director since 1999

Worked as a carpenter and joiner.

Mr Terence Ting

Director
Director since 2018

Worked as a salesman.

Ms Karen Onslow

Director
Director since 2024

Works at Northlakes High School, San Remo NSW as a Student Learning and Support Officer.

Mr Mark Griffiths

Director
Director since 2024

Works for Northern Aboriginal Tenants Advice & Advocacy Service.

Mr Robert Simpson

Director
Director since 2012, Resigned September 2024

Worked as both a bar manager and a photojournalist.

Mr Richard Clarke

Director
Director since 2018, Resigned September 2024

Worked in hospitality.

Mr Brett Hyham

Director
Director since 2019, Resigned October 2024

Worked as a hospitality trainer.

Company secretary

Mr Greg Rickford has been the General Manager and Company Secretary of Mayfield Ex Services Club Limited since May of 2024. Mr Rickford has had experience in many industries including the Club industry and extensively in the digital marketing industry.

Directors' report

Director's meetings

The number of meetings the Directors held during the year and the number of meetings attended by each director is as follows:

Board members	Board meetings	
	A	B
Mr Damien Horan	9	8
Mr Wes Ting	9	7
Mr Darryl Kerr	9	6
Mr Mervyn Nichols	9	9
Mr Lyle Chapman	9	4
Mr Terence Ting	9	7
Ms Karen Onslow	Appointed September 2024	7
Mr Mark Griffiths	Appointed September 2024	7
Mr Robert Simpson	Resigned September 2024	2
Mr Richard Clarke	Resigned September 2024	2
Mr Brett Hyham	Resigned October 2024	2

Where:

- column A: the number of meetings the Director was entitled to attend
- column B: the number of meetings the Director attended

Core and non-core property

Pursuant to Section 41E(5) of the Registered Clubs Act 1976 (NSW) for the financial year ended 30 June 2025, the following land and buildings are considered to be core and non-core property:

Core Property

- 50-58 Hanbury Street, Mayfield NSW 2305

Non-Core Property

- 203/26 Baker Street, Mayfield NSW 2305
- 204/30 Baker Street, Mayfield NSW 2305
- 103/26 Baker Street, Mayfield NSW 2305
- 101/26 Baker Street, Mayfield NSW 2305
- 104/26 Baker Street, Mayfield NSW 2305
- 106/30 Baker Street, Mayfield NSW 2305

Principal activities

During the year, the principal activities of the Company was the running of a licensed Club for the benefit of its members and to meet the Company's objectives under its constitution.

There have been no significant changes in the nature of these activities during the year.

Short-term and long-term objectives

The Company's short and long-term objectives are to:

- Provide the best facilities available to members and their guests with a special interest in the welfare of the returned service league.

To achieve these objectives the Company has adopted the following strategies:

- Maintain or increase existing revenue levels and control costs to return to profitability which will allow the Company's premises to be continually improved.

Performance measurement

The Company measures its performance against industry benchmarks, gross profit percentage and wages to sales percentages to measure the financial performance of trading areas such as bar and gaming. The Company also uses EBITDA to measure the financial performance of the Company overall.

Directors' report

Review of operations and financial results

The net loss incurred has increased compared to the prior year however the EBITDA has increased.

	2025	2024	Change
	\$	\$	
Revenue from bar, paper gaming and poker machine operations	5,797,223	5,953,152	(155,929)
Other revenue	803,005	780,474	22,531
Total trading revenue	6,600,228	6,733,626	(133,398)
Expenses excluding interest, depreciation and amortisation	(5,768,002)	(5,930,481)	162,479
EBITDA	832,226	803,145	29,081
Depreciation, amortisation, loss on disposal	(1,127,410)	(1,061,055)	(66,355)
Interest income and expenses, profit on disposal and finance costs	2,001,049	(176,919)	2,177,968
Net profit / (loss) before income tax for the year	1,705,865	(434,829)	2,140,694
Operating cashflow	113,137	745,905	(632,768)

The Company has returned a strong EBITDA result of \$832,226. After consideration of depreciation and interest costs and gains on sale and revaluation of investment properties, the net result shows a profit before income tax for the year of \$1,705,865.

Contribution in winding up

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. 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. The total amount that members of the Company are liable to contribute if the Company wound up is \$9,582 (2024: \$11,734).

