



50th Annual Report
and
Financial Statements
For the Year Ended
31 March 2015

Hamilton Cosmopolitan Club (Inc)

Directory

Executive Committee T. Quinn (President)
P. Clough (Vice President)
J. Jones, S. McLean, G. Moosman
C. Powell, S. Savage, C. Stanwell

Board of Appeal J. Lloyd, D. Harris, R. Carmichael

Auditor Glenn Sullivan

Solicitors Norris Ward McKinnon

Banker ANZ Bank, The Base, Te Rapa

Life Members C. Blake, R.E. Hosking, N.F. Mildon, T.J. Quinn, A. Stewart

Award for Meritorious Service L. Bartel, A. Bell, C. Britton, J. Burgess,
N. Campbell, F. Conchie, P. Differ, D. Brown,
G. Hanley, N. Gaylor, P. Gouk,
R. Hosking, S. Mills, B. Mischefski,
G. Moosman, B. Palmer, P. Ramsey,
K. Rogers, Z. Rogers,
D. Russell, E. Vale, D. Ward,
P. Wilson, K. Wood,

Secretary/Manager Lynette Fraser

Accounts Manager Robyn Reeve

Returning Officer Allan Fulton

Hamilton Cosmopolitan Club (Inc)

For the year ended 31st March 2015

	Page
Contents	1
Notice of Annual General Meeting	2
President's Report	3
Minutes of 49th Annual General Meeting 2014	4-7
Report on Sub Clubs	8-14
Auditor's Report	15-16
Statement of Financial Position	17
Statement of Financial Performance	18-19
Trading Accounts	20-22
Notes to the Financial Statements	23-35

Hamilton Cosmopolitan Club (Inc)

Notice of Annual General Meeting

Notice is hereby given that the 50th Annual General Meeting of Members of the Hamilton Cosmopolitan Club (Inc) will be held in the Club premises on Sunday 28th June 2015 commencing at 10.00am.

Business

1. Apologies
2. Moments silence for deceased members
3. To confirm the Minutes of the 49th Annual General Meeting held on 29th June 2014.
4. To consider matters arising from the Minutes.
5. To receive and consider the Report of the President.
6. To receive and consider nominations for Life Membership and meritorious service awards.
7. To receive and consider Annual Accounts for the year ended 31st March 2015 and the Report of the Auditor thereon.
8. Annual Subscriptions.
9. To confirm the result of the Election of Officers for 2015-2016.
10. To set Honoraria for the Executive Committee.
11. To confirm the re-appointment of the Auditor for the ensuing year.
12. To consider any Notices of Motion in the Annual Report.
13. To transact any other business which may properly be brought before the meeting in conformity with the Rules.

Lynette Fraser
Secretary

Hamilton
June 2015

Hamilton Cosmopolitan Club (Inc)

Presidents Report for 2014-2015

2014-15 was again a difficult trading year for our Club. This was compounded by the change to the drink driving limits that saw our income drop to a point in January that we struggled to pay our bills on time.

I would like to record our thanks to those Sub-Clubs that lent funds to the Club to enable us to remain solvent.

At this time, Richard offered to take voluntary redundancy, as he and his wife Kathie were preparing for a lengthy trip overseas. This was accepted with deep regret by the Executive and by the Club Members. Treasurer Denis Powley also retired at the same time.

On your behalf, I would like to record our thanks to both gentlemen for their professionalism and service to our Club.

Trading is still slow and we are struggling to keep our heads above water. If anyone has ideas on how to improve patronage, please do not hesitate to contact the Manager Lynette or any of the Executive.

The Club also missed revenue from a proposed Boxing Tournament that did not proceed, hopefully we will get them back in future.

I have decided not to seek re-election as President for the next term, but will offer myself as a candidate for Executive Committee.

Thanks to Vice-President Peter and the Executive Committee for their support and advice over the past twelve months, and Dennis Corcoran for his time in visiting those who unfortunately required time in hospital.

In order for Clubs to survive, we are still in discussions with local Clubs interested in amalgamation. These are ongoing and we will keep you, as Members, informed of any important issues as they happen.

A special thanks to the Members who regularly support our club, a pity there are not more like you.

