



2021-2022

ANNUAL REPORT



Acknowledgement to Country

Club Central acknowledges the Traditional custodians of the land on which our venues are located in Hurstville and Menai, the Bidjegal and Dharawal people. Club Central acknowledges the Aboriginal and Torres Strait Islander people and communities and pays respect to Elders past, present and emerging.



ABOUT	<p>05 ICC Group Directors</p> <p>06 Management Report</p> <p>08 President's Report</p> <p>12 Our Purpose, Mission & Values</p> <p>13 Celebrating Our History</p> <p>14 Our Year at a Glance</p> <p>16 ICC Group Senior Leadership Team</p>
OUR VENUES	<p>18 Club Central Hurstville</p> <p>19 Club Central Mendi</p> <p>20 Above 8 Rooftop Bar & Lounge</p> <p>21 Southern Sydney Event Centre</p> <p>22 Travelodge Hurstville</p> <p>23 Hotel Mountain Heritage</p> <p>24 Falls Luxury Apartments</p>
HIGHLIGHTS	<p>26 Our People</p> <p>27 Community Support</p> <p>29 Donations list</p> <p>30 Responsible Gaming</p> <p>32 The Gala Affair</p> <p>33 Looking to the Future</p>
GOVERNANCE	<p>36 Director's Report</p> <p>39 Lead Auditor's Independence Declaration</p> <p>40 Notice of Annual General Meeting</p>
FINANCIAL REPORTS	<p>43 Profit or Loss and Other Comprehensive Income</p> <p>44 Statement of Financial Position</p> <p>45 Statement of Members' Funds</p> <p>46 Statement of Cash Flows</p> <p>47 Notes to the Financial Statements</p> <p>64 Directors' Declaration</p> <p>66 Independent Audit Report</p>

CONTENTS

CLUB DIRECTORS



BRIAN CLONEY
PRESIDENT

Brian has lived in the Sutherland Shire for over 30 years and has volunteered countless hours across community and sporting roles, including as a member of the Holy Family Church and Choir. Brian remains actively involved in community development through mentoring and supporting local sporting clubs, businesses, charities, churches and schools. He is a proud Ambassador for Beyond the Badge, a not-for-profit supporting former first responders. Professionally, Brian has over 30 years' experience in general management, sales and management consulting and mentoring across Australia and internationally. He is a Certified Speaking Professional and trainer. Brian joined Illawarra Catholic Club in 1997 and is a Life Member. He was elected as a Director in 2005, appointed Vice President in November 2009 and President in May 2016.



MARGARET STARKS
VICE PRESIDENT

Margaret has lived in Hurstville since 1985 and is a member of St Michael's Parish. She is passionate about the community and the many organisations and charities delivering services in the local area. Margaret played netball in the St George District and practised BJP Physical Culture for over 45 years, as well as volunteering for the clubs in secretarial and treasury roles. Margaret is a strong supporter of grassroots sport and was recognised with Life Membership of Kingsgrove Cricket Club. Professionally, Margaret worked in the Finance & Insurance industry for over 40 years across multiple disciplines. She has achieved industry qualifications for Business Analysis and IT Project Management and Senior Leadership qualifications from the Macquarie Graduate School of Management. Margaret joined Illawarra Catholic Club in 2008 and was elected as a Director in 2018. She was elected as Vice President in 2019.



KEVIN GREENE
DIRECTOR

Local to the Georges River Area for 52 years, Kevin was elected as inaugural Mayor of Georges River Council in 2017, serving until 2021. He remains a Councillor for Peakhurst Ward and is involved in many aspects of community life. A former teacher and Principal from 1981-1998, Kevin holds a Bachelor of Education and Diploma of Teaching. Kevin served as a Member of Parliament from 1999-2011 and was a Cabinet Minister from 2007-2011. He is a Director of Racing NSW and Cricket NSW, President and Life Member of St George District Cricket Club, Patron and Life Member of ICC Cricket Club and St George District Cricket Association. Kevin has been a Member of Illawarra Catholic Club since 1976 and is a Life Member. He served as a Director from 1989-2007 and was elected again in 2016. He is currently a Member of the Finance and Membership Committees and has previously served as Vice President and Chair of Finance from 1991-2005 and as President from 2005-2007.



BRIAN ROBERTS
DIRECTOR

Brian has lived in Lugarno for over 40 years. In 2018 he retired as the Regional Director of the Edmund Rice Education Australia (EREA) Eastern Region and member of the EREA National Leadership Team. Brian is a former Principal of Marist College, Kogarah; De La Salle College, Revesby; St Patrick's College, Strathfield and Christian Brothers, Lewisham. Brian has been a member of Illawarra Catholic Club since 1981 and is a Life Member. He was elected as a Director in July 2005 and served as Vice President from 2016 to 2019. He has been a Member of the Finance Committee since July 2005.



JOHN SAUNDERS
DIRECTOR

John was born and raised in the St George area, more recently calling the Sutherland Shire home. He is the CEO of Warren Saunders Insurance Brokers which has been family owned and operated for over 60 years. During his 30 plus years in the industry, John has received several accolades including the NIBA (National Insurance Brokers Association) Qualified Practising Insurance Broker of the year in 2003. Warren Saunders was named medium broker of the year in the Australian and New Zealand Institute of Insurance and Finance Awards for 2019 and 2021. John is an active member of the community, supporting a number of local charities and organisations notably Calvary Hospital and the Morris Children's Fund. John has fond memories of playing sport for the Illawarra Catholic Club in his youth and has been a member of the club for 13 years. He was elected Director in 2022.



STEVEN SIMPSON
DIRECTOR

Steve served in the Army from 1966–1988. He was formerly the Bluescope Steel National Safety Manager. Steve is actively involved in community life, a strong supporter of the Rural Fire Service and a long-time resident of Sutherland Shire. He served as a Councillor on Sutherland Shire Council from 1995 until 2021 and served as Mayor of Sutherland Shire in 2013/14 and 2020/21, and as Deputy Mayor in 1995/96 and 2004/05. He was Director of the Southern Sydney Waste Board from 1996–1999. Steve joined Illawarra Catholic Club in 1997 and is a Life Member. He is a member of the Finance Committee.



PHIL STANTON
DIRECTOR

Phil worked in the Finance industry for over 40 years. He has a long family association with the Illawarra Catholic Club, with his Father Jack Stanton (dec.) a Life Member who served 11 years as a Director. Phil has a Graduate Diploma in Financial Planning and has been a member of the ICC Cricket Club since 1968. Phil joined Illawarra Catholic Club in 1977 and has been a Director since November 2008. He has served as Chairman of the Company's Finance Committee since February 2018, is a member of the Audit & Risk Committee and the Building Committee.

MANAGEMENT REPORT



The 2021/22 financial year presented both challenges and opportunities for the ICC Group. Throughout the year our communities, families and workplaces were forced to find new ways to stay connected, be adaptable and resilient as our world continued to change and we all came to understand a new definition of 'normal' life.

I would like to begin by saying a sincere thank you to our members, community and business partners for your ongoing support. We began the financial year under a COVID lockdown with uncertainty about how the rest of 2021 would unfold. After reopening on 11 October, our Club operations continued to be impacted by COVID restrictions as well as a level of uncertainty that persisted even after restrictions were lifted.

Our teams pulled together to navigate the uncertain times in an inspiring way, working night and day to ensure that as soon as we were permitted to reopen, we were primed and ready.

In addition, whilst charting this challenging course, our team was also looking to the future to ensure our organisation was ready to continue growing and to take advantage of opportunities that have come to pass in the first half of 2022.

It's with all of this in mind that I present our operating results for the year ended 30 June 2022. The disruptions, restrictions and uncertainty that impacted our business, as well as our path to growth in early 2022 led to a loss for ICC Group of \$6,977,736 (2021: profit after tax \$12,335,677), after income tax of \$1,621,615, donations of \$691,979 and depreciation of \$7,680,000.

While the world changed around us, ICC Group underwent enormous change over the course of the year. Our team and our business grew from two Club venues into a complete hospitality group. This growth is part of our overarching strategy to develop and expand our hospitality footprint throughout Greater Sydney. As well as our existing Club venues and investment property portfolio, the ICC Group has grown significantly to encompass more food, beverage and accommodation businesses, presenting exciting opportunities now and into the future.

CELEBRATING OUR TRANSFORMATION

On 24 December, we received our occupation certificate for the new build at Club Central Hurstville signalling the completion of the largest renovation and extension project in Club Central's 60-year history.

Just as we had hoped, 2022 really did start with a bang. On 5 January, Central Cucina opened bringing delicious new dining options to our members and guests in the heart of Hurstville. With a fresh pasta and noodle bar, along with private dining and banqueting options, the menu draws on the best of French and Italian cuisine. To complete the experience are our vibrant specialty éclairs from our in-house pastry chefs.

Travelodge Hurstville opened soon after on 17 January, the first international hotel chain to open in Hurstville's bustling business district. Operated by TFE Hotels, the 124-room Travelodge offers smart, functional design and appeals to leisure travellers visiting Sydney and surrounds, those with friends or relatives in the plethora of surrounding public and private hospitals, or weekend warriors wanting to explore south of the city.

February was another massive month for the ICC team with Hurstville's first rooftop restaurant, bar and lounge, Above 8, opening on 2 February. Perched atop the Travelodge Hotel, Above 8's menu focuses on locally-sourced, quality ingredients. The combination of ambiance, views and stunning tastes provides an experience that's completely different to anything else in the area.

Just a few short weeks later, we hosted our first significant event in the expanded and renovated Southern Sydney Event Centre, our Gala Affair, which saw over 300 people invited to celebrate the grand opening of our completed project.

Guests were treated to a lavish French Provincial inspired event complete with a show stopping performance from surprise special guest, Guy Sebastian. We were also proud to donate \$100,000 to the Sebastian Foundation to support the Open Parachute mental health program to be delivered to over 3,500 children in the area.

ICC GROUP EXPANDS

We barely caught our breath from the completion of our Hurstville project when on 15 March 2022, ICC Group took ownership of two spectacular properties in the Blue Mountains, the heritage-listed Hotel Mountain Heritage in Katoomba and Falls Luxury Apartments in Wentworth Falls.

Ideally located in a world heritage destination, the Hotel Mountain Heritage is the perfect base to explore all that the Blue Mountains region has to offer. The Falls Luxury Apartments offers contemporary self-contained apartments just a leisurely stroll from Wentworth Falls' famous lookouts, waterfalls and walking tracks. After two years of travel restrictions, the Blue Mountains community has welcomed us with open arms and we are thrilled to be the new custodians of these stunning properties.

MAKING WAVES AT GEORGES RIVER

In July 2021 Georges River 16Ft Sailing Club (GRSC) sought expressions of interest for an amalgamation partner.

ICC Group was successful in this process and on 27 January, ICC members voted unanimously in support of the amalgamation proposal. A vote by GRSC members followed on 10 April, giving the amalgamation the green light.

The process to transfer maritime and land leases is ongoing, however our teams have already commenced planning and working together to bring GRSC into the ICC Group family.

SUPPORTING OUR MEMBERS AND THE COMMUNITY

In 2021/22 our Club members again showed loyalty and dedication which we are so appreciative of. Membership for the 2020/21 financial year totaled 49,724, with 1,367 Perpetual Members and 17 Life Members. We thank all of our members for their continued patronage throughout the year.

Our commitment to giving back to our communities also continued through our ongoing Corporate Social Responsibility program. Club Central provided \$691,979 in financial grants, donations and sponsorships to local charities, community groups, sporting clubs and not-for-profits. Again this was only possible through the ongoing support of our members.

Our focus on domestic violence support services, education for children and young people and the health and wellbeing of our communities continued. Although our operations were considerably impacted, we were proud to continue our support of our major community partners including local medical research through our major strategic partnership with St George & Sutherland Medical Research Foundation. More detail on our community support and grant funding can be found on pages 27-29.

As always, we remain committed to encouraging and supporting local grassroots sport in the Georges River and Menai areas. We provided \$134,000 in financial grants to 34 local sporting clubs as well as more than \$28,000 of in-kind support.

SUPPORTING OUR PEOPLE

With another forced closure due to government COVID restrictions in the first quarter of 2021/22, we were acutely aware of the impact this had on our teams and we maintained contact, providing support and training opportunities as well as gift vouchers to assist our team with the costs of living in lockdown.

The remainder of the year presented other challenges as we approached the conclusion of our Hurstville project and the pace of our expansion increased. Again it was fantastic to see our team pull together and work towards a collective goal of growing our business.

The hospitality industry has been severely impacted over the past two years, but has shown such incredible resilience, as have our teams, in adapting, overcoming and working together. On behalf of the Board and Senior Leadership Team I express our thanks to the teams for their continued loyalty, patience and support.

LOOKING AHEAD

Despite a tough start to the financial year, we certainly finished on a high with new venues added to the ICC Group and our amalgamation with GRSC in progress.

Whilst firmly focused on what lies ahead, our entire team is conscious of a strong sense of history taken from the people and venues that join our journey along the way. We believe that the most important component of any hospitality venue are its people. This includes the team running these venues, as well as members, guests and visitors.