Rounding of amounts

The Company is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the Directors' report. Amounts in the Directors' report have been rounded off in accordance with the instrument to the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under s307C of the *Corporations Act 2001* is set out on page 6 and forms part of this Directors' report.

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



Damien Horan - Director



Darryl Kerr - Director

Dated: 26 August 2025
Mayfield, NSW

Auditor's independence declaration

To the Directors of Mayfield Ex Services Club Limited

In accordance with section 307C of the *Corporations Act 2001*, I declare that, to the best of my knowledge and belief in relation to the audit of the financial report of Mayfield Ex Services Club Limited for the year ended 30 June 2025, there have been:

- (a) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the audit.



Kirsty Porteous - Partner



Pitcher Partners NH Partnership
Chartered Accountants

Dated: 26 August 2025
Newcastle West, NSW

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2025

		2025	2024
	Notes	\$	\$
Revenue from continuing operations	2	6,506,723	6,733,626
Other income	3	2,533,107	106,572
Cost of sales		(466,064)	(478,277)
Bar other expenses		(351,632)	(373,382)
Poker machine expenses		(1,620,375)	(1,583,361)
TAB and Keno expenses		(100,708)	(96,982)
Rental and occupancy expenses		(84,589)	(21,605)
Member expenses		(657,740)	(860,907)
Clubhouse expenses		(824,244)	(811,013)
Administration expenses		(2,826,968)	(2,667,009)
Interest and finance costs		(401,645)	(382,491)
		(7,333,965)	(7,275,027)
Profit / (loss) before income tax		1,705,865	(434,829)
Income tax (expense)/benefit	4	(545,668)	26,806
Profit / (loss) for the year		1,160,197	(408,023)
Other comprehensive income		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income / (loss) for the year		1,160,197	(408,023)

The above *statement of profit or loss and other comprehensive income* should be read in conjunction with the accompanying notes

Statement of financial position

For the year ended 30 June 2025

	Notes	2025 \$	2024 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	377,826	2,190,447
Trade receivables	6	13,071	22,174
Inventories	7	54,815	44,464
Other assets	8	171,577	186,621
Total current assets		617,289	2,443,706
Non-current assets			
Property, plant and equipment	9	12,855,881	13,702,239
Investment properties	10	3,535,000	-
Lease assets	11	199,512	182,945
Deferred tax assets	12	40,092	121,029
Total non-current assets		16,630,485	14,006,213
Total assets		17,247,774	16,449,919
LIABILITIES			
Current liabilities			
Tax liabilities	4	58,641	-
Trade and other payables	13	899,712	983,754
Financial liabilities	14	4,301,740	4,839,396
Provisions	15	329,831	447,804
Other liabilities	16	158,254	146,331
Lease liabilities	11	129,781	83,501
Total current liabilities		5,877,959	6,500,786
Non-current liabilities			
Financial liabilities	14	269,117	394,428
Provisions	15	16,973	11,264
Lease liabilities	11	77,945	103,948
Deferred tax liabilities	12	563,140	157,050
Total non-current liabilities		927,175	666,690
Total liabilities		6,805,134	7,167,476
Net assets		10,442,640	9,282,443
MEMBERS FUNDS			
Retained profits		10,442,640	9,282,443
Total members funds		10,442,640	9,282,443

The above *statement of financial position* should be read in conjunction with the accompanying notes

Mayfield Ex Services Club Limited

Statement of changes in equity

For the year ended 30 June 2025

	Retained profits \$	Total \$
Balance at 1 July 2023	9,690,466	9,690,466
Profit / (loss) for the year	(408,023)	(408,023)
Total comprehensive income for the year	(408,023)	(408,023)
Balance at 30 June 2024	9,282,443	9,282,443
Profit / (loss) for the year	1,160,197	1,160,197
Total comprehensive income for the year	1,160,197	1,160,197
Balance at 30 June 2025	10,442,640	10,442,640

The above *statement of changes in equity* should be read in conjunction with the accompanying notes