See you at the AGM, Sunday 28th June 2015 – 10am

TOM QUINN
PRESIDENT

Minutes of the 49th Annual General Meeting held at the Hamilton Cosmopolitan Club premises on Sunday 29th June 2014 at 10.00 am

Present;

T. Quinn (President), G. Moosman (Vice President), S. McLean, P. Clough, C. Sistani, J. Jones, C. Stanwell, R. Shepard (Secretary/Manager) plus 93 members

Welcome

The president declared the meeting opened at 10.00 am and welcomed everyone to the 49th Annual General Meeting.

Apologies

Viven Pfefferle, Denis Powley, Peter & Gail Wilson, Greg Klinac, Morgan & Jasmine Ellery, John & Alison Neal, Kevin Rodgers, Mike Tuck, George Dyer, Margaret Brimblecombe, Wayne & Rosemary Northcott, John & Toni Clough, Lorraine Adams, Barry Matthews, Ray McConnell, Laurie Smith, Ella Koolen, Leany De Lange, Sylie Burr, Barry Milne, Andy Bryant, Jim Benzoni, Charlie Symes, John Hanley, Petronelle West, Pat Snell, Denis Warren

Moved S. McLean / G. Moosman

Carried

Deceased Members

The president, sympathy is extended to families and friends of members who had passed away during the year and please stand and a minutes silence will be observed in memory of those members.

Previous Minutes

It is moved that the minutes of the 48th Annual General Meeting held on Sunday 30th June 2013 and as circulated in the 49th Annual Report be accepted as a true and accurate record.

Moved P. Gouk / T. Stanwell

Carried

Matters Arising

Nil

President Report

It is moved that the President's Report as presented in the 49th Annual Report be accepted.

Moved the president / G. Moosman

Carried

Life and Meritorious Awards

C. Stanwell, the executive liaison representative for Indoor Bowls, read out a citation and presented a meritorious award to Barry Palmer.

B. Palmer stated he was surprised and thanked the club for the honour.

S. McLean, the executive liaison representative for the Outdoor Bowls, read out a citation and presented a meritorious award to Peter Ramsey.

Annual Accounts

The manager on behalf of the treasurer read the following.

The year was not a good one for the Club, with the month of November being the only one where the Club made a reasonable profit. The months of December thru March were particularly bad with deficits made in each of these months.

The Club has recorded an operating deficit for the year to the 31/3/14 of -\$19,537.57 and after depreciation a deficit of -\$102,003.57.

The Operating Profit/Deficit was down -\$49,048 on the previous year.

Sales for the, Bar decreased \$42,298 or 5.99%, Restaurant decreased \$14,918 or 4.64% and

Gaming increased \$43,761 or 8.33% over the year.

Expenditure for the year was down \$36,734 on the previous year.

We continue to pay all outstanding accounts in the month following their occurrence.

A. Van Oosten asked the question with a \$102,000 when you add back the depreciation it does not come to \$19,537 can you explain why this is so.

The president stated that there are a number of depreciation totals but we will need to ask the treasurer on his return.

It is moved that the Annual Accounts for the year ended 31st March 2014 and the Auditors Report as presented in the 49th Annual Report be accepted.

Moved K. Stowers / P. Gouk

Carried

Annual Subscriptions

It is moved that the membership subscriptions remain unchanged.

Moved the president / G Moosman

Discussion

B. Hargood stated that the veterans sub club once had a membership of 400 now it's down to 75 members I believe older members on a fixed income find it hard to come up with \$100 to pay subs it is better to get \$25 each than have members leave.

The president asked if the member wished to amend the motion.

It is moved that the over 65 years of age pay a subscription of \$25

Moved B. Hargood/ N. Smith

General discussion

Carried

Election of Officers

A Fulton, returning officer declared the following members elected for the 2014-15 executive committee voting results are;

For Vice President;

Peter Clough 194

Sue McLean 66

Therefore the vice president elected is Peter Clough.

For Executive Committee;

Craig Andrews 91

Gerry Moosman 136

Paul Phillips 77

Chris Powell 144

Steve Savage 114

Chris Sintern 77

Guy Temoni-Syme 62

Invalid 5 votes

Therefore the newly elected executive members Chris Powell and Steve Savage and re-elected is Gerry Moosman as executive.

The board of appeal required no election.