We also value our communities. With our growth, our communities have grown far larger than they were just a year ago. As our refreshed mission statement says we aim to make a positive difference by putting our communities at the heart of everything we do, every day. We will continue to do so not only through our Corporate Social Responsibility program, but also in the way we interact with our members and guests every day.

As we look ahead, our teams are working hard to ensure that the facilities, service and atmosphere of all of our new venues are attractive and welcoming to all. At the same time our commitment to our existing Club venues remains as steadfast as ever, as our team provides first class service and a local community gathering place.

In this, our 60th anniversary year for the Illawarra Catholic Club, I know I speak on behalf of the entire team when I say that we feel privileged to be entrusted with the job of guiding our business into the future.



PAUL RICHARDSON
CEO, ICC Group

PRESIDENT'S REPORT



In 2022 Illawarra Catholic Club celebrates a remarkable milestone – our 60th year of operations. It's a special time for all Club Central members as well as the teams we now call part of the ICC Group family, being part of an organisation that's has achieved such longevity.

It's therefore with great pride that I deliver the Annual Report and Financial Statements for the Illawarra Catholic Club as at 30 June 2022. The 2021/22 financial year delivered both challenges and celebrations. In all facets of our lives there was a consistent theme of change – globally, professionally and personally. With that change, however, came enormous growth.

The COVID-19 pandemic has continued to impact not only the hospitality industry, but our lives in general. Several months of lockdowns meant our financial year started with the doors to our venues closed. Upon reopening, the momentum picked up, culminating in a second half of the financial year seeing the largest amount of growth in our 60-year history and setting an ambitious trajectory for the next 12 months

In 2021/22, the ICC Group returned a loss for ICC Group of \$6,977,736 (2021: profit after tax \$12,335,677), after income tax of \$1,621,615, donations of \$691,979 and depreciation of \$7,680,000.

I thank our Senior Leadership team, led by Chief Executive Officer, Paul Richardson, as well as our frontline and administration teams for the way in which they have navigated the testing times that continued to pervade the hospitality industry along with many others even after the lockdowns ceased.

It is also heartening to note the high standards of corporate governance, accountability and due diligence across all aspects of our operations throughout this time. Our team operates our business every day in line with the most stringent of principles whilst remaining committed to delivering experiences that exceed our members and guests' expectations.

SUPPORTING OUR COMMUNITIES

As we look back in our 60th year, I am proud to say that our significant Corporate Social Responsibility program can be traced back right to the origins of the ICC Group, which was established to help local families in the Hurstville area with the cost of Catholic education.

As the need for this financial support for education decreased, our Club looked further afield at where it could make a positive impact in providing assistance to those in need. This has continued without pause. Since the year 2000, ICC Group has made donations in excess of \$12.1 million dollars, including in excess of \$2.3 million between 2020 and 2022, during which time our operations were significantly impacted by COVID restrictions as well as closures totalling more than 6 months.

This is something that all members should be extremely proud of, as it is only through the ongoing support of members that we can continue to provide financial and in-kind support to those in need.

In 2022, we are proud to have donated \$691,979 to community groups, not-for-profits, charities, local schools and individuals doing great things for their community. This also includes sporting groups, that we have continued to back even during lockdowns to ensure that local grassroots sport remained for our communities.

SUPPORTING OUR MEMBERS

As so many would attest, the past two years have been a tumultuous time in our lives. What it has shown is the wonderful connection between our members and their club. Being in the hospitality industry, it was difficult to see our clubs and facilities closed to members during lockdowns. However, we were thrilled to welcome members back through the doors once these were over.

It's taken some time, but I feel that the end of the financial year has brought with it a return to more normal operations, as we learn to live with the changed world around us. On behalf of our team, I thank you for the messages of support provided throughout the difficult months. In return, we continue to work hard to ensure that we are providing members with the service and facilities that meet their expectations.

So many of our members become very familiar with our team, and therefore it is difficult when we lose someone who has been a regular face seen around the club. My sincere sympathies are extended to all of those who lost loved ones over the past 12 months, including the relatives and friends of our members. May they rest in peace.

OUR BUSINESS PERFORMANCE

As we moved past the difficulties experienced in the last six months of 2021, in the first half of 2022, our growth accelerated.

Undoubtedly the focus across the group over the past two years has been the major project at Hurstville. It was fantastic to see this come to a successful conclusion. Our Gala Affair grand opening in February was a particular highlight with the performance from Guy Sebastian.

As in previous years, Club Central Hurstville generated the largest

amount of our income, primarily through gaming. For the first time in many years, we have been able to provide more options for members with the opening of Central Cucina, our French and Italian inspired bistro. Imperial Dynasty remains popular for yum cha and a la carte dining and Niji Sushi has also been warmly embraced by members.

At Club Central Menai, we continued to support our local community. Once again we were called on to be an evacuation centre for displaced locals, however instead of fires, this time it was local flood victims. Social gatherings, events, shows and meals with friends and family at the Terrace Bistro were all welcomed back after the absence during the COVID lockdown.

Our events business underwent a rebrand in August 2021, as Southern Sydney Event Centre, to better reflect our new facilities at Hurstville and our capacity as a large-scale event and conferencing centre. Although the COVID restrictions were difficult to navigate in this part of the business, the second half of the financial year has seen this pick up.

In line with this the opening of the Travelodge Hotel Hurstville has opened up opportunities for guests wanting a conference venue with accommodation. The hotel has proven popular in its first months of operation with guests attracted to its high quality finishes, modern décor and affordable room rates.

Another addition to our portfolio of hospitality operations has been our spectacular rooftop bar and restaurant, Above 8 – located on the top floor of the Travelodge building adjoining our Club premises. It's a breath of fresh air for guests who alight the lifts and look out over Botany Bay and south to Cronulla, before sitting down to a signature cocktail or something from the wide ranging high quality menu.

This year I am pleased to be able to add our newest acquisitions to my report, which continue our pattern of growth. Hotel Mountain Heritage in Katoomba and Falls Luxury Apartments in Wentworth Falls. ICC Group officially took ownership in March 2022, however with just a few months left in the financial year, the outlook was extremely promising thanks to the ICC Group team as well as the existing teams at the properties.

In the first half of 2022, ICC Group entered a Memorandum of Understanding with Georges River 16Ft Sailing Club, after expressions of interest for an amalgamation were made in late 2021. Our teams are working on the amalgamation process and planning for the addition of this wonderful club facility to the ICC Group.

It's certainly an exciting time and a productive period of growth for our organisation. It's part of the Board's overarching strategy to progressively diversify our income away from a reliance on gaming over the last few years, which we will continue to focus on into the future.

YOUR BOARD

We have experienced some change in our Board over the course of this year, and I would like to take this opportunity to thank and congratulate outgoing Director of 13 years, Sandra Coogan. Sandra celebrated 50 years of ICC membership in August 2020

and provided a commendable example of commitment and connection to Club Central.

It was a pleasure to welcome a new Director in John Saunders, currently the CEO of Warren Saunders Insurance Brokers, who was born and raised in the St George area. John is an active member of the community, supporting a number of charities and organisations and we welcome him to the ICC Board.

I would also like to thank my fellow Directors for their leadership over the past 12 months as well as commend the strong relationship between the Board and Senior Leadership Team.

FINANCIAL REPORT

The ANNUAL REPORTS and associated FINANCIAL STATEMENTS for the financial year ended 30 June 2022 follow. These reports appear through pages 43 to 64 in inclusive. The major items of revenue and expenses are listed along with a comparison of the 2021 year.

	Hurstville 2022	Hurstville 2021	Menai 2022	Menai 2021
Gaming Net Revenue	21,137,506.00	27,700,384.00	8,155,178.00	10,651,567.00
Bar Sales	293,839.00	392,227.00	1,709,101.00	2,116,721.00
Food Sales	394,439.00	88,564.00	94,636.00	130,772.00
Other Income	771,223.00	249,750.00	630,048.00	232,569.00
	22,597,007.00	28,430,925.00	10,588,963.00	13,131,629.00
Wages	5,607,982.00	3,677,108.00	3,369,327.00	2,956,340.00
State Taxation	5,042,111.00	6,570,732.00	1,663,529.00	2,204,107.00
Cost of Goods Sold	330,439.00	201,432.00	581,882.00	753,287.00
Entertainment & Promotions	914,437.00	1,051,714.00	564,278.00	570,475.00
Depreciation/ Amortisation	2,804,158.00	2,103,233.00	1,681,050.00	1,709,376.00
Repairs & Replacements	619,092.00	551,176.00	384,297.00	404,967.00
Energy	283,093.00	189,014.00	178,499.00	215,583.00
Staff Amenities/ Training	170,228.00	127,991.00	109,624.00	94,789.00
Interest & Bank Charges	126,873.00	9,125.00	18,227.00	15,770.00
Cleaning	452,904.00	389,116.00	292,761.00	340,343.00
Insurance	262,545.00	208,346.00	193,086.00	183,535.00
Rates	65,541.00	72,144.00	34,392.00	36,155.00
Security	403,583.00	343,804.00	237,902.00	210,137.00

Superannuation	552,317.00	436,124.00	322,874.00	327,366.00
Other Expenses	4,563,843.00	4,439,198.00	1,647,858.00	1,825,342.00
	22,199,146.00	20,370,257.00	11,279,586.00	11,847,572.00
Operating Profit	397,861.00	8,060,668.00	-690,623.00	1,284,057.00

CONCLUSION

In this special year for Illawarra Catholic Club, it has been an honour to be part of this moment in time and to experience it along with my fellow directors, our talented team and our loyal members.

My thoughts often return to how our founding board members would have imagined the future of the ICC Group when they began the process of establishing it over 60 years ago. Could they have imagined how the Club would change in that time and the growth we would experience? Since inception, our membership has grown from just a few hundred members to almost 50,000 now and more soon to join that number when our amalgamation progresses. We've grown from one club into a true multi-site hospitality business across food, beverage, entertainment and accommodation. And throughout this growth we've continued to make a positive difference to the lives of our members and the wider communities we are part of.

In this diamond jubilee year, collectively we have many reasons to celebrate and much to be proud of.

On behalf of the Board of Directors, we thank you for your continued patronage of our venues. With your continued support we will be able to ensure that ICC Group remains a strong and successful organisation into the future.



BRIAN CLONEY

President



OUR PURPOSE, MISSION & VALUES

Purpose

TO CREATE POSITIVE EXPERIENCES






in all of our communities

Mission

TO MAKE A POSITIVE DIFFERENCE

by putting our communities at the heart of everything we do, every day

Values

	INTEGRITY	<p>This is a foundation of our character individually and as an organisation. We do what we say we're going to, when we say we will. We are honest in everything we do</p>
	RESPECT	<p>We recognise people's sense of worth, values and self-esteem. We treat people with respect and dignity regardless of their backgrounds or beliefs</p>
	TEAMWORK	<p>We benefit from the collective knowledge of our team and openly communicate and share knowledge, projects and ideas for the greater benefit of everyone</p>
	COMMUNITY	<p>We exist purely to serve the community. We ensure our business decisions have our community in mind and we support the people and communities we are part of</p>
	ACCOUNTABILITY	<p>Every employee is equally responsible for the success of the ICC Group. We can be relied upon to consistently deliver and provide great service by holding ourselves and others accountable</p>

CELEBRATING OUR HISTORY

The Illawarra Catholic Club first opened its doors on the corner of Crofts Avenue and Diments Lane in 1962, making 2022 a special Diamond Jubilee year – celebrating 60 years of service to the community and our members.

Initially established as a community club for Catholics in the area to assist young families with Catholic education fees, Illawarra Catholic Club has grown over the past 60 years to encompass much more.

As the membership base grew from 500 to where it stands in 2022 with over 49,000 members, so too did the need for bigger premises. In 1970, the Illawarra Catholic Club moved to Woodville Street where its success and membership continued to grow and new facilities were added for the comfort of members.

In November 1997 Illawarra Catholic Club opened a 'sister club' in the growing southern Sydney suburb of Menai, which provided the emerging community with a much-needed focal point. Only weeks after opening the Club Menai soon found itself a refuge for the many families devastated by the 1997 fires in the area. The Club continues to be a local gathering place today.

In 2009, Illawarra Catholic Club moved to its new premises at 2 Crofts Avenue, Hurstville. The development, costing \$44 million, was the cornerstone of the Club's drive to provide a sound financial basis to ensure the clubs could continue to honour the tradition of the founding members to support the community. Part of this move included a rebrand of the two venues to bring them together under the umbrella of Club Central.

A few years later, Club Central Menai underwent a \$12 million refurbishment creating the modern and stylish venue it remains today.

In 2017, the ICC Board again embarked on another ambitious renovation and expansion project to reaffirm Club Central Hurstville as a leading venue in southern Sydney and to forge a path to transform into a full-service hospitality group.

With sod turning in January 2019, the \$80 million project got underway on the site next door to the club building on Cross Street, Hurstville. After several years, including two COVID lockdowns, the occupation certificate for the renovated and expanded club and additional facilities was officially received on 24 December 2021.

