



**Pelican Flats RSL Sub-Branch Club
Ltd**

ABN 34 000 971 022

Financial Statements

For the Year Ended 31 December 2025

Pelican Flats RSL Sub-Branch Club Ltd

ABN 34 000 971 022

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For the Year Ended 31 December 2025

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Pelican Flats RSL Sub-Branch Club Ltd

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Directors' Report 31 December 2025

The directors present their report on Pelican Flats RSL Sub-Branch Club Ltd for the financial year ended 31 December 2025.

Information on directors

The names, qualifications, experience and special responsibilities of each person who has been a director during the year and to the date of this report are:

Mr Robert Hoogwerf	President Director since 2002 Locksmith
Ms Tracey Harrison	Vice President Director since 2018 Partner in All Duct Cleaning
Mr Ian Wheeler	Director Director since 1992 Business Proprietor
Mr Brian Austen	Director Director since 2016 Retired
Mr Mark Baggs	Director Director since 2020 Retired
Mrs Joanne Duffin	Director Director since 2022 Warehouse Manager
Mr Ray Linter	Director Director since 2024 Bricklayer

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

Mr Robert Hoogwerf was appointed as Director of the Club since 2002, and has been the Company Secretary of the Club since 2018.

Principal activities

The principal activity of Pelican Flats RSL Sub-Branch Club Ltd during the financial year was to run the Club in accordance with its objectives for the benefits of its members. No significant changes in the nature of the Club's activity occurred during the financial year.

Pelican Flats RSL Sub-Branch Club Ltd

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Directors' Report 31 December 2025

Short and long term objectives

The Club's short and long term objectives are to:

- provide, establish, and maintain excellent quality facilities and amenities for members of the Club and their guests;
- provide an efficient and effective delivery of services which is responsive to our members' needs;
- provide positive contributions towards the community's growth and development;
- sustain growth and profitability, the Club is committed to exceeding members' expectations by providing excellent quality practices in all areas of its involvement within the service industry;
- at all times to meet our objectives for Responsible Service of Alcohol and Responsible Gaming Practices within the Club and the Community, as per legislation; and
- continue to set the standards within the industry by providing the latest in Gaming Device technology for members.

Strategy for achieving the objectives

To achieve these objectives, the Club has adopted the following strategies the strategy of maintaining or increasing existing revenue levels and controlling costs to operate profitably. This will allow the Club's premises to be continuously improving.

Performance measures

The Club measures its objectives through financial and non-financial key performance indicators that have been determined as relevant to the club industry.

Members' guarantee

Pelican Flats RSL Sub-Branch Club Ltd is a company limited by guarantee and incorporated under the Corporations Act 2001. If the Club is wound up, the constitution states that each member is required to contribute a maximum of \$5 each towards meeting any outstanding obligations of the Club.

At 31 December 2025 the total amount that members of the Club are liable to contribute if the Club wound up is \$18,730 (2024: \$27,190)

Core and non-core property

Pursuant to Section 41E(5) of the Registered Clubs Act 1976 (NSW) for the financial year ended 31 December 2025, the following land and buildings are considered to be core and non-core property:

Core - Club house situated at 1/5 Piriwal Street Pelican and car park at 2/4 Piriwal Street Pelican NSW 2281

Non-Core - Land and buildings situated at 9, and 13 Piriwal Street Pelican NSW 2281.

Pelican Flats RSL Sub-Branch Club Ltd

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Directors' Report
31 December 2025

Meetings of directors

During the financial year, 12 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Mr Robert Hoogwerf	12	11
Mr Ian Wheeler	12	11
Mr Brian Austen	12	11
Ms Tracey Harrison	12	10
Mr Mark Baggs	12	11
Mrs Joanne Duffin	12	10
Mr Ray Linter	12	12

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 December 2025 has been received and can be found on page 4 of the financial report.