Statement of cash flows

For the year ended 30 June 2025

	Notes	2025 \$	2024 \$
Cash flows from operating activities			
Receipts from members and customers		7,216,955	7,290,886
Payments to suppliers and employees		(6,747,686)	(6,251,062)
Interest received		45,513	88,572
Interest paid		(401,645)	(382,491)
Net cash inflow (outflow) from operating activities		113,137	745,905
Cash flows from investing activities			
Payments for property, plant and equipment		(386,142)	(423,329)
Proceeds from sale of property, plant and equipment		3,570	5,962
Proceeds from sale of investment properties		1,249,365	253,400
Payments for investment properties		(2,020,000)	-
Net cash inflow (outflow) from investing activities		(1,153,207)	(163,967)
Cash flows from financing activities			
Proceeds from loans		1,076,338	594,908
Repayment of borrowings		(1,190,000)	(495,000)
Repayment of other loans		(549,305)	(511,243)
Repayment of lease liabilities		(109,584)	(82,811)
Net cash inflow (outflow) from financing activities		(772,551)	(494,146)
Net increase in cash and cash equivalents		(1,812,621)	87,792
Cash and cash equivalents at the beginning of the financial year		2,190,447	2,102,655
Cash and cash equivalents at the end of the financial year	5	377,826	2,190,447

The above *statement of cash flows* should be read in conjunction with the accompanying notes

Notes to the financial statements

For the year ended 30 June 2025

1 Summary of material accounting policies

(a) Information about the entity

- Mayfield Ex Services Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.
- Mayfield Ex Services Club Limited is a not for profit entity for the purpose of preparing the financial report.
- The registered office of the Company is 50-58 Hanbury Street, Mayfield, NSW 2304.
- The principal place of business of the Company is 50-58 Hanbury Street, Mayfield, NSW 2304.

(b) Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

(c) Material accounting policy information

The material accounting policies applied in the preparation of this financial report are consistent with the previous period unless otherwise stated.

(d) Statement of compliance

This financial report complies with *AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* as issued by the Australian Accounting Standards Board (AASB).

The financial report has been prepared on an accruals basis and is based on historical costs, except for assets held for sale which have been measured at fair value. The financial report is presented in Australian Dollars.

(e) Going concern

As at 30 June 2025, Mayfield Ex Services Club Limited has a current assets of \$617,289 compared to current liabilities of \$5,877,959 resulting in a working capital deficiency of \$5,260,670.

The working capital deficiency includes the entire balance of the ANZ Loan of \$3,940,000 being stated as a current liability due to the loan facility expiring on 1 March 2026, as well as the Club not meeting loan covenants. The Directors do not expect the bank to take any action in relation to not meeting loan covenants and also expect to be able to refinance the debt on acceptable terms when these facilities expire and the ability of the Company is primarily dependent on this refinancing. Should this not occur, the Directors consider the going concern will be dependent upon:-

- (a) Ongoing positive cashflows. The Company generated positive net operating cashflows of \$113,137 during the current year after repaying overdue trade creditors from the prior year. The Company had an EBITDA of \$832,226. The Directors consider this positive cashflow will continue and likely improve following operational changes in 2026;
- (b) The use of the Company's current cash balance. The Company has a cash balance at 30 June 2025 of \$377,826;
- (c) Ongoing support from its suppliers and members continuing.
- (d) The ability to sell investment property units that settled in the 2025 financial year. The fair value of these investments at 30 June 2025 is \$3,535,000.

The Directors are of the opinion the above will be achieved and the Company will continue as a going concern and meet its debts and commitments as they fall due. As a result, the Directors have prepared the financial report on a going concern basis.

If the Company is unable to successfully execute the plans outlined above, there exists a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in this financial report. The financial report does not include any adjustments relating to the recoverability and classification of recorded amounts or to the amounts and classification of liabilities that might be necessary should the Company not continue as a going concern.

(f) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

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

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

(g) Rounding of amounts

The Company is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with the instrument to the nearest dollar.