In early 2022, ICC Group opened a spectacular rooftop bar, Above 8, an expanded function centre, Southern Sydney Event Centre, with capacity up to 1000 guests, as well as a western-style bistro, Central Cucina. In addition; the 124 room Travelodge Hotel was opened on 17 January 2022, providing the first hotel in the Hurstville area.

As the major construction and renovation project drew to a close at the end of 2021, more change was on the horizon for ICC Group. On 15 March 2022, ICC Group took ownership of two stunning properties in the Blue Mountains region, the heritage-listed Hotel Mountain Heritage in Katoomba, and Falls Luxury Apartments on the edge of the beautiful Wentworth Falls.

These acquisitions signal the start of an exciting new period of growth for ICC Group, diversifying to establish the group as a true hospitality organisation.

More change and planning is underway with an amalgamation proposal unanimously voted on by Club Central members on 27 January 2022, to join forces with Georges River 16ft Sailing Club. GRSC members added their support to the proposal on Sunday 10 April 2022. Work on the amalgamation process continues, with the ICC team as well as Club Central members looking forward to having another location open to members.



OUR YEAR AT A GLANCE



TEAM



Age range
18-74

51% Female
49% Male

Executive & Senior positions held by women - **45%**



Employees as at 30 June 2022

208 Club
45 Hotel

Full time - **101**
Permanent part time - **41**
Casual - **111**

52 employees with 5 years or more service

MEMBERS



49,724

Total number of members

50.25% Female
49.75% Male

Average member age

66

29.75%

live in 2234 postcode

Reward points awarded to members

\$15,165,582

Gift vouchers redeemed by members

\$532,858.89

MEMBER BENEFITS



740

meat trays raffled

\$216,810

in promotional prizes

275

Christmas hams won by members

Easter, Christmas and weekly meat raffles worth

\$34,500

209

kids attended school holiday activities

5

shows hosted
1455 tickets sold

BUSINESS



Number of visitors in 2020/21

217,254

Hurstville

200,825

Menai

134,194

schooners of beer served

8,486

cocktails served

3845

eclairs enjoyed at Central Cucina

5475 Facebook likes

2590 Instagram followers

212 WeChat fans

543

functions hosted in Southern Sydney Event Centre

SUSTAINABILITY



4 x 22kw EV chargers

were installed at Hurstville and Menai with free charging for members

Hurstville has increased the amount of recycled material by

9360kgs

over the last 12 months

The cost of landfill has been reduced by

52%

Menai solar is producing over

240 MWh

of electricity every year saving more than

280 tonnes

of CO2

ICC GROUP

Senior Leadership Team



PAUL RICHARDSON
CHIEF EXECUTIVE
OFFICER



COLLEEN PERRY
CHIEF FINANCIAL
OFFICER



CHRIS WHITE
CHIEF OPERATING
OFFICER



BEN WILLIAMSON
EXECUTIVE MANAGER
HUMAN RESOURCES



DAMIEN GROSSIER
EXECUTIVE MANAGER
FOOD & BEVERAGE
OPERATIONS



ALEXANDRA EYEARS
EXECUTIVE MANAGER
COMMERCIAL &
FUNCTIONS



KYLIE DI CESARE
EXECUTIVE MANAGER
COMMUNICATIONS &
COMMUNITY



MARK BUNYON
EXECUTIVE MANAGER
FACILITIES



ANTE KOVAC
EXECUTIVE MANAGER
GAMING



JOHN HEAD
GENERAL MANAGER
HURSTVILLE



SAE-HWAN KIM
GENERAL MANAGER
MENA



ROBERTS EJUBS
GENERAL MANAGER
HOTEL MOUNTAIN
HERITAGE & FALLS LUXURY
APARTMENTS

ABOVE
eight
bar + lounge



CLUB CENTRAL HURSTVILLE



After an extensive \$80 million renovation and expansion project which saw the creation of several new venues for members to enjoy and the diversification of the ICC Group's business, Club Central Hurstville has solidified its spot as the flagship venue within the Group.

Celebrating 60 years of service to the community in 2022, the club may look vastly different to its first iteration on the corner of Diments Lane and Crofts Avenue, however the ethos remains the same. Proud service to its members, making a difference in the community and providing a space for entertainment and leisure.

The venue features a new bistro – Central Cucina – with French and Italian influences, which opened on 5 January 2022. An expansive glass-fronted kitchen gives diners a sneak peek into just how the magic happens in the kitchen including the fresh house made pasta. The selection of French-inspired eclairs provides an unexpected but welcome sweet ending to every meal.

The new Stone Bar and Lounge with mega TV wall, as well as expanded entertainment areas also provides plenty of space for members and guests to enjoy relaxation and leisure time. This is in addition to one of the largest event spaces in Sydney – Southern Sydney Event Centre.



CLUB CENTRAL MENAI



ABOUT

First established in 1997, Menai is the mainstay of the local community. With strong ties to the local sporting community, the club provides considerable financial sporting grants and in-kind support as well as the annual Menai District Sports Awards to recognise local sporting talent.

A highlight in 2022 has been ongoing success of the Cocktail and Resin Classes, offering patrons the chance to learn how to make two cocktails from our list, as well as a resin cheeseboard. These classes continue to sell out, with over 300 participants in the 21/22 financial year.

Offering the Terrace Bistro and Café as well as function rooms, Club Central Menai also attracts significant crowds to shows and acts. As soon as COVID restrictions allowed, we brought back our popular shows with over 1400 patrons attending the likes of tribute bands including the Beatnix and Eagles as well as Dragon and local singer/songwriter, Craig Woodward as well as New Year's Eve with the Boys in the Band & Players in 2021/22.

In line with our mission of serving the local community we are part of, Club Central Menai was appointed as an official flood evacuation centre on 2 and 8 March and again on 7 April 2022. Becoming an active evacuation centre meant providing space for welfare officers from NSW Government as well as Police and health care workers also in attendance to assist any displaced residents. On 8 March, there were 13 evacuees who attended the club overnight from the Panania area with an additional 10 people the following day along with two dogs and a cat. In addition, the local SES teams out working attended the Club for meals over the two week flood activation period.



OUR VENUES

HIGHLIGHTS

GOVERNANCE

FINANCIAL REPORTS



ABOVE 8



Described as the jewel in the crown of the new building adjoining Club Central Hurstville, Above 8 was opened on 2 February 2022. It has quickly established a reputation for its high quality menu and an expansive wine and cocktails list.

Offering cosy indoor fireplaces in winter and a large outdoor terrace to make the most of the Australian summer, the floor to ceiling glass walls offer 180 degree views over Botany Bay and Cronulla. Upon alighting the lifts on level 9, guests are met with an elegant atmosphere above the hustle and bustle of the Hurstville CBD.

A well curated cocktail and wine list combined with top quality, locally sourced ingredients and a talented kitchen brigade produces a stunning experience. The menu offers a selection of shared plates, the opportunity to enjoy your own main, or even artisan hand stretched pizza.

Fast becoming a thriving hub for locals to take pleasure in something different, Above 8 is proving popular for lunch or dinner, and an exceptional choice for special events.



SOUTHERN SYDNEY EVENT CENTRE



The new Hurstville venue is a state-of-the-art, purpose-built event centre that is the largest in Southern Sydney. Extended, renovated and newly decorated in September 2021 with stylish contemporary finishes, Southern Sydney Event Centre Hurstville can host 10 to 1000 guests in a variety of spaces and configurations. Specialising in conferencing and large social events, the centre is supported by multiple restaurants, accommodation, gaming facilities and a rooftop lounge bar.

Southern Sydney Event Centre Menai boasts flexible spaces to suit small groups right up to 400 guests cocktail style or 300 in a banquet setting. Featuring a full-size stage, dressing rooms, private amenities, outdoor terrace and private bar, the auditorium suits a range of large events such as awards nights, product launches, weddings or corporate events.

In 2021/22, once COVID restrictions were relaxed, Southern Sydney Event Centre at Menai returned to business with plenty of events taking place from 11 October onwards.

Southern Sydney Event Centre at Hurstville was officially opened on 17 February 2022, with a Gala Dinner featuring a performance by Guy Sebastian – more details on page XX.



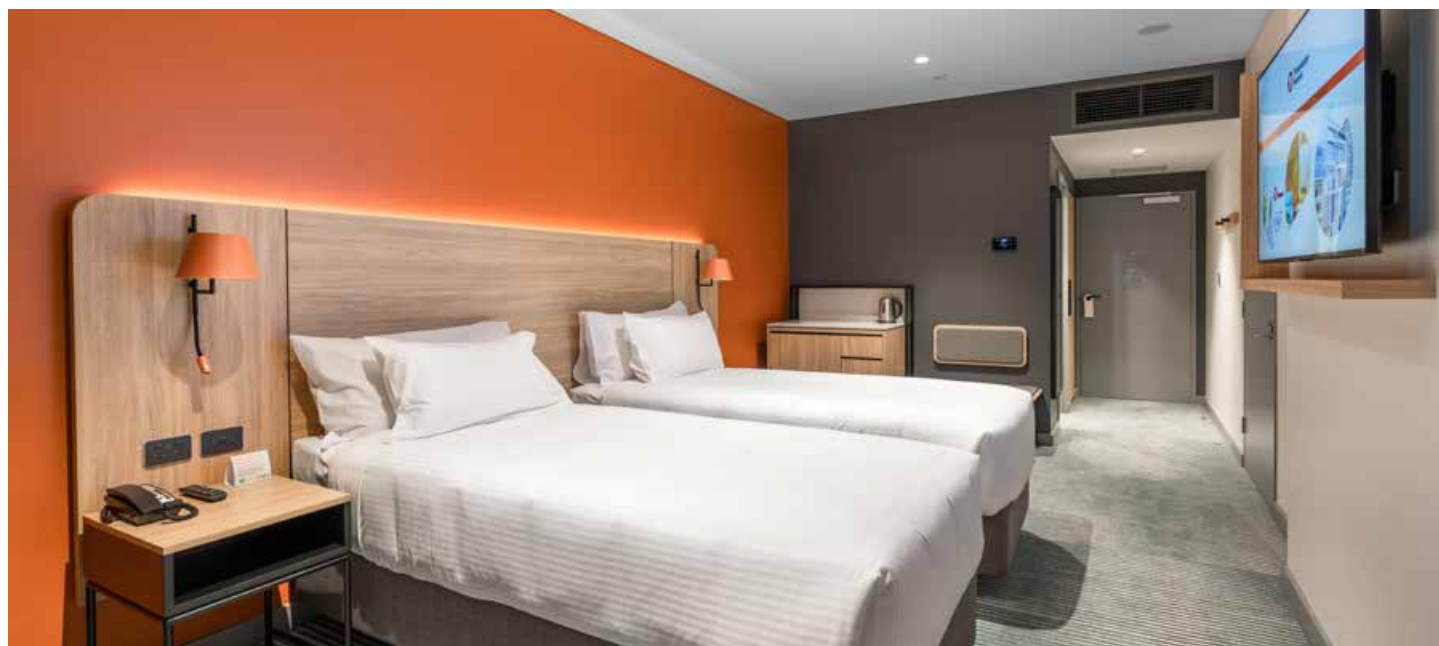
TRAVELODGE HURSTVILLE



Constructed as part of the \$80 million upgrade and extension to Club Central Hurstville, Travelodge Hurstville opened to guests on 17 January 2022.

Just 22 kilometres from the Sydney CBD, a stay in Hurstville allows you to take a step out of the city without missing out on great shopping, dining and events. Being just 7 kilometres from Sydney Airport, the convenience can't be beaten.

With 24-hour reception, on-site vehicle parking and laundry and dry-cleaning services, there are all the conveniences you need to enjoy a stay. In addition the lobby café provides a morning coffee fix and proximity to all that Club Central Hurstville and Above 8 offers means there is always something to do. Additionally conferencing and function guests utilising Southern Sydney Event Centre find the experience fuss free and convenient.



HOTEL MOUNTAIN HERITAGE

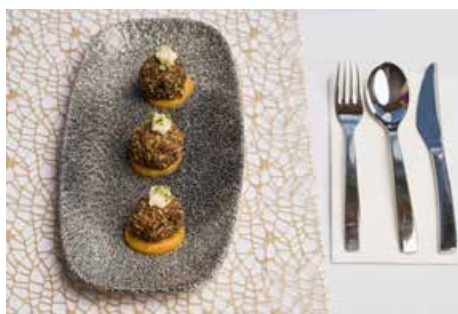
On Tuesday 15 March, ICC Group took ownership of two prestigious properties in the Blue Mountains. The first is a heritage-listed 43 room boutique hotel in Katoomba, the Hotel Mountain Heritage. The acquisitions not only add to ICC Group's property portfolio, but also expand ICC's horizons in the broader hospitality industry.

Comprising a mix of rooms, suites and villas, the Hotel Mountain Heritage has been in operation for over 100 years. Originally known as 'The California' it was built in 1908 by a wealthy Sydney businessman called Herbert Preston. Located just a stone's throw from Katoomba train station it has commanding views over the Jamison Valley.

The hotel has enjoyed many lives in its 100 plus year history and continues to stand proud as part of the Blue Mountains' community.