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

Director:
Mr Robert Hoogwerf

Director:
~~Mr Ian Wheeler~~
Mrs Tracey Harrison

Dated 23 March 2026

Pelican Flats RSL Sub-Branch Club Ltd

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Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Pelican Flats RSL Sub-Branch Club Ltd

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2025, there have been:


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




Joshua Comyns
Director
goodCOM Audit & Assurance

23 March 2026

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Pelican Flats RSL Sub-Branch Club Ltd

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**Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 31 December 2025**

		2025	2024
	Note	\$	\$
Revenue	3	4,268,513	4,536,818
Other income	3	759,025	418,441
Bar cost of goods sold		(465,206)	(512,867)
Bar direct expenses		(364,402)	(367,106)
Cafe cost of goods sold		(321,210)	(410,231)
Cafe direct expenses		(454,675)	(476,011)
Members amenities		(752,823)	(794,014)
Administrative expenses		(1,129,708)	(1,107,088)
Rental operations		(198,232)	(19,773)
Gaming direct expenses		(576,889)	(592,652)
Clubhouse expenses		(499,527)	(679,488)
Finance expenses	4	(10,690)	(15,567)
Profit before income tax		254,176	(19,538)
Income tax expense	5	(91,635)	25,563
Profit for the year		162,541	6,025
Other comprehensive income for the year		-	-
Total comprehensive income for the year		162,541	6,025

The accompanying notes form part of these financial statements.

Pelican Flats RSL Sub-Branch Club Ltd

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**Statement of Financial Position
As At 31 December 2025**

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	1,124,314	468,566
Trade and other receivables	7	-	337
Inventories	8	53,015	39,155
Other assets	9	100,148	102,387
TOTAL CURRENT ASSETS		1,277,477	610,445
NON-CURRENT ASSETS			
Right-of-use assets	10	4,611	5,931
Property, plant and equipment	11	2,275,672	2,538,264
Intangible assets	12	404,388	404,388
Investment properties	13	2,425,000	2,640,000
Deferred tax assets	14	92,026	160,048
TOTAL NON-CURRENT ASSETS		5,201,697	5,748,631
TOTAL ASSETS		6,479,174	6,359,076
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	15	210,566	194,195
Borrowings	16	80,503	117,937
Provisions	17	112,591	92,496
Other liabilities	18	88,648	86,991
TOTAL CURRENT LIABILITIES		492,308	491,619
NON-CURRENT LIABILITIES			
Deferred tax liabilities	14	413,388	389,774
Borrowings	16	71,540	143,566
Provisions	17	102,332	101,054
Other liabilities	18	11,629	7,627
TOTAL NON-CURRENT LIABILITIES		598,889	642,021
TOTAL LIABILITIES		1,091,197	1,133,640
NET ASSETS		5,387,977	5,225,436
EQUITY			
Retained earnings		5,387,977	5,225,436
TOTAL EQUITY		5,387,977	5,225,436

The accompanying notes form part of these financial statements.

Pelican Flats RSL Sub-Branch Club Ltd

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**Statement of Changes in Equity
For the Year Ended 31 December 2025**

2025

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2025	5,225,436	5,225,436
Profit for the year	162,541	162,541
Balance at 31 December 2025	<u>5,387,977</u>	<u>5,387,977</u>

2024

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2024	5,219,411	5,219,411
Profit for the year	6,025	6,025
Balance at 31 December 2024	<u>5,225,436</u>	<u>5,225,436</u>

The accompanying notes form part of these financial statements.

Pelican Flats RSL Sub-Branch Club Ltd

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Statement of Cash Flows
For the Year Ended 31 December 2025

	2025	2024
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	4,766,942	5,240,503
Payments to suppliers and employees	(4,916,696)	(4,942,781)
Rent received	111,810	111,246
Interest paid	(10,690)	(15,567)
Net cash provided by/(used in) operating activities	<u>(48,634)</u>	<u>393,401</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(76,158)	(380,561)
Proceeds from sale of investment property	890,000	-
Net cash provided by/(used in) investing activities	<u>813,842</u>	<u>(380,561)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of borrowings	(109,460)	(129,605)
Payment of lease liabilities	-	(145,501)
Net cash provided by/(used in) financing activities	<u>(109,460)</u>	<u>(275,106)</u>
Net increase/(decrease) in cash and cash equivalents held	655,748	(262,266)
Cash and cash equivalents at beginning of year	468,566	730,832
Cash and cash equivalents at end of financial year	6 <u>1,124,314</u>	<u>468,566</u>

The accompanying notes form part of these financial statements.

Pelican Flats RSL Sub-Branch Club Ltd

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Notes to the Financial Statements

For the Year Ended 31 December 2025

The financial report covers Pelican Flats RSL Sub-Branch Club Ltd as an individual entity. Pelican Flats RSL Sub-Branch Club Ltd is a for-profit Club limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Pelican Flats RSL Sub-Branch Club Ltd is Australian dollars.