Notes to the financial statements

For the year ended 30 June 2025

2 Revenue**(a) Disaggregation of revenue from contracts with customers**

The Company derives revenue from the transfer of goods and services over time and at a point in time for the following services:

	Raffle and bingo revenue	Rental revenue	Gaming revenue	Membership revenue	Beverage revenue	Other revenue	Total
	\$	\$	\$	\$	\$	\$	\$
2025							
Revenue from contracts with customers	307,194	-	4,569,520	25,025	1,210,523	77,886	6,190,148
Other revenue (not covered by AASB15)	-	299,395	17,180	-	-	-	316,575
	307,194	299,395	4,586,700	25,025	1,210,523	77,886	6,506,723

Timing of revenue recognition

At a point in time	307,194	-	4,569,520	-	1,210,523	77,886	6,165,123
Over time	-	299,395	17,180	25,025	-	-	341,600
	307,194	299,395	4,586,700	25,025	1,210,523	77,886	6,506,723

	Raffle and bingo revenue	Rental revenue	Gaming revenue	Membership revenue	Beverage revenue	Other revenue	Total
	\$	\$	\$	\$	\$	\$	\$
2024							
Revenue from contracts with customers	360,160	-	4,598,345	50,391	1,337,627	75,086	6,421,609
Other revenue (not covered by AASB15)	-	294,837	17,180	-	-	-	312,017
	360,160	294,837	4,615,525	50,391	1,337,627	75,086	6,733,626

Timing of revenue recognition

At a point in time	360,160	-	4,598,345	-	1,337,627	75,086	6,371,218
Over time	-	294,837	17,180	50,391	-	-	362,408
	360,160	294,837	4,615,525	50,391	1,337,627	75,086	6,733,626

(b) Accounting policies and significant judgements

The Company recognises revenue related to the transfer of promised goods or services when a performance obligation is satisfied and when control of the goods or services passes to the customer. The amount of revenue recognised reflects the consideration to which the Company is or expects to be entitled in exchange for those goods or services.

The Company considers whether there are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g. loyalty points program). In determining the transaction price for the sale of goods, the Company considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

(i) Provision of services - raffle and bingo revenue

Raffle and bingo income is recognised at a point in time when the customer takes possession of the ticket and the raffle or bingo game has been conducted as at this point the performance obligations have been satisfied.

(ii) Provision of services - rental revenue

Rental income is recognised in the statement of profit or loss and other comprehensive income on a straight line basis over the term of the lease. The Company recognises rental revenue on a straight line basis with reference to the applicable CPI increases, discount rates and any relevant rental incentives.

(iii) Provision of services - gaming revenue

Revenue from rendering services from gaming facilities to members and other patrons of the club is recognised when the services are provided. Gaming revenue is measured at the fair value of the consideration received from the net position of the wagers placed less customer winnings paid out.

Notes to the financial statements

For the year ended 30 June 2025

2 Revenue (continued)**(b) Accounting policies and significant judgements (continued)***(iv) Provision of services - membership revenue*

Membership subscriptions are recognised over the term of membership and any unearned portion is deferred and included in contract liabilities. Membership revenue is measured with reference to the fee received and the period of membership that the member has paid for.

(v) Sale of goods - beverage revenue

Revenue from the sale of food and beverages is recognised at a point in time when the physical control of the goods passes to the customer.

(vi) Other revenue

The balance of other revenue is recognised at a point in time when the performance obligation has been satisfied.

3 Other income and expense items**2025****2024****\$****\$****(a) Other income**

Change in fair value of investment properties	1,755,264	-
Profit on sale of investment properties	656,825	-
Profit on sale of poker machine entitlements	(18,000)	18,000
Rental income - investment properties	93,505	-
Interest income	45,513	88,572
	<u>2,533,107</u>	<u>106,572</u>

(i) Change in fair value of investment properties

The Company recognises the change in fair value of investment property based on the assessment of an independent expert, representing the non-cash gain in relation to investment properties.

(ii) Profit on disposal of property, plant and equipment

The Company recognises gains and losses on disposal of investment properties by comparing proceeds received on sale with the carrying amount of the asset being sold. Income is recognised when an unconditional contract for sale is exchanged.

(iii) Rental income - investment properties

Rental income is recognised in the statement of profit or loss and other comprehensive income on a straight line basis over the term of the lease. The Company recognises rental revenue on a straight line basis with reference to the applicable CPI increases, discount rates and any relevant rental incentives.

(iv) Interest income

Interest income is recognised on an accruals basis.