Known in the region as the home of the original Yulefest celebrations, which were established by previous owners to show some homesick Irish tourist a white Christmas in July in the mountains, the event has grown from strength to strength and been co-opted by other venues in the region.

Since taking over the hotel as part of an overarching strategy to diversify its business base, the ICC Group has pledged to continue honouring the important connections to community and heritage as one of the 'originals' in the mountain region.



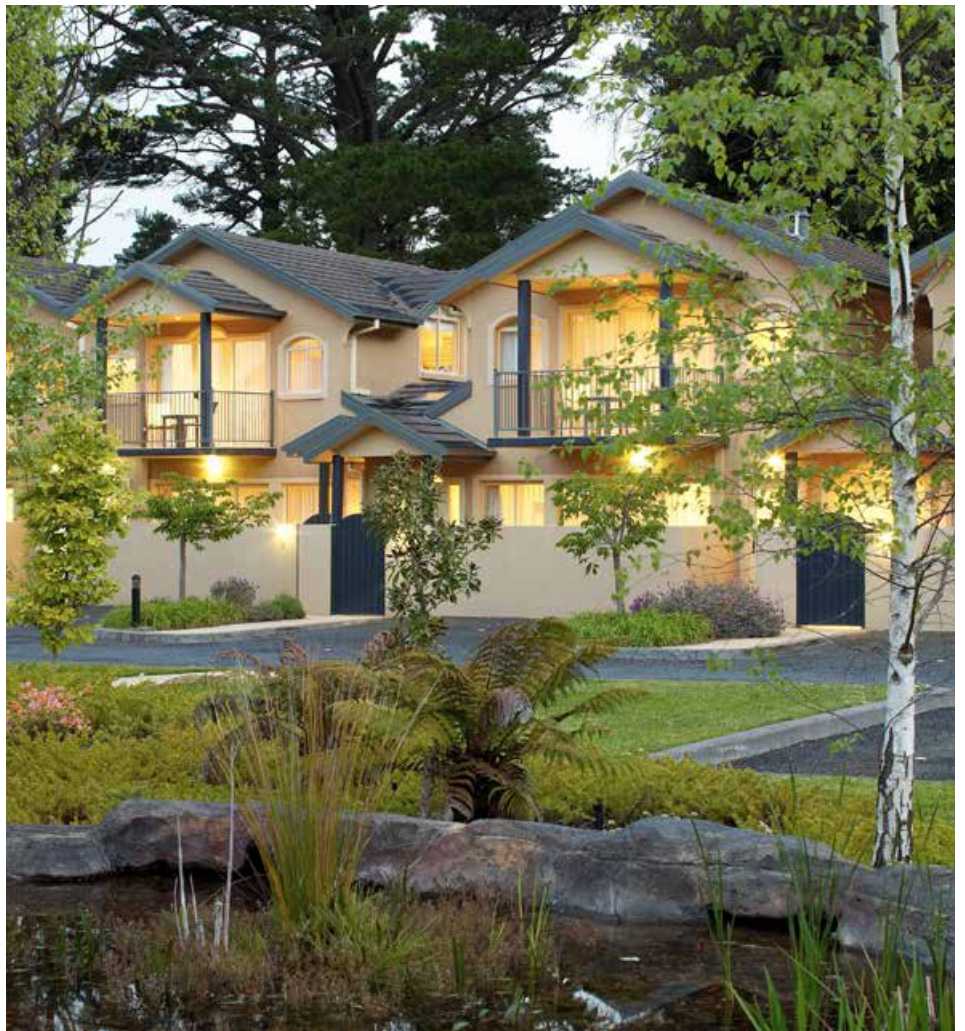
FALLS LUXURY APARTMENTS

The second property acquired by ICC Group is Falls Luxury Apartments offering 36 contemporary self-contained apartments.

Nestled in 4 acres of glorious grounds, the 4.5 star contemporary retreat sits on the edge of the World Heritage-listed Blue Mountains National Park, just a leisurely stroll from Wentworth Falls' famous lookouts, waterfalls & walking tracks.

Surrounded by charming country lanes, Falls Luxury Apartments is ideal for long term holidays where personal space and privacy are paramount, but is just as fantastic for shorter stays or business travel.

Both properties provide a perfect base to explore all that the Blue Mountains region has to offer.





OUR PEOPLE

2021/22 Values Champions



MENAI
JACINTA LISNU



HURSTVILLE
BISMARCK CHAN



CONTRIBUTION TO CLUB CENTRAL
KENNY WU

TRAINING & BENEFITS

Just some of the fantastic training and benefits that were offered to the team, throughout 2021/22 include:

- A 4-week course called the Resilient Mind conducted by Paul Taylor from MindBodyBrain Performance Institute during the COVID lockdown
- All staff participated in a training session on the ICC Service Promise and new loyalty program, Central Rewards
- Free flu vaccination
- All Executive management have been provided with Human Synergistics Life Styles Inventory (LSI) training
- Frequent wellbeing vouchers during lock down
- Sunday Road Brewhouse tours



COMMUNITY SUPPORT

TOTAL DONATIONS TO THE COMMUNITY IN 2021/22 WERE

\$663,295

MAJOR RECIPIENTS

Sebastian Foundation
\$100,000

St George & Sutherland
Medical Research Foundation
\$120,000

Kingsway Community
Care **\$90,000**

Project Youth **\$85,000**

Learning Links **\$45,000**

Beyond the Badge **\$32,000**

Salvation Army **\$12,000**



LOCAL SPORTING SUPPORT

\$160,000

MENAI DISTRICT SPORTS AWARDS 2021

Another year of the Menai District Sports Awards was disrupted by COVID restrictions, as it was in 2020. The awards were still held, albeit online, with a video presentation on 20 November to announce all deserving winners.

The Sports Star of the year was Abbie Taddeo from Illawong Athletics Club who received \$1000 in prize money. The local club voted Sporting Club of the Year was Aquinas Colts Junior Rugby League Football Club who also received \$1000 in prize money.



DONATIONS 2021/22

THE FOLLOWING GROUPS WERE SUPPORTED BY CLUB CENTRAL IN 2021/22

Alfords Point Ladies Golf Club	Regina Coeli Catholic Primary School	Woniora Road Public School
Alfords Point Men's Golf Club	IJM Group Pty Ltd	Penshurst West Youth Club
Aquinas & Holy Family Colts JRLFC	Sebastian Foundation	Polio NSW
Asian Woman at Work	Illawarra Catholic Cricket Club	Project Youth Incorporated
Bangor Barden Ridge Cricket Club	Illawong Baseball Club	Sandy Point Dragon Boat Club
Bangor Football Club	Illawong Little Athletics Club	Southern Sporting Car Club
Bangor Primary School	Illawong Menai Cricket Club	Southern Sydney Early Holden Car Club
Bangor Tigers J AFC	Illawong Probus Club	South Hurstville Carss Park Cricket Club
Barden Ridgebacks Football Club	Illawong Revesby Workers Athletics	Starlight Foundation
Barden Ridgebacks Netball Club	St George Basketball Association	St George & Sutherland Medical Research Foundation
Bexley North Public School	Illawong Softball Club	St George Business Chamber
Kingsgrove Cricket Club	Jenko Sutherland Shire Pony Club	St George District Cricket Club
Beyond the Badge	Kingsway Community Care	St George District Netball Association
Bonnet Bay Football Club	Shire Cantenian Club	STRIDE for Better Mental Health
Bonnet Bay Sports Club	Koori Kids	St Vincent de Paul Society
Bus Stop Film School	Kyle Bay Netball Club	Sutherland Police Club
CanRevive Cancer Support	Learning Links	Sutherland Shire Art Society
ClubsNSW	Southern Strength	Sutherland Shire Business Chamber
Combined Probus Club of Engadine	Lucas Heights Community School	Sutherland Shire Council
Connells Point Netball Club	Make-A Wish Foundation	Sutherland Shire Cricket Association
Connells Point Rovers Football Club	Menai Anglican Church	Sydney Central Badminton Association
Dandelion Support Network	Menai Bangor Social Golf Club	Sylvanvale Foundation
Diabetes NSW & ACT	Menai Dance Centre	The Combined Probus Club of Loftus Inc.
Fire & Rescue NSW	Menai District Rugby League Club	The Men's Shed
First Wearne Bay Sea Scouts	Menai District Toastmasters Club	The Men's Table
Flames Netball Club	Menai Dragons Basketball Club	The Point Physical Culture Club
Georges River Association	Menai Hawks Football Club	The Salvation Army
Georges River Council	Menai Hawks Netball Club	Wibroc Social Golf Club
Georges River Life Care	Menai Probus Club	Zonta Club of Botany Bay Inc.
Georges River Physical Culture Club	Menai Rugby Union	
Glory Football Club	Morris Children's Fund	
Hurstville Salvation Army	Oatley Lions Club	
Hurstville Toastmasters	Way Ahead Mental Health Association	
Hurstville Weekend Toastmasters	Oyster Bay Probus	

COMMUNITY SUPPORT

(CONTINUED)

CLUB CENTRAL CELEBRATES NEW BEGINNINGS AND PARTNERSHIPS

One of the highlights of our grand opening of the new Hurstville premises was a life changing \$100,000 donation to the Sebastian Foundation established in 2013 by singer, songwriter and producer Guy Sebastian and his wife Jules.

The donation will fund the Open Parachute mental health program which provides mental wellbeing support for 3,500 students in the Georges River and surrounding areas. The in-school mental health program uses peer-to-peer methods to teach psychological tools kids need to survive and thrive through the challenges of childhood and adolescence.

"The world our kids are growing up in is so different from the one I grew up in and the mental health tools we need to give our kids to help them get through in this world are completely different too," said Guy Sebastian.

"Open Parachute is like a mental coat of armour for our kids, and I'm so happy we are able offer this support to students in the Georges River area. And what better way to say thank you than by performing in this brand new, fantastic space that Club Central Hurstville has created," he said.



MAKING A DIFFERENCE IN HEALTH, MEDICAL RESEARCH AND WELLBEING

In 2022, Club Central marked a second year of support for St George & Sutherland Medical Research Foundation with a \$120,000 major strategic partnership to fund a series of community health events and support a broad range of research to improve health care, treatments, and patient outcomes.

"St George and Sutherland hospitals have a rich tradition of successful medical research that has positively impacted the lives of our community. It makes sense to us to support this important work as it directly benefits our members from the Hurstville and Menai areas," said Mr Cloney.

Over the past 12 months, the team has supported a number of events including golf days, the Red for Research campaign, the St George Cricket Annual Charity Walk, community education sessions as well as direct financial support for research.



RESPONSIBLE GAMING

The Club Central team ensures that assistance is provided to anyone who requires help or support in managing their time spent in the Club. Club Central has strived to provide a responsible gaming offering that is safe and minimises harm. Key initiatives include:

Responsible Conduct of Gaming

- Foundation and Platinum ClubSAFE member, which is a responsible gambling and compliance program that provides engagement with regulatory agencies and customer oriented responsible gambling practices
- Our team assisted 29 people to complete a self-exclusion process and conducted an additional 13 proactive welfare checks on members in our gaming areas.

Anti-Money Laundering

- All staff completed annual AML training in March 2022



THE GALA AFFAIR

A night of fine food, wine and festivity on Thursday 17 February marked the official opening of Club Central Hurstville's \$80 million expansion and refurbishment, highlighted by an exclusive performance by Australian singer, songwriter and producer, Guy Sebastian.

The Gala Affair saw over 300 people gather to celebrate the culmination of a four-year project including a complete refurbishment of the Club, a new restaurant, bar and lounge areas, a rooftop restaurant, event centre as well as Hurstville's first hotel, Travelodge Hurstville.

The Gala Affair was the first large event held in the new SSEC event spaces at Hurstville, with all five rooms hosting over 300 guests at a spectacular French Provincial themed event.

An array of market stalls offered guests the opportunity to enjoy a roving feast for entrée with live entertainment from accordionist, mime artists and magicians. Once seated in the decadently decorated event space, guests enjoy a sumptuous main course, along with the presentation of a \$100,000 donation to the Sebastian Foundation and an exclusive performance from the star himself.

With support from many suppliers, the event was a magnificent showcase of the new facilities and the amazing team including both new and existing staff who pulled off a night to remember.



A NEW APPROACH TO LOYALTY

Over the course of six months from January to June 2022, a multi-department team worked collaboratively to develop a new rewards program to revitalise Club Central's member offering, whilst continuing to operate comfortably within the current regulatory framework.

The program was launched on 1 July 2022 with the intention to provide frontline and customer relations team members with the ability to generate positive interactions with members and increasing the benefits of Club membership for all members.

Central Rewards has also been designed with growth of the business in mind, both as we continue to expand into an additional club venue at GRSC, as well as allowing for additional benefits to be offered through our new business operations once established.

The program provides opportunities to encourage and promote utilisation of our new Central Rewards app developed in the same time frame, with the focus on providing members with the most up-to-date information possible about what is happening in the venues as well as their membership information and bonus point data at their fingertips, whenever they want it. The Central Rewards app also launched on 1 July 2022.