The financial report was authorised for issue by the Directors on 23 March 2026.

Comparatives are consistent with prior years, unless otherwise stated.

The Club is an entity to which ASIC Corporations Instrument 2016/191 applies and, accordingly amounts in the financial statements and Directors' Report have been rounded to the nearest dollars.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures, other authoritative pronouncements of the Australian Accounting Standards Board, and the Corporations Act 2001.

The financial report has been prepared on an accrual basis and is based on historical costs, except for investment properties which have been measured at fair value. The financial report is presented in Australian dollars.

Material accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting period unless otherwise stated.

1 Material Accounting Policy Information

(a) Revenue and other income

The Club 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 Club is or expects to be entitled in exchange for those goods or services.

The Club 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 Club considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Club have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Specific revenue streams

Food and 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.

Pelican Flats RSL Sub-Branch Club Ltd

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Notes to the Financial Statements

For the Year Ended 31 December 2025

1 Material Accounting Policy Information

(a) Revenue and other income

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.

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.

Raffle and bingo revenue

Raffle and bingo revenue 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.

Rental revenue - operations

Rental revenue 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.

Other revenue

The Club recognises other revenue at a point in time when the performance obligation has been satisfied.

Other income

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 Club recognises rental income on a straight line basis with reference to the applicable CPI increases, discount rates and any relevant rental incentives.

Interest income

Interest income is recognised on an accruals basis.

Government stimulus funding

The Club recognises stimulus funding from the Australian Taxation Office when it is considered to be receivable.

Change in fair value of investment properties

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

Pelican Flats RSL Sub-Branch Club Ltd

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Notes to the Financial Statements

For the Year Ended 31 December 2025

1 Material Accounting Policy Information

(a) Revenue and other income

Gain on disposal of fixed assets

The Club recognised gains and losses on disposal of property, plant and equipment by comparing proceeds received on sale with the carrying amount of the asset being sold.

Lease concession benefit

The Club recognises lease repayment concessions when they are formally given from the lessor. The benefit in the current year was a result of the lessor providing concessions to the Club as a result of Covid-19.

Recoveries income

Recoveries income is recognised on an accruals basis.

(b) Income Tax

The Income Tax Assessment Act 1936 (amended) provides that under the concept of mutuality. Clubs are only liable for income tax on income derived from non-members and from outside entities.

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

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises current income tax expense plus deferred tax expense.

(c) Inventories

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

Inventories acquired at no cost, or for nominal consideration are valued at the current replacement cost as at the date of acquisition, which is the deemed cost.

(d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, any accumulated depreciation and any impairment in value.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Club, commencing when the asset is ready for use.

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

Fixed asset class	Depreciation rate
Buildings	8-40 years
Plant and Equipment	3-15 years

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Notes to the Financial Statements

For the Year Ended 31 December 2025

1 Material Accounting Policy Information

(e) Financial instruments

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

The Club's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Impairment of financial assets

Trade receivables

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Club renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Financial liabilities

The financial liabilities of the Group comprise trade payables, bank and other loans and lease liabilities.

(f) Impairment of non-financial assets

At the end of each reporting period the Club determines whether there is evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

(g) Intangible assets

Poker machine entitlements are intangible assets acquired separately and are capitalised at cost, the useful lives of these intangible assets are assessed to be indefinite. These are tested for impairment annually or whenever there is an indication that the intangible asset may be impaired.

The value shown for the poker machine entitlements, being their cost plus transaction costs, were tested for impairment having regard to the market value of such entitlements and the cash flow generated from holding these assets, with no impairment loss adjustment required.

Pelican Flats RSL Sub-Branch Club Ltd

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Notes to the Financial Statements

For the Year Ended 31 December 2025

1 Material Accounting Policy Information

(h) Investment Properties

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, a market appraisal is obtained by the Club from external valuers each year.

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.

(i) Provisions

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.

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.

Provision for make good

The Club (lessee) is required to restore the leased premises which it occupies at the end of the lease term to the condition at the beginning of the lease subject to fair wear and tear. A provision has been recognised for the estimated expenditure required to meet the requirements of the lease in relation to "make good". These costs have been included in the calculation of the right-of-use assets and are amortised over the term of the lease.