(b) Other expenses

Employee benefits expense	1,683,186	1,715,545
Depreciation and amortisation expense	1,127,410	1,061,055
Interest costs	401,645	382,491
Loss on disposal of assets	36,908	-
Expected credit losses	-	(99,000)

Notes to the financial statements

For the year ended 30 June 2025

4 Income tax expense

2025	2024
\$	\$

(a) Numerical reconciliation of income tax expense to prima facie tax payable

The Income Tax Assessment Act 1936 (amended) provides that under the concept of mutuality, a Company is only liable for income tax on income derived from non-members and from outside entities. The amount set aside for income tax in the statement of profit or loss and other comprehensive income has been provided on a taxable income calculated as follows:

Operating profit/(loss) before income tax	1,705,865	(434,829)
Tax at the Australian tax rate at 25% (2024: 25%)	426,466	(108,707)
Add/(Less) tax effect of:		
Non deductible expenses	12,813	13,232
Apportionment adjustment members income and expenses	106,389	69,573
Restatement of prior year tax balances	-	(904)
Income tax expense/(benefit)	545,668	(26,806)

(b) Current income tax liability/ asset

Provision for income tax	58,641	-
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Accounting policy

Deferred tax assets and liabilities are recognised for deductible and temporary differences where considered material. Deferred tax assets in respect of unused tax losses are only recognised to the extent it is probable that a taxable profit will be available against which deductible temporary differences and carried forward tax losses can be utilised if material.

The carrying amount of deferred income tax assets is reviewed at each balance date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability settled, based on the tax rates (and tax law) that have been enacted or substantively enacted at the balance sheet date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in the statement of profit or loss and other comprehensive income.

5 Cash and cash equivalents**Current**

Cash and cash equivalents	377,826	2,190,447
	377,826	2,190,447

Accounting policy

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts (if any).

Notes to the financial statements

For the year ended 30 June 2025

6 Trade receivables

	2025	2024
	\$	\$
Current		
Trade receivables	13,071	22,174
	<u>13,071</u>	<u>22,174</u>

7 Inventories**Current**

Stock on hand	54,815	44,464
	<u>54,815</u>	<u>44,464</u>

Accounting policy

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

8 Other assets**Current**

Prepayments	171,577	186,621
	<u>171,577</u>	<u>186,621</u>

9 Property, plant and equipment

	Capital work in progress	Land	Buildings and improvement	Poker machines	Plant and equipment	Total
	\$	\$	\$	\$	\$	\$
Non-current assets						
At 1 July 2024						
Cost	366,276	1,050,000	19,417,944	3,773,365	2,882,181	27,489,766
Accumulated depreciation	-	-	9,190,464	2,847,197	1,749,866	13,787,527
Net book amount	<u>366,276</u>	<u>1,050,000</u>	<u>10,227,480</u>	<u>926,168</u>	<u>1,132,315</u>	<u>13,702,239</u>
Year ended 30 June 2025						
Opening net book amount	366,276	1,050,000	10,227,480	926,168	1,132,315	13,702,239
Additions	-	-	46,594	333,046	181,738	561,378
Disposals	-	-	(3,569)	(2,834)	(34,941)	(41,344)
Transfers	(14,000)	-	-	-	14,000	-
Transfer to investment property	(352,276)	-	-	-	-	(352,276)
Depreciation charge	-	-	(484,623)	(255,265)	(274,228)	(1,014,116)
Closing net book amount	<u>-</u>	<u>1,050,000</u>	<u>9,785,882</u>	<u>1,001,115</u>	<u>1,018,884</u>	<u>12,855,881</u>
Year ended 30 June 2025						
Cost	-	1,050,000	19,460,743	3,922,791	2,962,211	27,395,745
Accumulated depreciation	-	-	9,674,861	2,921,676	1,943,327	14,539,864
Net book amount	<u>-</u>	<u>1,050,000</u>	<u>9,785,882</u>	<u>1,001,115</u>	<u>1,018,884</u>	<u>12,855,881</u>

Notes to the financial statements

For the year ended 30 June 2025

9 Property, plant and equipment (continued)**Accounting policy****(a) Land, buildings and improvement**

Land, buildings and improvement are carried at cost less any accumulated depreciation and any impairment in value.

(b) Plant and equipment, poker machines

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

(c) Depreciation

Depreciation is calculated on a straight line basis over the estimated useful life of the asset as follows:

Buildings and improvement	10 - 50 years
Plant and equipment	4 - 10 years
Poker machines	2.5 - 7 years

(d) Impairment

Property, plant and equipment are tested for impairment whenever events or circumstances indicate that the asset may be impaired.