Therefore the full executive committee members are;

President Tom Quinn

Vice President Peter Clough

Executive Sue McLean, Christina Stanwell, Judy Jones

Gerry Moosman, Chris Powell, Steve Savage

Board of Appeal Jan Lloyd, Dave Harris, Rod Carmichael

The president thanked Allan Fulton and his team,

The president asked Peter Clough to come forward to receive his vice president badge

The president asked Chris Powell to come forward and receive his executive badge

C Powell thanked those that voted for him and congratulated his fellow newly elected executive members.

Look forward to working with everyone to implement some changes for the better.

The president asked Steve Savage to come forward and receive his executive badge

S. Savage thanked everyone for giving him the opportunity to work at turning the club around and congratulated Peter and look forward to working with everyone.

G. Moosman stated it was good to see younger club members being elected onto the executive and looking at getting this club going again.

The president thanked Chris Sintern and Alison Healey for all the work they have done over the years as executive members of the club.

Honoraria

It is moved that the Honoraria for the executive committee and for the bereavement and hospital liaison officer remain at their current levels.

Moved the president / G. Moosman

Carried

Appointment of Auditor

It is moved that Glen Sullivan be reappointed as Auditor for the 2014-15 financial year.

Moved the president / K. Stowers

Carried

Notice of Motions

The president stated that these motions have been introduced to reduce the club's costs in the production and distribution of the annual reports.

The manager stated that last year AGM costs were \$4,500 with the highest cost for one year being \$11,500. These remits will introduce measures that will reduce the cost by not printing and posting reports to members who don't really want them. Members with emails will have a link emailed to them where they can then view or download the report from the club webpage. Printed copies of the report will also be kept at reception for members to uplift. If members request they will have the report posted. I believe the best time to get that request would be when the annual subscriptions are sent out.

T. Stanwell asked whether members have the choice of receiving both an email link and post at their request or just mail.

The manager replied that members will only receive the report by post if requested.

It is moved that the following remit is incorporated into the club rules

6. The Annual General Meeting of members shall be held in the month of June in each year on a date to be fixed by the Committee. Fourteen (14) clear days notice of such meeting shall be given by notice posted on the club notice board **and club webpage** and a copy of such notice **sent to individual members by email or post mail at their request** seven (7) clear days prior to the date of such meeting. At such meeting thirty (30) financial members present in person shall form a quorum.

Moved T. Quinn / G. Moosman

Carried

It is moved that the following remit is incorporated into the club rules

31 .At each Annual General Meeting the Committee shall produce a printed Report of the proceedings of the Club and Sub-Clubs for the past year and an audited Balance Sheet showing the financial position of the Club as at 31 March of the current year and an audited Balance Sheet of Sub-Clubs at their last balance date prior to the Annual General Meeting. A copy of the Report and Balance Sheet shall be **placed on the club webpage with a link emailed to members. Also copies held at reception for members to collect or posted by mail to members at their request. The report to be completed within seven (7) clear days prior to the date of the meeting.**

Moved T. Quinn / G. Moosman

Carried

General Business

T. Stanwell asked when will there be special meeting held showing the alterations planned for the club.

The president stated that there was a meeting of the executive development committee and the architect which went through some slight changes to a proposed development plan which we hope to have on display in the club at the end of next week. This is a very different and exciting plan around attracting younger members to the club. Then we will set a date for a special meeting.

B. Hargood asked why don't you advertise the Wednesday and Friday dinner and dance more.

K. Hurst asked with the clubs present financial position why don't you advertise more to the public and hold event which appeal more to that sector. Do you have an entertainments manager?

15 years ago we had John Rowles in the club which was a great success and those events could be open to the public and help improve our financial position.

L. Fraser, club entertainment manager, replied John Rowles was here a few months ago, Freddie Mercury tribute was here a few months ago last year we had Fleetwood Mac tribute show and I didn't see you when they were on. Christina and I are planning on having something different in the club next month which is a masquerade ball and I hope to see you attend. But come and see me if you have any entertainment suggestions.

K. Hurst stated all I wanted was the club to look at opening up the club more to the general public.

The president stated that the club has licensing restrictions when it comes to public having access into our club rooms.

D. Corcoran stated that the staff here do a magnificent job working under adverse conditions in particular the kitchen staff and I love them they do a great job.

The president thanked Denis Corcoran for the work he has done as the clubs bereavement and hospital liaison person and hopes he will continue in this role in the future.