LOOKING TO THE FUTURE

GEORGES RIVER 16FT SAILING CLUB

On 21 December 2021, ICC Group entered a Memorandum of Understanding with the Georges River 16Ft Sailing Club to amalgamate.

A general meeting of Club Central members was held on 27 January 2022, where Club Central members voted unanimously in favour of the amalgamation. This was followed by a General Meeting of GRSC members on Sunday 10 April, where members also voted in favour of amalgamation.

Whilst work continues on the amalgamation process, membership of Club Central and the Sailing Club remain separate.

The entire ICC Group team is excited to bring another venue into the fold and provide greater variety for members. Behind the scenes work continues at considerable pace to bring the standards and facilities that members are accustomed to at Hurstville and Menai to the banks of the Georges River.





DIRECTORS' REPORT

The directors present their report together with the consolidated financial statements of the Group comprising Illawarra Catholic Club Limited ("the Company"), and its subsidiaries for the financial year ended 30 June 2022 and the auditor's report thereon.

I. DIRECTORS

The directors of the Company at any time during or since the end of the financial year are:

Name, qualifications	Experience	Special responsibility
CLONEY, Brian Anthony	Director since July 2005. Company Director, Brian Cloney Consulting Corporate General Manager and Management Consulting background. Business mentor Speaker and Trainer across many industries and associations. Board Advisor and Mentor to Beyond the Badge charity working with First Responders. Member of the Company since 1997. Appointed Vice President on 19 November 2009, and President on 26 May 2016. Life member of the Company.	President
STARKS, Margaret Anna	Director since 2018. Member of the Company since 2008. Employed in the Finance/ Insurance industry for 40 years. Life member of Kingsgrove Cricket Club. Elected Vice President in November 2019.	Vice President
ROBERTS, Brian Thomas	Director since July 2005. Former School Principal and Former Regional Director of EREA - Eastern Region and member of the EREA National Leadership Team. Member of the Company since 1981. Member of the Company's Finance Committee since July 2005. Vice President from May 2016 - November 2019. Life member of the Company.	Director
COOGAN, Sandra Mary	Director since November 2007. Member of the Company's Membership Committee. Worked in the travel industry for over 40 years. Heavily involved in the local Irish and Catholic Communities. Honorary Vice President of the St. George District Cricket Club. Member of the Company since 1970. Life member of the Company. Resigned 21 December 2021.	Director
GREENE, Kevin Patrick	Director since 2016, Member of the Company's Finance Committee and Audit & Risk Committee. Director from 1989 to 2007, Vice President and Chair of Finance 1991 - 2005, President 2005 - 2007. Member of the Company since 1976. Former Teacher and School Principal, Member of Parliament 1999 - 2011 and Cabinet Minister 2007 - 2011. Cricket NSW, President and Life Member St George DCC, Patron and Life Member ICC Cricket Club and St George DCA, Life Member ATC. Former Mayor Georges River Council 2017-2021. Councillor 2017 to present. Life Member of the Company.	Director
STANTON, Phillip John	Employed in the Finance Industry for over 40 years. Association with the Company's Cricket Club since commencement in 1968. Member of the Company since 1977 and Director since November 2008. Chairman of the Company's Finance Committee since February 2018. Member of the Company's Audit & Risk Committee. Life member of the Company	Director
SIMPSON, Steven John	Director since November 2003. Professional background in engineering. Mayor Sutherland Shire Council 2013 - 2014, 2020-2021. Deputy Mayor 1995/96, 2004/05. Councillor since 1995 to 2021. Previous employment: National Safety Manager Blue Scope Steel. Previous Director of the Southern Sydney Waste Board 1996 to 1999. Member of the Company since 1997. Life member of the Company.	Director
SAUNDERS, John Joseph	Director since January 2022. Employed in the insurance industry for over 30 years. Chief Executive Officer of Warren Saunders Insurance Brokers, he was named National Insurance Brokers Association Qualified Practising Insurance Broker of the Year in 2003 and Warren Saunders was named medium broker of the year in the Australian and New Zealand Institute of insurance and Finance Awards for 2019 and 2021. Active in the community, particularly supporting Calvary Hospital and Morris Children's Fund. Member of the company since 2009.	Director

2. DIRECTORS' MEETINGS

The number of directors' meetings (including meetings of committees of directors) and number of meetings attended by each of the directors of the Company during the financial year are:

Director	Regular Board Meetings	Audit Committee Meetings	Finance Committee Meetings
	A/B	A/B	A/B
B A Cloney	12/12	3/3	12/12
S M Coogan (resigned Dec 2021)	6/6	-	6/6
K P Greene	12/12	3/3	12/12
B T Roberts	11/12	-	11/12
S J Simpson	11/12	-	11/12
P J Stanton	12/12	3/3	12/12
M A Starks	12/12	-	12/12
J J Saunders (appointed Jan 2022)	6/6	-	6/6

A - Number of meetings attended

B- Number of meetings held during the time the director held office during the year

All directors are welcome to attend Finance Committee meetings and quite often do so, even though they may not be assigned to that Committee - non attendance denoted by (-).

3. PRINCIPAL ACTIVITIES, OBJECTIVES AND STRATEGIES

The principal activities of the Group during the course of the financial year were the conduct and promotion of a licensed social club for members.

There were no significant changes in the nature of the activities of the Group during the year, except forced closure of registered clubs in NSW on 26 June 2022 by order of the Federal Government due to COVID-19. The Company also opened Travelodge and purchased two hotels.

The Group's short term objective is to protect and guard the catchment areas in which the Group is established, in terms of its core business, giving consideration to amalgamations, while updating and upgrading the Group's facilities to maintain and grow membership and to increase commercial property holdings where viable, as an alternate means of revenue. The Group's long term objective is to provide first class social facilities and amenities for the benefit of members and their guests primarily within the St George and Menai districts.

In order to ensure long term objectives are met, the Group will continue to evaluate and action its medium and long term investment and diversification strategies together with continually aligning member facilities with its identified communities.

Following a period of strong growth the Group's short term objectives include consolidating and refining operations at Hurstville and Menai, identifying new opportunities for existing assets and further improvements to the Group's donations policies.

4. REVIEW OF PERFORMANCE

The loss after tax of the Group for the year ended 30 June 2022 was \$6,977,736 (2021: profit after tax \$12,335,677), after accounting for an impairment charge of \$2,689,000 (2021: nil), and after charging \$7,680,000 (2021: \$5,064,701) for depreciation and an income tax benefit of \$1,621,615 (2021: income tax expense of \$1,578,176).

The Group's performance is constantly measured against internally set KPI's in core business activities being beverage, gaming and commercial rental portfolio.

Additionally, industry benchmarks are used when setting internal KPI's as well as monitoring industry trends.

5. MEMBERSHIP

The Company is incorporated and domiciled in Australia as a public Company limited by guarantee. In accordance with the Constitution of the Company, every member of the Company undertakes to contribute an amount limited to \$10 per member in the event of the winding up of the Company during the time that he or she is a member or within one year thereafter. The number of members as at 30 June 2022 and the comparison with the prior year is as follows:

Number of members	2022	2021
General	2,297	2,305
Social	45,169	49,171
Life	17	17
Honorary	81	83
Perpetual	1,368	1,272
	48,932	52,848

As at 30 June 2022, the total amount that members of the Company are liable to contribute if the Company is wound up is \$489,320 (2021: \$528,480).

6. EVENTS SUBSEQUENT TO REPORTING DATE

Other than the impact of Covid-19 as disclosed below, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Group, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years.

7. IMPACT OF COVID-19

The coronavirus Covid-19 has had an impact on the Company's operations and activities during the year, however is not expected to materially affect the operations of the Company. On 26 June 2021, the State Government of NSW announced mandatory lockdown orders with all Registered Clubs closing from 6pm Saturday 26 June 2021. The Registered Club were able to re-open from 11 October 2021. The Company was eligible for and received the JobSaver Subsidy during the period of closure. Based on the current available information, the Directors believe that the Company will remain a going concern.

8. LEAD AUDITOR'S INDEPENDENCE DECLARATION

The Lead auditor's independence declaration is set out on page xx and forms part of the directors' report for the financial year ended 30 June 2022. This report is made in accordance with a resolution of the directors:



M A Starks
Vice President



P J Stanton
Director

Dated at Hurstville this 21st of September 2022



LEAD AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

To the Directors of Illawarra Catholic Club Limited

I declare that, to the best of my knowledge and belief, in relation to the audit of Illawarra Catholic Club for the financial year ended 30 June 2022 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.

KPMG

Richard Drinnan
Partner
Wollongong
21 September 2022

NOTICE OF ANNUAL GENERAL MEETING

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the sixty second Annual General Meeting of Illawarra Catholic Club Limited (ABN 68 000 361 660) will be held at Club Central Hurstville premises, 2 Crofts Avenue, Hurstville on Thursday 3 November 2022 at 7:00pm.

BUSINESS

1. To formally verify the minutes of the sixty first Annual General Meeting held on Thursday 4 November 2021.
2. To receive and consider the Report of the Board of Directors.
3. To receive and consider the Statements of Financial Performance and Financial Position as at 30 June 2022, and supporting Financial Statements for the year then ended, together with the Auditor's Report therein.
4. To consider and, if thought fit, pass the Ordinary Resolutions (set out below) conferring benefits on Directors.
5. To declare the elected Directors for the ensuing three years in accordance with Rule 67(a), (b), (c), (d) & (e) of the Triennial System for election of Directors.
6. To transact any other business which may be transacted pursuant to the Club's Constitution.

FIRST ORDINARY RESOLUTION

Pursuant to the Registered Clubs Act 1976:

- a. That the members hereby approve expenditure by the club in a sum not exceeding \$100,000 for the period preceding the 2023 Annual General Meeting for the following expenses, subject to approval by the Board of Directors:
 - i. Sponsorship of Intra-Clubs; Annual Community Partners' Dinner; Presentations to members or other persons acknowledging service deemed by the Directors as being of benefit to the Club.
 - ii. Reasonable expenses incurred by Directors in travelling to and from Directors or other duly constituted committee meetings, either within the Club or elsewhere, as approved by the Board on production of documentary evidence of such expenditure.
 - iii. The cost of a meal and beverage for each Director at a reasonable time before or after a Board or Committee meeting, on the day of that meeting.
 - iv. Reasonable expenses incurred by Directors either within the Club or elsewhere in relation to such other duties, including entertainment of special guests of the Club and other promotional activities approved by the Board on production of documentary evidence of such expenditure.
- b. The members acknowledge that the benefits in (a) above are not available to members generally, but only for those

who are Directors of the Club and those members directly involved in the above activities, (expenditure for the year ended 30 June 2022 amounted to \$41,292).

SECOND ORDINARY RESOLUTION

Pursuant to the Registered Clubs Act 1976:

- a. That the members hereby approve expenditure by the Club in a sum not exceeding \$100,000 for the professional development and education of Directors preceding the 2023 Annual General Meeting, including:
 - i. The reasonable cost of Directors attending at the Clubs NSW meetings and seminars.
 - ii. The reasonable cost of Directors attending meetings of other associations of which the Club is a member.
 - iii. The reasonable cost of Directors attending seminars, lectures, trade displays, organised study tours, fact-finding tours and other similar events as may be determined by the Board from time to time.
 - iv. The reasonable cost of Directors attending other Clubs for observing their facilities and methods of operation.
 - v. Attendance at functions with partners where appropriate and required, to represent the Club.
- b. The approval by the members of the following honoraria being conferred for the period up to the next AGM of the Club:
 - President \$17,900
 - Vice President \$11,100
 - Directors \$9,000such amounts being increased by the Consumer Price Index All Groups Sydney percentage to the quarter ending June each year and calculated to the nearest \$100.
- c. The members acknowledge that the benefits in (a) and (b) above are not available to members generally, but only for those who are Directors of the Club, (expenditure for the year ended 30 June 2022 amounted to \$74,901).

NOTES TO MEMBERS

1. Members are reminded that, to gain admission to the Annual General Meeting, will be in accordance with Rule 29(a) & (b) of the Constitution and they must present for inspection their current membership card. All members will be entitled to receive a voting card, which will identify them and allow them to vote as permitted by the Constitution of the Club, and the Registered Clubs Act 1976.
2. In accordance with Rule 29(a) of the Club's Constitution, all Life members and Ordinary members are entitled to vote on the Ordinary Resolutions.
3. To be passed, each Ordinary Resolution must receive votes

in its favour from not less than a majority (50%+1) of those members who being eligible to do so, vote in person at the meeting.

4. Because of the provisions of the Corporations Act 2001, the Ordinary Resolutions must each be considered as a whole and cannot be altered by motions from the floor of the meeting.
5. The Registered Clubs Act prohibits an employee from voting at any meeting of the Club.
6. Members should read the proposed resolutions and the Explanatory Notes to Members which explain the nature and effect of each resolution.
7. Please direct any questions or concerns about the Ordinary Resolutions to the Chief Executive Officer of the Club, if possible before the meeting.
8. Proxy votes are not permitted under the Registered Clubs Act 1976.
9. Questions in relation to the Financial Report must be in writing and in the hands of the Chief Executive Officer no later than 5:00pm on Monday 24 October 2022. This requirement is necessary to enable accurate and factual answers to be researched and prepared for members' information prior to the Annual General Meeting.