For impairment assessment purposes, assets are generally grouped at the lowest levels for which there are largely independent cash inflows ('cash generating units'). Accordingly, most assets are tested for impairment at the cash generating unit level. An impairment loss is recognised when the carrying amount of an asset or cash generating unit (to which the asset belongs) exceeds its recoverable amount.

Significant accounting estimates and judgements

The useful life of property, plant and equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

10 Investment properties

	2025	2024
	\$	\$
Non-current assets - at fair value		
Opening balance at 1 July	-	-
Additions	2,372,981	-
Disposals	(593,245)	-
Net gain / (loss) from fair value adjustment	1,755,264	-
Closing balance at 30 June	<u>3,535,000</u>	<u>-</u>

Accounting policy

Initially, investment properties are measured at cost including transaction costs. Subsequent to initial recognition investment properties are stated at fair value. To obtain the fair value, the Club obtained a market appraisal by Lisa Macklin Property as at 30 June 2025. The real estate agent frequently assesses the market values for properties similar to those held by the Club in the same areas, having regard to past sales prices of other properties and current market conditions. Additionally, the Club sold two similar properties during the year for comparable values. Gains or losses arising from changes in the fair values of the investment properties are included in the statement of profit or loss and other comprehensive income in the year in which they arise.

Investment properties are no longer recognised when they have either been disposed of or when the investment property is permanently withdrawn from use and no future benefit is expected from its disposal. Any gains or losses on the derecognising of an investment property are recognised in the statement of profit or loss and other comprehensive income in that year.

Notes to the financial statements

For the year ended 30 June 2025

11 Lease assets and lease liabilities

2025	2024
\$	\$

The Company leases poker machine assets.

a) Lease assets**Non-current**

Carrying amount of lease assets, by class of underlying asset:

Poker machines	199,512	182,945
	<u>199,512</u>	<u>182,945</u>

Reconciliation

Carrying amount at the beginning of the year

Additions

Amortisation

Carrying amount at the end of the year

Poker Machine \$	Total \$	Total \$
182,945	182,945	17,935
129,861	129,861	253,315
(113,294)	(113,294)	(88,305)
<u>199,512</u>	<u>199,512</u>	<u>182,945</u>

b) Lease liabilities**Current**

Lease liabilities

Non-current

Lease liabilities

Total

129,781	129,781	83,501
77,945	77,945	103,948
<u>207,726</u>	<u>207,726</u>	<u>187,449</u>

Reconciliation of lease liabilities

Carrying amount at the beginning of the year

Additions

Interest expense

Lease payments

Carrying amount at the end of the year

Poker Machine \$	Total \$	Total \$
187,449	187,449	16,945
129,861	129,861	253,315
13,104	13,104	11,046
122,688	122,688	93,857
<u>207,726</u>	<u>207,726</u>	<u>187,449</u>

Maturity analysis of future lease payments

Not later than 1 year

Later than 1 year and not later than 5 years

Lease payments

Poker Machine	Total	Total
138,024	138,024	92,016
80,514	80,514	199,368
<u>218,538</u>	<u>218,538</u>	<u>291,384</u>

Accounting policy

Lease assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, on a basis that is consistent with the expected pattern of consumption of the economic benefits embodied in the underlying asset.

Lease liabilities are measured at the present value of the remaining lease payments. Interest expense on lease liabilities is recognised in profit or loss. Variable lease payments not included in the measurement of lease liabilities are recognised as an expense in the period in which they are incurred.

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

At the commencement date of the lease, the lease liability is initially recognised for the present value of non-cancellable lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. The weighted average incremental borrowing rate is 6%.

Notes to the financial statements

For the year ended 30 June 2025

11 Leases (continued)

Lease assets are tested for impairment whenever events or circumstances indicate that the asset may be impaired.