(j) Deferred tax balances

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.

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Notes to the Financial Statements

For the Year Ended 31 December 2025

1 Material Accounting Policy Information

(k) Adoption of new and revised accounting standards

The Club has adopted all standards which became effective for the first time at 31 December 2025, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Club.

2 Critical Accounting Estimates and Judgments

Management is required to make judgements, estimates and assumptions about reported amounts of assets, liabilities, income and expenses that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods if the revision affects both current and future periods.

Judgements made by management that have significant effects on the financial statements and estimates with a significant risk of material adjustment in the next period are disclosed where applicable, in the relevant notes to the financial statements:

- Estimation of useful lives of non-current assets (notes 11 and 10) - The useful life of property, plant and equipment and right-of-use 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 useful life of poker machine entitlements classified as an intangible asset has been assessed as indefinite. There is uncertainty in relation to this assumption as it is based on current legislation and conditions attached to the entitlements. 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.
- Estimated fair value of investment properties (note 13) - the fair value of investment properties is estimated at each reporting date, based on independent assessments of the market value of the properties and the best available knowledge of current market prices. Estimation uncertainty exists and is related to the various assumptions used in determining the fair value.
- Estimation of provision for make good (note 17) - there is estimation uncertainty in relation to a number of components when assessing the measurement of the provision for make good including but not limited to the condition required to restore the premises to, the extent of assets required to be removed and the timing of the cash outflows to satisfy these. The current measurement of the provision for make good represents the Club's best estimate of these components.

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Notes to the Financial Statements For the Year Ended 31 December 2025

3 Revenue and Other Income

	2025	2024
	\$	\$
- Bingo & raffles	315,598	358,715
- Commission income	163,074	156,517
- Events & promotion	28,033	-
- Membership revenue	26,205	30,135
- Poker machine income	1,782,806	1,896,517
- Rent revenue - rental properties	72,048	70,948
- Sales bar & cafe	1,850,498	1,989,212
- Other revenue	30,251	34,774
	4,268,513	4,536,818
Other Income		
- Recoveries income	-	40,202
- Interest income	1,651	1,781
- Rent received - Club	39,762	40,298
- Gain on revaluation of investment properties	675,000	115,000
- Income from Clean Energy Scheme	42,612	221,160
	759,025	418,441

4 Result for the Year

The result for the year includes the following specific expenses:

Other expenses:		
Employee benefits expense	1,543,192	1,573,425
Depreciation and amortisation	340,071	501,229
Interest costs	10,690	15,567

5 Income Tax Expense

(a) Reconciliation of income tax expense to prima facie tax payable:

Operating profit/(loss) before income tax	254,176	(19,538)
Tax at the Australian tax rate 25% (2024: 25%)	63,544	(4,885)
Apportionment adjustment members income and expenses	99,406	37,946
Timing differences not brought to account	(97,380)	(32,923)
Movement in deferred tax balances	(91,635)	(25,563)
Recoupment of tax losses	(65,570)	(138)
Income tax expense	(91,635)	(25,563)

Pelican Flats RSL Sub-Branch Club Ltd

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**Notes to the Financial Statements
For the Year Ended 31 December 2025**

6 Cash and Cash Equivalents

	2025	2024
	\$	\$
Cash at bank and in hand	524,314	468,566
Short-term deposits	600,000	-
	<u>1,124,314</u>	<u>468,566</u>

7 Trade and other receivables

Trade receivables	-	337
	<u>-</u>	<u>337</u>

8 Inventories

Stock on hand - bar	38,617	28,817
Stock on hand - cafe	14,398	10,338
	<u>53,015</u>	<u>39,155</u>

9 Other Assets

Prepayments	65,099	60,652
TAB Deposits	5,000	5,000
Other receivables	30,049	36,735
	<u>100,148</u>	<u>102,387</u>

10 Right-of-use assets

	Poker machines \$	Club land and buildings \$	Total \$
Year ended 31 December 2025			
Balance at beginning of year	5,931	-	5,931
Depreciation charge	(1,320)	-	(1,320)
Balance at end of year	<u>4,611</u>	<u>-</u>	<u>4,611</u>