PAUL RICHARDSON
CHIEF EXECUTIVE OFFICER
DATE: 29 AUGUST 2022

EXPLANATORY NOTES TO MEMBERS

(To be read in conjunction with the Resolutions set out in the Notice of Annual General Meeting).

FIRST ORDINARY RESOLUTION

The purpose of the First Ordinary Resolution is to meet the disclosure requirements of the Corporations Act and Registered Clubs Act. It relates to expenditure shown in the Club's Annual Accounts under various headings and approved by the members when the annual accounts are adopted.

The adoption of this Ordinary Resolution by members will confirm and set an upper limit on the amount to be expended.

SECOND ORDINARY RESOLUTION

The purpose of the Second Ordinary Resolution is again to meet the disclosure requirements of the Corporations Act and

Registered Clubs Act. It relates to expenditure by the Club for the professional development and education of Directors as well as ensuring that Directors keep up-to-date with current Club Industry development and that the Club is represented by selected Directors at the various meetings of Associations of which the Club is a member.

The Second Ordinary Resolution also confers an annual honoraria on directors of the Club in the amount specified.

The adoption of this Resolution by members will confirm and set an upper limit on the amount to be expended.

ANNUAL FINANCIAL REPORT, DIRECTOR'S REPORT AND AUDITOR'S REPORT Consistent with section 314 of the Corporations Act 2001 the annual financial report, the directors' report and the auditor's report are available for inspection on the Club's website at www.clubcentralhurstville.com.au and www.clubcentralmenai.com.au

ELECTION OF DIRECTORS

Nominations for the offices of Director of Illawarra Catholic Club Limited must be in the hands of the Secretary no later than 5pm on Monday 3rd October 2022 as previously notified on Club Notice boards, in the Leader Newspaper and in the Club brochure.

Group 3 of the Triennial system (two positions) will be up for election this year.

VOTING

In the event of a ballot being necessary, the ballot shall be conducted at the Club Central Hurstville and Club Central Menai premises, between the hours of 10:00am and 6:00pm on the following dates:

Thursday	27 October 2022
Friday	28 October 2022
Monday	31 October 2022
Tuesday	1 November 2022
Wednesday	2 November 2022



PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<i>in AUD</i>	NOTE	2022	2021
Revenue	4	35,370,542	41,935,030
Other Income	5	1,386,823	1,237,500
Changes in inventories of finished goods		(121,119)	54,275
Raw materials and consumables used		(934,880)	(930,383)
Donations		(691,979)	(751,845)
Directors' expenses		(98,193)	(93,536)
Hotel management fee		(451,756)	-
Personnel expenses	6	(12,342,147)	(9,857,960)
Entertainment, marketing and promotional expenses		(1,757,963)	(2,278,959)
Legal and consultancy fees		(151,853)	(98,109)
Poker machine compliance costs		(6,528,250)	(8,760,474)
Property expenses		(4,801,718)	(3,725,816)
Net gain/(loss) on disposal of property, plant and equipment		(1,000,815)	61,241
Other expenses		(3,012,711)	(1,718,289)
Profit before depreciation, impairment and finance income		4,863,981	15,072,675
Depreciation	14 & 16	(7,680,000)	(5,064,701)
Impairment (expense)	16	(2,689,000)	-
Results from operating activities		(5,505,019)	10,007,974
Finance income		1,273,123	4,069,914
Finance costs		(4,367,455)	(164,035)
Net finance income	7	(3,094,332)	3,905,879
(Loss)/profit before income tax		(8,599,351)	13,913,853
Income tax benefit/ (expense)	8	1,621,615	(1,578,176)
(Loss) / profit for the year		(6,977,736)	12,335,677
Other comprehensive income		-	-
Total comprehensive income for the year		(6,977,736)	12,335,677

The notes on pages 43 to 67 are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

<i>in AUD</i>	NOTE	2022	2021
Assets			
Cash and cash equivalents	9	5,203,903	2,945,184
Trade and other receivables	10	1,987,685	199,457
Current tax receivable		500,594	-
Inventories	11	252,138	131,019
Other financial assets	13	28,246,564	33,115,414
Prepayments		570,575	1,018,526
Total current assets		36,761,459	37,409,600
Investment property	14	17,112,118	27,352,586
Deferred tax assets	15	588,450	102,580
Property, plant and equipment	16	176,631,984	136,771,837
Right of use asset	22	1,663,873	-
Intangible assets	17	7,842,043	7,842,043
Total non-current assets		203,838,468	172,069,046
Total assets		240,599,927	209,478,646
Liabilities			
Trade and other payables	18	4,332,152	3,142,235
Employee benefits	19	1,869,183	1,454,009
Provisions	20	433,562	418,834
Income received in advance		252,309	479,029
Current tax liability		-	797,205
Loans and borrowings	21	999,996	1,999,996
Finance Lease liability	22	546,690	-
Total current liabilities		8,433,892	8,291,308
Employee benefits	19	226,841	268,925
Income received in advance		174,628	158,637
Loans and borrowings	21	38,655,010	1,500,006
Finance Lease liability	22	827,522	-
Total non-current liabilities		39,884,001	1,927,568
Total liabilities		48,317,893	10,218,876
Net assets		192,282,034	199,259,770
Members' funds			
General funds		192,282,034	199,259,770
Total members' funds		192,282,034	199,259,770

STATEMENT OF CHANGES IN MEMBERS' FUNDS

<i>in AUD</i>	GENERAL FUNDS	TOTAL MEMBERS' FUNDS
Balance at 1 July 2020	186,924,093	186,924,093
Total comprehensive income for the year		
Loss for the year	12,335,677	12,335,677
Other comprehensive income	-	-
Total comprehensive income for the year	12,335,677	12,335,677
Balance at 30 June 2021	199,259,770	199,259,770
Balance at 1 July 2021	199,259,770	199,259,770
Total comprehensive income for the year		
Loss for the year	(6,977,736)	(6,977,736)
Other comprehensive income	-	-
Total comprehensive income for the year	(6,977,736)	(6,977,736)
Balance at 30 June 2022	192,282,034	192,282,034

The notes on pages 43 to 67 are an integral part of these financial statements.

STATEMENT OF CASH FLOWS

<i>in AUD</i>	NOTE	2022	2021
Cash flows from operating activities			
Cash receipts from customers		38,295,462	46,547,045
Cash paid to suppliers and employees		(31,981,932)	(33,957,098)
Cash generated from operating activities		6,313,530	12,589,947
Finance costs paid		(242,590)	(164,035)
Income tax paid		(162,054)	(466,394)
Net cash from operating activities		5,908,886	11,959,518
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		75,830	65,680
Proceeds from sale of investment properties		9,000,000	-
(Acquisition of) property, plant and equipment		(51,069,545)	(36,206,156)
Proceeds from other investments		1,454,481	23,180,438
(Acquisition of) investment property		-	(5,935,485)
Dividend income		732,540	-
Interest received		1,523	73,663
Net cash from investing activities		(39,805,171)	(18,821,860)
Cash flows from financing activities			
Proceeds from borrowings		36,155,004	3,500,002
Net cash from financing activities		36,155,004	3,500,002
Net (decrease)/increase in cash and cash equivalents		2,258,719	(3,362,340)
Cash and cash equivalents at beginning of year		2,945,184	6,307,524
Cash and cash equivalents at end of year	<i>9</i>	5,203,903	2,945,184

The notes on pages 43 to 67 are an integral part of these financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. REPORTING ENTITY

These consolidated financial statements comprise Illawarra Catholic Club Limited (the "Company") and its subsidiaries (together referred to as the "Group"). The Group is a not-for-profit entity and domiciled in Australia as a public company limited by guarantee. The address of the Group's registered office is 2 Crofts Avenue, Hurstville, NSW 2220. The financial statements are as at and for the year ended 30 June 2022.

The Group is primarily involved in the conduct and promotion of a licensed social club for members.

2. BASIS OF PREPARATION

a. Statement of compliance

These consolidated financial statements are the first general purpose financial statements prepared in accordance with Australian Accounting Standards Simplified Disclosures. In the prior year the consolidated financial statements were general purpose financial statements prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements. There was no impact on the recognition and measurement of amounts recognised in the statements of financial position, profit and loss and other comprehensive income and cash flows of the Group as a result of the change in the basis of preparation.

The financial statements were authorised for issue by the Board of Directors on 21 September 2022.

b. Basis of measurement

The financial statements have been prepared on the historical cost basis except for financial assets measured at fair value through profit or loss.

c. Functional and presentation currency

The financial statements of the Group are presented in the currency of the primary economic environment in which the entity operates (its functional currency). These financial statements are presented in Australian Dollars, which is the Group's functional currency, rounded to the nearest dollar.

d. Use of estimates and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. 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 estimates are revised and in any future periods affected.

There are no judgements made by management in the application of Australian Accounting Standards that have a significant effect on the financial report or estimates with a significant risk of material adjustment in the next year.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are included in the following notes:

- Note 17 – measurement of the recoverable amounts of intangible assets

3. SIGNIFICANT ACCOUNTING POLICIES

a. Financial Instruments

i. Recognition and derecognition

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of a financial instrument.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred.

A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

ii. Classification and measurement of financial assets

Financial assets are classified according to their business model and the characteristics of their contractual cash flows. Except

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

for those trade receivables that do not contain a significant financing component and are measured at the transaction price, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

iii. *Subsequent measurement of financial assets*

For the purposes of subsequent measurement, financial assets, other than those designated and effective as hedging instruments, are classified into the following four categories:

- Financial assets at amortised cost;
- Financial assets at fair value through profit or loss (FVTPL);
- Debt instruments at fair value through other comprehensive income (FVTOCI); and
- Equity instruments at FVTOCI

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables which is presented within other expenses.

a. *Financial assets at amortised cost*

Financial assets with contractual cash flows representing solely payments of principal and interest and held within a business model of 'hold to collect' contractual cash flows are accounted for at amortised cost using the effective interest method. The Group's receivables fall into this category of financial instruments.

Receivables comprise cash and cash equivalents, term deposits and trade and other receivables.

b. *Financial assets at fair value through profit or loss (FVTPL)*

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or loss.

c. *Debt investments at FVOCI*

These assets are subsequently measured at fair value. Interest income is calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in OCI. On derecognition, gains and losses accumulated are reclassified to profit or loss.

d. *Equity investments at FVOCI*

These assets are subsequently measured at fair value. Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery part of the investment. Other net gains and losses are recognised in OCI and are never reclassified to profit or loss.

iv. *Impairment of financial assets*

In relation to the impairment of financial assets, AASB 9 requires an expected credit loss model. The expected credit loss model requires the Group to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition of the financial assets. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognised.

The Group has the following types of financial assets that are subject to AASB 9's expected credit loss model:

- Trade and other receivables

Trade and other receivables do not contain a significant financing element and therefore expected credit losses are measured using the simplified approach permitted by AASB 9. While cash and cash equivalents are also subject to the impairment requirements of AASB 9, there has been no identification of any impairment loss.

Trade and other receivables and contract assets are impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

Objective evidence that financial assets are impaired includes default or delinquency by a debtor, restructuring of an amount due to the Group on terms that the Group would not consider otherwise, indicators that a debtor or issuer will enter bankruptcy.

As most of these instruments have a high credit rating, the likelihood of default is deemed to be small. However, at each reporting date the Group assesses whether there has been a significant increase in the credit risk of the instrument. In assessing these risks, the Group relies on readily available information such as the credit ratings issued by the major credit rating agencies for the respective asset. The Group only holds simple financial instruments for which specific credit ratings

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

ABOUT

OUR VENUES

HIGHLIGHTS

GOVERNANCE

FINANCIAL REPORTS

are usually available. In the unlikely event that there is no or only little information on factors influencing the ratings of the asset available, the Group would aggregate similar instruments into a portfolio to assess on this basis whether there has been a significant increase in credit risk. In addition, the Group considers other indicators such as adverse changes in business, economic or financial conditions that could affect the borrower's ability to meet its debt obligation or unexpected changes in the borrowers operating results. Should any of these indicators imply a significant increase in the instrument's credit risk, the Group recognises for this instrument or class of instruments the lifetime expected credit losses.

v. *Non-derivative financial liabilities*

Financial liabilities are recognised initially on the date, that the Group becomes a party to the contractual provisions of the instrument. The Group derecognises a financial liability when its contractual obligations are discharged or cancelled or expired.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The Group classified non-derivative financial liabilities into the other financial liabilities category. Such financial liabilities are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, these financial liabilities are measured at amortised cost using the effective interest method.

Other financial liabilities comprise interest bearing loans and borrowings and trade and other payables.

Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

b. **Business combinations**

i. The Group accounts for business combinations using the acquisition method when control is transferred to the Group, unless it is a combination involving entities or businesses under common control. The consideration transferred in the acquisition is generally measured at fair value, as are the identifiable net assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on a bargain purchase is recognised in profit or loss immediately. Transaction costs are expensed as incurred, except if related to the issue of debt or equity securities.

ii. *Subsidiaries*

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

iii. *Loss of control*

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interest and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

iv. *Transactions eliminated on consolidation*

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated.

c. **Property, plant and equipment**

i. *Recognition and measurement*

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. The gain or loss on disposal of an item of property, plant and equipment is determined by comparing the proceeds from disposal with the carrying amount of the property, plant and equipment, and is recognised net in profit or loss.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

ii. *Subsequent costs*

The cost of replacing a component of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the component will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

iii. *Depreciation*

Depreciation is based on the cost of an asset less its residual value. Significant components of individual assets are assessed and if a component has a useful life that is different from the remainder of that asset, that component is depreciated separately.

Depreciation is recognised in profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. Land is not depreciated.

The depreciation rates for the current and comparative years are as follows:

- freehold buildings 2.5% - 10%
- plant and equipment 10% - 40%

Depreciation methods, depreciation rates and residual values are reviewed at each reporting date and adjusted if appropriate.

d. **Intangible assets**

Other intangible assets

Poker machine entitlements

Poker machine entitlements that are acquired by the Group, which have infinite useful lives, are measured at cost less accumulated impairment losses.

Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred.

Amortisation

Poker machine entitlements have indefinite useful lives as they have no expiry date. Accordingly, such intangible assets are not amortised but are systematically tested for impairment at each reporting date.

e. **Investment property**

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Investment property is measured at cost less accumulated depreciation and accumulated impairment losses. Depreciation is recognised on a straight-line basis over the estimated useful lives of each component of investment property.

Cost includes expenditure that is directly attributable to the acquisition of the investment property. Subsequent cost is recognised in the carrying amount of the investment property.

f. **Inventories**

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories, and other costs incurred in bringing them to their existing location and condition.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

g. **Employee benefits**

i. *Defined contribution plans*

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which services are rendered by employees.

ii. *Other long-term employee benefits*

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

ABOUT

OUR VENUES

HIGHLIGHTS

GOVERNANCE

FINANCIAL REPORTS

the fair value of any related assets is deducted. The discount rate is the yield at the reporting date on government bonds that have maturity dates approximating the terms of the Group's obligations and that are denominated in the same currency in which the benefits are expected to be paid.

iii. *Short-term employee benefits*

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

h. Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

Link jackpots

The provision for gaming links relates mainly to the amounts payable in the event of players winning the jackpot on the poker machine as at 30 June 2022. The provision is based on the jackpot output on poker machines.

i. Revenue

i. *Goods sold and services rendered*

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods. Sales revenue is recognised when the control of goods passes to the customer which is at the time that the goods are physically transferred. Revenue from services rendered comprises revenue from gaming facilities together with other services to members and patrons of the Group. It is measured at the fair value of the consideration received or receivable and is recognised in profit or loss as the services are provided.

ii. *Rental income*

Rental income from investment property is recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease.

iii. *Government grants*

The government's JobSaver Payment scheme was able to support businesses affected by the COVID-19 pandemic and help maintain employee headcount. This payment scheme was available to eligible business who received payments, equivalent to 40% of their weekly NSW payroll up to a maximum payment of \$100,000 per fortnight. The JobSaver Payment scheme is accounted for in line with AASB 1058 Income of Not-for-Profit entities.

j. Finance income and finance costs

Finance income comprises interest income on funds invested, dividend income, net gain or loss on financial assets, and foreign currency gains or losses. Interest income is recognised as it accrues in profit or loss, using the effective interest method. Dividend income is recognised in profit or loss on the date on which the Group's right to receive payment is established.

Finance costs comprise interest expense on borrowings and bank charges. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

k. Income tax

The parent (Illawarra Catholic Club) is the head entity in a tax consolidated group. The implemented date of the tax consolidated group was 1 July 2021. The company recognises that, as the head company, it is responsible for the payment of the group's income tax liabilities. Under its arrangements with its subsidiaries, the company will pay any income tax liability incurred by the subsidiaries to the extent that it relates to the business operations of the subsidiaries.

Income tax expense comprises current and deferred tax. Current tax and deferred tax is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

The Income Tax Assessment Act 1997 (amended) provides that under the concept of mutuality, the Company is only liable for income tax on income derived from non-members and from outside entities.

I. Leases

At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

- the contract involves the use of an identified asset – this may be specified explicitly or implicitly, and should be physically distinct or represent substantially all of the capacity of a physically distinct asset. If the supplier has a substantive substitution right, then the asset is not identified;
- the Group has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use; and
- the Group has the right to direct the use of the asset. The Group has this right when it has the decision-making rights that are most relevant to changing how and for what purpose the asset is used. In rare cases where the decision about how and for what purpose the asset is used is predetermined, the Group has the right to direct the use of the asset if either:
 - the Group has the right to operate the asset; or
 - the Group designed the asset in a way that predetermines how and for what purpose it will be used.

At inception or on reassessment of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease component on the basis of their relative stand-alone prices.

For contracts entered into before, the Group determined whether the arrangement was or contained a lease based on the assessment of whether:

- fulfilment of the arrangement was dependent on the use of a specific asset or assets; and
- the arrangement had conveyed a right to use the asset. An arrangement conveyed the right to use the asset if one of the following was met:
 - the purchaser had the ability or right to operate the asset while obtaining or controlling more than an insignificant amount of the output;
 - the purchaser had the ability or right to control physical access to the asset while obtaining or controlling more than an insignificant amount of the output; or
 - facts and circumstances indicated that it was remote that other parties would take more than an insignificant amount of the output, and the price per unit was neither fixed per unit of output nor equal to the current market price per unit of output.

i. As a Lessee

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date and plus any initial direct costs incurred.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, and the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments, including in-substance fixed payments;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

ABOUT

OUR VENUES

HIGHLIGHTS

GOVERNANCE

FINANCIAL REPORTS

- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date; and
- amounts expected to be payable under a residual value guarantee; and
- the exercise price under a purchase option that the Group is reasonably certain to exercise an extension option, and

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, or if the Group changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Group presents right-of-use assets that do not meet the definition of investment property in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

ii. As a Lessor

When the Group acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease. To classify each lease, the Group makes an overall assessment of whether the lease transfers substantially all of the risks and rewards incidental to ownership of the underlying asset. If this is the case, then the lease is a finance lease; if not then it is an operating lease. As part of this assessment, the Group considers certain indicators such as whether the lease is for the major part of the economic life of the asset.

When the Group is an intermediate lessor, it accounts for its interests in the head lease and the sub-lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short-term lease to which the Group applies the exemption described above, then it classifies the sub-lease as an operating lease.

If an arrangement contains lease and non-lease components, the Group applies AASB 15 to allocate the consideration in the contract. The Group recognises lease payments received under an operating lease as income on a straight-line basis over the lease term as part of 'rental income'.

Short-term leases and leases of low-value assets

The Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases of office equipment that have a lease term of 12 months or less and leases of low-value assets. The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

4. REVENUE

<i>In AUD</i>	2022	2021
Sale of goods - beverage and snacks	2,765,876	2,728,284
Rendering of services	26,589,855	35,754,216
Accommodation revenue	2,032,338	-
Investment property rentals	3,982,473	3,452,530
	35,370,542	41,935,030
Timing of revenue recognition		
Transferred at a point in time	29,252,911	38,379,680
Transferred over time	6,117,631	3,555,350
Total revenue from contracts with customers	35,370,542	41,935,030

5. OTHER INCOME

<i>In AUD</i>	2022	2021
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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

Government Grants	855,436	1,237,500
Other income	531,387	-
	1,386,823	1,237,500

6. PERSONNEL EXPENSES

<i>In AUD</i>	2022	2021
Wages and salaries	9,253,007	7,518,524
Contributions to defined contribution plans	976,044	764,728
Payroll tax	475,410	377,757
Workers compensation insurance	108,493	110,846
Other employment expenses	1,529,193	1,086,105
	12,342,147	9,857,960

7. FINANCE INCOME AND FINANCE COSTS

<i>In AUD</i>	2022	2021
Interest income from term deposits	1,523	73,663
Realised gain from financial assets	312,258	284,218
Unrealised (loss)/gain from financial assets at FVTPL	(3,861,342)	2,734,531
Interest expense on loans	(228,631)	-
Interest expense on finance leases	(13,959)	-
Interest expense on managed funds	(95,517)	-
Interest income on managed funds	-	36,347
Dividend income	732,540	678,364
Bond income	226,802	295,548
Foreign exchange (loss)	(12,155)	(16,572)
Management fees	(155,851)	(180,221)
Net finance (expense)/ income	(3,094,332)	3,905,879

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

8. INCOME TAX EXPENSE

<i>In AUD</i>	2022	2021
Current tax benefits/ (expense)		
Current year	547,395	(1,501,515)
Adjustment for prior year over/(under) provision	978,034	18,683
	1,525,429	(1,482,832)
Deferred tax benefit/(expense)		
Change in temporary differences	152,270	(95,343)
	152,270	(95,343)
Total income tax benefit/(expense)	1,677,699	(1,578,176)

Numerical reconciliation between tax expense and pre-tax accounting profit

<i>In AUD</i>	2022	2021
Proportion of income attributable to non-members	7,113,548	5,975,539
Less: Proportion of expenses attributable to non-members	(6,776,737)	(4,478,989)
	336,811	1,496,550
Add: Other taxable income	7,483,207	8,781,159
	7,820,018	10,277,709
Less: Other deductible	(10,009,598)	(4,502,651)
Net income subject to income tax	(2,189,580)	5,775,057
Income tax using the Group's statutory tax rate of 25% (2021: 26%)	(547,395)	1,501,515
Change in temporary differences	(152,270)	95,343
(Over)/under provided in prior years	(978,034)	(18,683)
	(1,677,699)	1,578,176

9. CASH AND CASH EQUIVALENTS

<i>In AUD</i>	2022	2021
Cash on hand	2,018,462	2,016,470
Bank balances	3,185,441	850,188
Short-term deposits	-	78,526
	5,203,903	2,945,184

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

10. TRADE AND OTHER RECEIVABLES

<i>In AUD</i>	2022	2021
Current		
Trade receivables	525,506	18,615
Other receivables	171,363	51,132
Goods and services tax receivable	1,290,816	129,710
	1,987,685	199,457

11. INVENTORIES

<i>In AUD</i>	2022	2021
Bar stock - at cost	226,686	131,019
Food stock - at cost	25,452	-
	252,138	131,019

12. AUDITOR'S REMUNERATION

<i>In AUD</i>	2022	2021
Auditors of the Group - KPMG		
Audit of the financial statements	93,000	75,500
Taxation advice and tax compliance services	16,000	10,000
Other assurance	37,000	-
	146,000	85,500

13. OTHER FINANCIAL ASSETS

Other financial assets are held in the form of either debt instruments, convertible securities, equities, alternative investments and/or cash and cash equivalents.

<i>In AUD</i>	2022	2021
Financial assets - fair value through profit and loss	28,246,564	33,115,414
	28,246,564	33,115,414

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

14. INVESTMENT PROPERTY

Investment properties comprise a number of commercial and residential properties that were leased to third parties. These are held at cost value.

<i>In AUD</i>	2022	2021
Balance at 1 July	27,352,586	21,417,101
Additions	-	6,205,165
Disposals	(9,942,204)	-
Depreciation charge for the year	(298,264)	(269,680)
Balance at 30 June 2022	17,112,118	27,352,586

Acquisitions

During FY21, the Group acquired two investment properties - building and land on 52 The Avenue and a building premise in 2-4 Cross Street.

Valuation

The latest independent valuations of properties located at Empress Street, Hurstville were carried out as at 30 June 2020 by Andrew Nock Pty Limited (Registered valuer No.2144). The open market value of these properties were valued at \$10,595,000.

2-4 Cross Street, Hurstville and 52 The Avenue Street, Hurstville were acquired in previous financial periods, directors confirmed that the carrying amount of these properties were not materially different from the fair value as at 30 June 2022. As investment properties are recorded at cost, the valuation has not been brought to account.