Significant accounting estimates and judgements

The useful life of lease assets (where useful life is greater than the lease term) is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

12 Deferred tax balances

	2025	2024
	\$	\$
<i>(i) Deferred tax assets</i>		
The balance comprises temporary differences attributable to:		
Provisions	18,147	25,765
Other	21,945	11,566
Carried forward tax losses	-	83,698
	<u>40,092</u>	<u>121,029</u>
Movements		
At 1 July 2024	121,029	101,818
(Charged)/credited to statement of profit or loss and other comprehensive income	<u>(80,937)</u>	<u>19,211</u>
At 30 June 2025	<u>40,092</u>	<u>121,029</u>
<i>(i) Deferred tax liabilities</i>		
The balance comprises temporary differences attributable to:		
Depreciation	116,762	149,069
Other	446,378	7,981
	<u>563,140</u>	<u>157,050</u>
Movements		
At 1 July 2024	(157,050)	(164,645)
(Charged)/credited to statement of comprehensive income	<u>(406,090)</u>	<u>7,595</u>
At 30 June 2025	<u>(563,140)</u>	<u>(157,050)</u>

Accounting policy

Deferred tax assets and liabilities are recognised for deductible and temporary differences where considered material. Deferred tax assets in respect of unused tax losses are only recognised to the extent it is probable that a taxable profit will be available against which deductible temporary differences and carried forward tax losses can be utilised if material.

The carrying amount of deferred income tax assets is reviewed at each balance date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability settled, based on the tax rates (and tax law) that have been enacted or substantively enacted at the statement of financial position date.

Notes to the financial statements

For the year ended 30 June 2025

13 Trade and other payables

	2025	2024
	\$	\$
Current		
Trade payables	837,237	884,439
GST payable	62,475	99,315
	<u>899,712</u>	<u>983,754</u>

Accounting policy

Trade and other payables, including accruals, are non-interest bearing and are generally due for payment within 30 days of the invoice date.

14 Financial liabilities**Current***Secured*

Bank loans (i)	- expected to be repaid within one year	420,000	420,000
	- expected to be repaid after one year	3,520,000	3,940,000
Other loans (ii)		361,740	408,763
Total secured financial liabilities		<u>4,301,740</u>	<u>4,768,763</u>

Unsecured

Loans from related parties	-	70,633
Total unsecured financial liabilities	-	70,633
	<u>4,301,740</u>	<u>4,839,396</u>

Non-current*Secured*

Other loans (ii)	269,117	394,428
Total secured financial liabilities	<u>269,117</u>	<u>394,428</u>

(i) Secured liabilities

The bank loans and undrawn facilities are secured by the following:

- First Registered Mortgage over 50-58 Hanbury Street, Mayfield, NSW
- General security agreement over all present and after acquired property
- First Registered Mortgage over properties held at:-
 - 203/26 Baker Street, Mayfield NSW 2305
 - 204/30 Baker Street, Mayfield NSW 2305
 - 103/26 Baker Street, Mayfield NSW 2305
 - 101/26 Baker Street, Mayfield NSW 2305
 - 104/26 Baker Street, Mayfield NSW 2305
 - 106/30 Baker Street, Mayfield NSW 2305

The Company has unused facilities from the bank of \$601,729 relating to asset finance and \$35,000 in relation to the loan facility. The loan facility is for an amount of \$3,975,000 and the carrying amount of this loan is \$3,975,000 (2024:\$4,360,000). This loan is repayable in monthly instalments of \$35,000 per month, has a maturity date of 1 March 2026 and bears an interest rate of 6.8%.

(ii) Other secured liabilities

The other loans are secured by a fixed charge over the specific assets that are financed.

Accounting policy

Financial liabilities are initially recognised at fair value, net of transaction costs incurred. Borrowing costs are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of profit or loss and other comprehensive income over the period of the borrowings using the effective interest rate method.

Financial liabilities are classified as non-current liabilities if the Company has right at the end of the reporting period to defer settlement of the liability for at least 12 months after the reporting period.

Notes to the financial statements

For the year ended 30 June 2025

15 Provisions

	2025	2024
	\$	\$
Current		
Employee entitlements (i) & (ii)	311,089	439,110
Other provisions	18,742	8,694
	<u>329,831</u>	<u>447,804</u>
Non-current		
Employee entitlements (ii)	16,973	11,264
	<u>16,973</u>	<u>11,264</u>

Accounting policy**(i) Annual leave**

Liabilities for annual leave expected to be settled within 12 months of the reporting date, are recognised in the provision for employee benefits in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Any annual leave expected to be settled beyond 12 months of the reporting date is measured at the present value of expected future payments.