	Poker machines \$	Club land and buildings \$	Total \$
Year ended 31 December 2024			
Balance at beginning of year	7,251	149,430	156,681
Depreciation charge	(1,320)	(149,430)	(150,750)
Balance at end of year	<u>5,931</u>	<u>-</u>	<u>5,931</u>

Pelican Flats RSL Sub-Branch Club Ltd

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**Notes to the Financial Statements
For the Year Ended 31 December 2025**

11 Property, plant and equipment

	2025	2024
	\$	\$
Buildings		
At cost	3,669,463	3,659,585
Accumulated depreciation	(2,454,273)	(2,369,624)
Total buildings	<u>1,215,190</u>	<u>1,289,961</u>
PLANT AND EQUIPMENT		
Capital works in progress		
At cost	<u>210,214</u>	185,347
Total capital works in progress	<u>210,214</u>	<u>185,347</u>
Plant and equipment		
At cost	1,990,704	1,981,169
Accumulated depreciation	(1,434,066)	(1,334,655)
Total plant and equipment	<u>556,638</u>	<u>646,514</u>
Motor vehicles		
At cost	173,291	173,291
Accumulated depreciation	(135,321)	(124,106)
Total motor vehicles	<u>37,970</u>	<u>49,185</u>
Air Conditioning		
At cost	142,580	142,580
Accumulated depreciation	(134,868)	(130,835)
Total office equipment	<u>7,712</u>	<u>11,745</u>
Rental Property		
At cost	95,824	95,824
Accumulated depreciation	(67,979)	(64,101)
Total Rental property	<u>27,845</u>	<u>31,723</u>
Poker machines		
At cost	1,931,427	1,929,249
Accumulated depreciation	(1,711,324)	(1,605,460)
Total Poker machines	<u>220,103</u>	<u>323,789</u>
Total plant and equipment	<u>1,060,482</u>	<u>1,248,303</u>
Total property, plant and equipment	<u>2,275,672</u>	<u>2,538,264</u>

Pelican Flats RSL Sub-Branch Club Ltd

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**Notes to the Financial Statements
For the Year Ended 31 December 2025**

11 Property, plant and equipment

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Capital Works in Progress	Buildings	Plant and Equipment	Motor Vehicles
	\$	\$	\$	\$
Year ended 31 December 2025				
Balance at the beginning of year	185,347	1,289,961	646,514	49,185
Additions	24,867	9,878	9,535	-
Depreciation expense	-	(84,649)	(99,411)	(11,215)
Balance at the end of the year	210,214	1,215,190	556,638	37,970
	Air Conditioning	Rental Property	Poker machines	Total
	\$	\$	\$	\$
Year ended 31 December 2025				
Balance at the beginning of year	11,745	31,723	323,789	2,538,264
Additions	-	-	31,878	76,158
Depreciation expense	(4,033)	(3,878)	(135,564)	(338,750)
Balance at the end of the year	7,712	27,845	220,103	2,275,672

12 Intangible Assets

	2025	2024
	\$	\$
Poker machine entitlements	404,388	404,388

13 Investment Properties

At fair value

	2025	2024
Balance at beginning of year	2,640,000	2,525,000
Disposals	(890,000)	-
Net gain / (loss) from fair value adjustment	675,000	115,000
	2,425,000	2,640,000

A market valuation was performed by Newstreet Agency as at 31 December 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. 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.

Pelican Flats RSL Sub-Branch Club Ltd

ABN 34 000 971 022

**Notes to the Financial Statements
For the Year Ended 31 December 2025**

14 Tax assets and liabilities

	2025	2024
	\$	\$
Deferred Tax Asset		
Provisions	7,345	6,615
Other	7,152	3,255
Carried forward tax losses	21,162	86,593
Depreciation	56,367	63,585
Total	<u>92,026</u>	<u>160,048</u>

Deferred Tax Liability		
Investment properties	411,259	387,776
Other	2,129	1,998
Total	<u>413,388</u>	<u>389,774</u>

15 Trade and Other Payables

Trade payables	58,121	43,435
GST payable	53,338	48,995
Accrued expenses	99,107	101,765
	<u>210,566</u>	<u>194,195</u>

16 Borrowings

CURRENT		
Bank loans	17,995	17,998
Credit card	6,549	7,495
Insurance loan	31,207	30,866
Poker machine loan	24,752	61,578
Total current borrowings	<u>80,503</u>	<u>117,937</u>
NON-CURRENT		
Bank loans	71,540	143,566
Total non-current borrowings	<u>71,540</u>	<u>143,566</u>
Total borrowings	<u>152,043</u>	<u>261,503</u>

(a) Bank loans and credit card

The credit card, investment properties and outdoor area loans are secured by a registered first mortgage over the properties at 7, 9, 9A, and 13 Piriwal Street, Pelican and a mortgage debenture over assets owned by the Club.