15. DEFERRED TAX ASSETS AND LIABILITIES

Recognised deferred tax assets and liabilities

Deferred tax assets have been recognised in respect of the following items:

<i>In AUD</i>	2022	2021
Provisions	132,650	52,265
Employee benefits	122,199	50,315
Carried forward tax losses	333,601	-
	588,450	102,580

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

16. PROPERTY, PLANT AND EQUIPMENT

<i>In AUD</i>	Freehold land	Buildings	Plant & Equipment	Capital work in progress	Total
Cost					
Balance at 1 July 2021	9,531,882	74,053,312	41,044,003	63,713,551	188,342,748
Additions	10,296,803	22,051,633	2,328,251	16,392,858	51,069,545
Disposals	-	-	(1,818,854)	-	(1,818,854)
Transfers	-	58,783,732	19,936,885	(78,720,617)	-
Write offs	-	-	-	(1,092,860)	(1,092,860)
Balance at 30 June 2022	19,828,685	154,888,677	61,490,285	292,932	236,500,579
Depreciation					
Balance at 1 July 2021	-	21,913,794	29,657,118	-	51,570,912
Depreciation for the year	-	3,192,289	4,189,447	-	7,381,736
Impairment expense	-	2,689,000	-	-	2,689,000
Disposals	-	-	(1,773,053)	-	(1,773,053)
Balance at 30 June 2022	-	27,795,083	32,073,512	-	59,868,595
Carrying amounts					
At 1 July 2021	9,531,882	52,139,518	11,386,886	63,713,551	136,771,837
At 30 June 2022	19,828,685	127,093,594	29,416,774	292,932	176,631,984

Valuation

Parent's land and buildings valuation

The independent valuations completed in the previous financial year of the Group's freehold land and buildings, on the basis of open market value for existing use, resulted in a valuation of land and buildings of \$127,715,000. Independent valuations were carried out by Andrew Nock Pty Limited (Registered valuer No.2144). As land and buildings are recorded at cost, the valuation has not been brought to account.

Subsidiaries land and buildings valuation

The independent valuations of the Falls Lodge Pty Ltd's freehold land and buildings at 30 June 2022, on the basis of open market value for existing use, resulted in a valuation of land and buildings of \$13,550,000. Independent valuations were carried out by Andrew Nock Pty Limited (Registered valuer No.2144). As land and buildings are recorded at cost and the carrying value was higher than the valuation, an impairment expense of \$2,689,000 was recognised.

The independent valuations of the Jamison View Investments Pty Ltd's freehold land and buildings at 30 June 2022, on the basis of open market value for existing use, resulted in a valuation of land and buildings of \$13,835,000. Independent valuations were carried out by Andrew Nock Pty Limited (Registered valuer No.2144). As land and buildings are recorded at cost, the valuation has not been brought to account.

Core and non-core properties

Pursuant to Section 41J of the Registered Clubs Amendment Act 2006, the Group defines property core and noncore.

The core property of the Group shall comprise the defined premises of the Club as approved from time to time by the Licensing Court of New South Wales or the Liquor Administration Board and endorsed on the Club's Certificate of Registration and the holiday accommodation units held under Deed of Licence with the Federation of Community, Sporting and Workers Clubs inc. All other properties held are considered non-core.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

Pursuant to Section 41J of the *Registered Clubs Amendment Act 2006*, the Club defines property as follows:

<i>In AUD</i>	2022	2021
Core property	77,540,747	35,547,622
Non-core property	86,497,542	55,978,716
	164,038,289	91,526,338

Core property:

- 2 Crofts Avenue Hurstville NSW 2220
- 44-60 Allison Crescent Menai NSW 2234

Non-core property:

- 2 Crofts Avenue Hurstville NSW 2220
- 44-60 Allison Crescent Menai NSW 2234
- 35 - 37 Empress Street, Hurstville NSW 2220
- 13/ 2-4 Cross Street, Hurstville NSW 2220
- 52 The Avenue, Hurstville NSW 2220
- Unit 1-18, 67-77 Wilson Street, Wentworth Falls NSW 2762
- The California, 1 Penault Avenue Katoomba NSW 2780
- 5 Penault Avenue, Katoomba NSW 2780
- 7-9 Penault Avenue, Katoomba NSW 2780
- The Mountain Heritage, 2-10 Apex Street, Katoomba NSW 2780

17. INTANGIBLE ASSETS

<i>In AUD</i>	2022	2021
Poker machine entitlements		
Cost		
Balance at 1 July	7,842,043	7,842,043
Additions	-	-
Balance at 30 June	7,842,043	7,842,043

Poker machine entitlements are stated at cost less accumulated impairment losses. Poker machine entitlements have an indefinite useful life given they have no expiry date, and accordingly are not amortised but are to be assessed annually for impairment.

As at 30 June 2022, the Group estimated the value in use amount exceeds the carrying amount of poker machine entitlements. In assessing value in use, the estimated future cash flows were calculated for a period of 5 years, and a pre-tax discount rate of 5.0% and a growth rate of 1% were applied in the calculation.

18. TRADE AND PAYABLES

<i>In AUD</i>	2022	2021
Current		
Trade payables	1,064,091	1,656,612
Non-trade payables and accrued expenses	3,268,061	1,485,623
	4,332,152	3,142,235

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

19. EMPLOYEE BENEFITS

<i>In AUD</i>	2022	2021
Current		
Liability for annual leave	1,171,751	851,205
Liability for sick leave	60,000	60,000
Liability for long service leave	637,432	542,804
	1,869,183	1,454,009
Non-current		
Liability for long service leave	226,841	268,925
	226,841	268,925

20. PROVISIONS

<i>In AUD</i>	Link jackpots
Balance at 1 July 2021	418,834
Movement in provision during the year	14,728
Balance at 30 June 2022	433,562

Link jackpots

The provisions for poker machine link jackpots represents the Group's estimated present obligation to members and visitors in respect of poker machine link payouts. The provisions are expected to be realised within 12 months of reporting date.

21. LOANS AND BORROWINGS

<i>In AUD</i>	2022	2021
Current	999,996	1,999,996
Non-Current	38,655,010	1,500,006
	39,655,006	3,500,002

Terms and repayment schedule

The terms and conditions of outstanding loans are as follows:

<i>In AUD</i>	Currency	Year of maturity	2022 Carrying amount	2021 Carrying amount
Loan A	AUD	30/07/2024	9,000,000	-
Loan B	AUD	11/12/2023	1,500,006	3,500,002
Loan C	AUD	15/03/2025	29,155,000	-
Total interest-bearing liabilities			39,655,006	3,500,002

The Secured bank loans (Loan A, B and C) are secured over land and buildings with carrying amount of \$46,041,258 (2021: \$6,364,321).

22. LEASE LIABILITY

The Group leases gaming licenses, the leases typically run for a period of 3 years.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

(i) Right of use asset

	Plant and equipment	Total
Balance at 1 July 2021	-	-
Additions to right-of-use asset	1,959,673	1,959,673
Depreciation charge for the year	(295,800)	(295,800)
Balance at 30 June 2022	1,663,873	1,663,873

(ii) Amounts recognised in profit or loss

In AUD	2022	2021
Expenses relating to short-term leases and leases of low-value assets that are not recognised as right-of-use assets	-	-
Depreciation expense	295,858	-
Interest expense	13,962	-

(iii) Amount recognised in statement of cash flows

	2022	2021
Total cash outflows	303,616	-

(iv) Future lease payments

The total of future lease payments (including those lease payments that are not included in the measurement of the lease liability, eg short-term leases and leases of low value items) are disclosed for each of the following periods.

	2022	2021
Less than one year	546,690	-
One to five years	827,522	-

23. OPERATING LEASES

Leases as lessor

The Group leases out its investment property and has classified these leases as operating leases, because they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets. The following table sets out a maturity analysis of lease payments, showing the undiscounted lease payments to be received after the reporting date.

In AUD	2022	2021
Less than one year	3,844,326	3,789,982
Between one and five years	7,181,997	9,758,787
More than five years	-	230,779
	11,026,323	13,779,549

24. MEMBERS' FUNDS

The Illawarra Catholic Club Limited is incorporated and domiciled in Australia as a public Company limited by guarantee. In accordance with the Constitution of the Company, every member of the Company undertakes to contribute an amount limited to \$10 per member in the event of the winding up of the Company during the time that he or she is a member or within one year thereafter. At 30 June 2022 there were 48,932 members (2021: 52,848 members). The total amount that members of the Company are liable to contribute if the Company is wound up is \$489,320 (2021: \$528,480).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

25. PARENT ENTITY DISCLOSURE

As at, and throughout the financial year ended 30 June 2022 the parent entity of the Group was Illawarra Catholic Club Limited.

<i>In AUD</i>	2022	2021
Results of the parent entity		
(Loss)/ Profit for the year	(2,923,935)	(12,369,998)
Other comprehensive income	-	-
Total comprehensive income	(2,923,935)	(12,369,998)
Financial position of the parent entity at year-end		
Current assets	33,381,209	37,119,744
Total assets	212,818,933	206,881,493
Current liabilities	8,434,950	7,259,833
Total liabilities	16,448,776	7,587,400
Total equity of the parent entity		
General Funds	196,370,157	199,294,092
Retained Earnings	196,370,157	199,294,092

26. LIST OF SUBSIDIARIES

Set out below a list of all subsidiaries of the Group.

Name	Location	2022	2021
Ormonde Investments Pty Ltd	Australia	100%	100%
Savanna Creek Developments Pty Ltd	Australia	100%	100%
Jamison View Investments Pty Ltd	Australia	100%	-
Above8 Pty Ltd	Australia	100%	-
Falls Lodge Investments Pty Ltd	Australia	100%	-

27. CONTINGENCIES

The Group does not have any contingent liabilities as at this reporting date (2021: nil).

28. RELATED PARTIES

Transactions with key management personnel

Directors received honorariums from the Group during the year totalling \$70,030 (2021: \$66,000).

Key management personnel compensation

The key management personnel compensation comprised:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

<i>In AUD</i>	2022	2021
Short-term employee benefits	1,189,778	1,080,538
Other long-term benefits	80,487	75,305
	1,270,265	1,155,843

Other key management personnel compensation

A Director of the Company is the principal of a business that has a contract for the provision of Insurance. The contract is on commercial terms and there were no outstanding amounts as at 30 June 2022.

From time to time, directors of the Group may purchase goods from the Group or participate in other club activities. These purchases and participations are on the same terms and conditions as those entered into by other Group employees or customers and are trivial or domestic in nature.

Apart from the details disclosed above in this note, no other director has entered into a material contract with the Group during the year or since the end of the previous financial year and there were no material contracts involving other directors' interests existing at year-end.

Other related party transactions

The following transactions occurred with related parties:

<i>In AUD</i>	2022	2021
Related party receivables and payable		
Ormonde Investments Pty Ltd	(5,044,886)	(3,780,702)
Savanna Creek Developments Pty Ltd	(149,887)	-
Jamison View Investments Pty Ltd	(1,817,643)	-
Above8 Pty Ltd	(625,516)	-
Falls Lodge Investments Pty Ltd	(3,676,966)	-

All transactions have been executed on commercial terms.

29. SUBSEQUENT EVENTS

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Group, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years.

30. IMPACT OF COVID-19


The coronavirus Covid-19 has had an impact on the Company's operations and activities during the year, however is not expected to materially affect the operations of the Company. On 26 June 2021, the State Government of NSW announced mandatory lockdown orders with all Registered Clubs closing from 6pm Saturday 26 June 2021. The Registered clubs were able to re-open from 11 October 2021. The Company was eligible for and received the JobSaver subsidy during the period of closure. Based on the current available information, the Directors believe that the Company will remain a going concern.

DIRECTOR'S DECLARATION


In the opinion of the directors of Illawara Catholic Club Limited (the Company);

- a. the consolidated Company is not publicly accountable.
- b. the consolidated financial statements and notes, set out on pages 40-58 are 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 2022 and of its performance for the financial year ended on that date; and
 - ii. complying with Australian Accounting Standards – Simplified Disclosures and the Corporations Regulations 2001;
- c. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable

Signed in accordance with a resolution of directors.



M A Starks
Vice President



P J Stanton
Director

Dated at Hurstville this 21st of September 2022.



INDEPENDENT AUDITOR'S REPORT



To the members of Illawarra Catholic Club Limited

OPINION

We have audited the **Financial Report** of Illawarra Catholic Club Limited (the Company).

In our opinion, the accompanying Financial Report of the Company is in accordance with the Corporations Act 2001, including:

- Giving a true and fair view of the Group's financial position as at 30 June 2022 and of its financial performance for the year ended on that date; and
- Complying with *Australian Accounting Standards - Simplified Disclosures Framework and the Corporations Regulations 2001*.

The **Financial Report** comprises:

- Consolidated statement of financial position as at 30 June 2022;
- Consolidated statement of profit or loss and other comprehensive income, Consolidated statement of changes in equity, and Consolidated statement of cash flows for the year then ended;
- Notes including a summary of significant accounting policies
- Directors' Declaration.

The **Group** consists of the Company and the entities it controlled at the year-end or from time to time during the financial year.

BASIS FOR OPINION

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Group in accordance with 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 fulfilled our other ethical responsibilities in accordance with these requirements.

OTHER INFORMATION

Other Information is financial and non-financial information in Illawarra Catholic Club's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors are responsible for the Other Information.

The Other Information we obtained prior to the date of this Auditor's Report was the Directors' Report.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

RESPONSIBILITIES OF THE DIRECTORS FOR THE FINANCIAL REPORT

The Directors are responsible for:

- preparing the Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards - Simplified Disclosures Framework and the Corporations Act 2001*
- implementing necessary internal control to enable the preparation of a Financial Report that gives a true and fair view and is free

from material misstatement, whether due to fraud or error

- assessing the Group and Company's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Group and Company or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL REPORT

Our objective is:

- 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. They 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.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: http://www.auasb.gov.au/auditors_responsibilities/ar3.pdf



KPMG



Richard Drinnan
Partner
Wollongong
21 September 2022