(ii) Long service leave

The liabilities for long service leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period. Consideration is given to expected future wage levels and period of service. Discount rates of the Australian bond rates matching the estimated future cash outflows have been used.

16 Other liabilities**Current**

Contract liabilities - deposits held	62,900	62,900
Contract liabilities - other	95,354	83,431
	<u>158,254</u>	<u>146,331</u>

Accounting policy

Revenues received in advance are recorded as a contract liability if they are in relation to contracts with customers under AASB 15 and recognised as revenue when they are earned in future periods. Other revenue received in advance that is not covered by AASB 15 is recorded as other liabilities and is recognised as revenue when they are earned in future periods.

17 Commitments**(i) Capital Commitments**

Acquisition of rental properties	-	1,998,000
Restaurant renovation	200,000	-
	<u>200,000</u>	<u>1,998,000</u>

18 Contingent liabilities

Bank guarantee substituting for a security deposit for TAB facilities	<u>5,000</u>	<u>5,000</u>
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Mortality Fund

The Company conducts a mortality fund whereby each eligible member is entitled to have \$150 paid by the Company to his/her estate upon his/her death. No liability for this has been recognised in the financial statements, however at 30 June 2025 the Company's contingent commitment was \$8,400 (56 members) (2024: 75 members \$11,250). Payments to members are expensed in the year in which the payments are made.

Notes to the financial statements

For the year ended 30 June 2025

2025	2024
\$	\$

19 Related parties

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

(a) Key management personnel compensation

Total key management personnel benefits	322,447	366,348
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(b) Transactions with key management personnel

A short term unsecured loan of \$20,000 was provided to the Company and subsequently repaid during the year. There was no interest paid on this loan.

20 Remuneration of auditors*Auditor of the Company*

Audit of the financial statements	27,600	26,300
Other services - taxation compliance	4,900	4,700
Other services - consulting	19,560	14,870
Other services - stocktaking	-	1,500
	52,060	47,370

Mayfield Ex Services Club Limited

Consolidated entity disclosure statement

For the year ended 30 June 2025

Mayfield Ex Services Club Limited is not required by Australian Accounting Standards to prepare consolidated financial statements.

Accordingly, in accordance with subsection 295 (3A) of the *Corporations Act 2001*, no further information is required to be disclosed in this consolidated entity disclosure statement.

Directors' declaration


In the Directors' opinion:

- (a) the financial statements, notes and consolidated entity disclosure statement set out on pages 7 to 22 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards - Simplified Disclosures, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the Company's financial position as at 30 June 2025 and of its performance for the financial year ended on that date
- (b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
- (c) The consolidated entity disclosure statement required by subsection 295 (3A) of the *Corporations Act 2001* is true and correct.

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



Damien Horan - Director



Darryl Kerr - Director

Dated: 26 August 2025
Mayfield, NSW

Independent auditor's report to the members of Mayfield Ex Services Club Limited

Opinion

We have audited the financial report of Mayfield Ex Services Club Limited (the Company) which comprises the statement of financial position as at 30 June 2025, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements, including a summary of material accounting policies, the consolidated entity disclosure statement, and the Directors' declaration.

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

- (i) giving a true and fair view of the Company's financial position as at 30 June 2025 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for opinion

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

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

Emphasis of Matter - Material uncertainty related to going concern

We draw attention to Note 1(e) to the financial report, which indicates the Company's current liabilities exceeded its current assets by \$5,260,670. As stated in Note 1(e), this indicates a material uncertainty exists that may cast doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2025, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing further to report in this regard.

Responsibilities of the Directors for the financial report

The Directors of the Company are responsible for the preparation of:

- a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the *Corporations Act 2001*; and
- b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*; and

for such internal control as the directors determine is necessary to enable the preparation of:

- (i) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- (ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

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

Matters relating to the electronic presentation of the audited financial report

The auditor's report relates to the financial report of the Company for the year ended 30 June 2025 included on the Company's web site. The Company's Directors are responsible for the integrity of the Company's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

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Auditor's responsibilities for the audit of the financial report (continued)

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Kirsty Porteous - Partner



Pitcher Partners NH Partnership
Chartered Accountants

29 August 2025

Newcastle West, NSW

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