(b) Other finance liabilities

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

Pelican Flats RSL Sub-Branch Club Ltd

ABN 34 000 971 022

Notes to the Financial Statements For the Year Ended 31 December 2025

17 Provisions

	2025	2024
	\$	\$
CURRENT		
Annual leave	32,086	34,145
Long service leave	35,943	25,270
Jackpots	44,562	33,081
	<u>112,591</u>	<u>92,496</u>
NON-CURRENT		
Long service leave	2,332	1,054
Provision for make good	100,000	100,000
	<u>102,332</u>	<u>101,054</u>

18 Other Liabilities

CURRENT		
Gaming Tax Rebate	7,158	7,158
Subscription in advance	5,835	10,331
Other liabilities	75,655	69,502
	<u>88,648</u>	<u>86,991</u>
NON-CURRENT		
Subscription in Advance	11,629	7,627
	<u>11,629</u>	<u>7,627</u>

19 Members' Guarantee

The Club is incorporated under the *Corporations Act 2001* and is a Club limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of \$5 each towards meeting any outstandings and obligations of the Club. At 31 December 2025 the number of members was 3,746.

20 Key Management Personnel Remuneration

The total remuneration paid to key management personnel of the Club is \$147,528 (2024: \$ 181,346).

21 Auditors' Remuneration

Audit and review of financial statements	13,200	12,600
Total	<u>13,200</u>	<u>12,600</u>

Pelican Flats RSL Sub-Branch Club Ltd

ABN 34 000 971 022

Notes to the Financial Statements

For the Year Ended 31 December 2025

22 Contingencies

The Club conducts a mortality fund whereby each eligible member is entitled to have \$300 paid by the Club to his/her estate upon his/her death. No liability for this has been recognised in the financial statements, however at 31 December 2025 the Club's contingent commitment was \$12,300 (41 members) (2024: \$14,400). Payments to members are taken up as an expense in the year which the payments are made.

23 Related Parties

Key management personnel - refer to Note 20.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Transactions with other related parties under normal terms and conditions:

Ian Wheeler (Director) provided raffle and bistro supplies to the Club	197,339	172,752
Tracey Harrison (Director) provided flue canopy cleaning services to the Club	6,974	7,865
Total	204,313	180,617

24 Events after the end of the Reporting Period

The financial report was authorised for issue on 23 March 2026 by the Board of Directors.

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

25 Statutory Information

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

Pelican Flats RSL Sub-Branch Club Ltd
1 Piriwal St
Pelican NSW 2281

Pelican Flats RSL Sub-Branch Club Ltd

ABN 34 000 971 022

Directors' Declaration

The directors of the Club declare that:

1. The financial statements and notes, as set out on pages 5 to 21, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Simplified Disclosures; and
 - b. give a true and fair view of the financial position as at 31 December 2025 and of the performance for the year ended on that date of the Club.
2. In the directors' opinion, there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.

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

Director
Mr Robert Hoogwerf

Director
Mr Ian Wheeler

Dated 23 March 2026

Pelican Flats RSL Sub-Branch Club Ltd

Independent Audit Report to the members of Pelican Flats RSL Sub-Branch Club Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Pelican Flats RSL Sub-Branch Club Ltd (the Club), which comprises the statement of financial position as at 31 December 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, and notes to the financial statements, including a summary of material accounting policies, and the directors' declaration.

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

- (i) giving a true and fair view of the Club's financial position as at 31 December 2025 and of its financial performance for the year 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Directors for the Financial Report

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

In preparing the financial report, the directors are responsible for assessing the Club'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 Club or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 the financial report.

Pelican Flats RSL Sub-Branch Club Ltd

Independent Audit Report to the members of Pelican Flats RSL Sub-Branch Club Ltd

Auditor's Responsibilities for the Audit of the 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 Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club'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 Club 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.



Joshua Comyns
Director
goodCOM Audit & Assurance

Maryville, NSW
23 March 2026

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