D. Corcoran stated he has carried our numerous funeral and hospital visits and other jobs like taking members shopping and is very enthused to continue in the role. It has extended his knowledge of the members and he has made many more friends from it.

The president closed the 49th Annual General Meeting Closed at 10.45 am.
Confirmed

T. Quinn President

Date: _____

Financial Statements and Notes

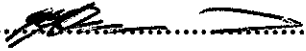
Should Members have any queries on the Financial Statements and Notes please convey these in writing to the Treasurer at least three days prior to the Annual General Meeting to enable the necessary information to be sourced and ensure questions are satisfactorily replied to.

HAMILTON COSMOPOLITAN CLUB (Inc)

REPORT ON SUB CLUBS (Pursuant to Rule 31)

Report on the last audited Balance Sheets of Sub Clubs prior to 28 June 2015 being the date of the Annual General Meeting of the Club for 2015

For and on behalf of the Executive Committee

T Quinn  **President**

R Hosking.....  **Sub Club Auditor**

Adjunct	Balance Date	Only Assets – Cash at Bank & Loan to Main Club			
		No Liabilities		Loan	
		Cash 2015	2014	2015	2014
Cricket	31/03/2015	96	1,417	0	Nil
Dance	31/03/2015	1,017	1,044	0	
Fishing	31/07/2014	719	649	* 1,500	
Four Wheel Drive	31/03/2015	1,889	4,222	2,000	
Golf	31/03/2015	2,138	5,094	3,500	
Sport of Kings	31/10/2014	2,768	2,103	* 3,000	
Travel	31/08/2014	4,625	3,772	* 3,500	

* Loan made after Sub Club balance date.

Statements of Financial Position (Balance Sheets) of Sub Clubs having Assets in addition to Cash at Bank are attached.

**Hamilton Cosmopolitan Club (nc)
Indoor Bowling Sub-Club**

Statement of Financial Position
As at 30 September 2014

	2014	2013 <i>(11 mths)</i>
Current Assets		
Raffle Float	20.00	20
ANZ Bank No 9	2,468.50	2,164
ANZ Serious Saver No 50	12,365.58	12,677
Total Current Assets	<u>14,854.08</u>	<u>14,861</u>
<i>loan to main club 9,000.00</i>		
Fixed Assets		
Bowls & Bowling Mats	9.74	12
	<u>1.95</u>	<u>2</u>
	7.79	10
Honours Board	302.25	336
Less Depreciation 10%	<u>20.23</u>	<u>34</u>
	272.02	302
Sundry Equipment	55.54	62
Less Depreciation 10%	<u>5.54</u>	<u>6</u>
	50.00	56
Total Fixed Assets	<u>329.81</u>	<u>368</u>
Total Assets	<u>15,183.89</u>	<u>15,229</u>
Current Liabilities		
Prepaid Dinner Deposits	0.00	80
Accumulated Funds	15,183.89	15,149
Total Funds Employed	<u>15,183.89</u>	<u>15,229</u>

Statement of Movements in Equity
As at 30 September 2014

	2014	2013
Balance at the beginning of the year	15,148.67	14,157
Operating (Deficit)/Surplus	35.22	992
Accumulated Funds at 30 September 2014	<u>15,183.89</u>	<u>15,149</u>

Chairperson.....
Date

Treasurer.....
Date

Hamilton Cosmopolitan Outdoor Bowling Club (Inc)

Statement of Financial Position As at 31 March 2015

	Notes	2015	2014
Current Assets			
ANZ Bank		8048.49	7,685
BNZ General Account		0.00	2,372
ANZ Term Deposits	5	80,000.00	75,229
Cash Floats		231.00	219
Stock on Hand		421.00	816
Interest Accrued		2,895.00	133
Goods & Services Tax		297.45	64
Prepd Vouchers		145.00	0
Pellows Sponsorship		300.00	0
Bonus Bonds		960.00	0
		<u>93,297.94</u>	<u>86,518</u>
Fixed Assets	4	22,988.00	32,805
Total Assets		<u>116,285.94</u>	<u>119,323</u>
Current Liabilities			
Accounts Payable		975.61	299
Members' Equity		115,310.33	119,024
Total Funds Employed		<u>116,285.94</u>	<u>119,323</u>

For and on behalf of the Hamilton Cosmopolitan Outdoor Bowling Club (Inc)

.....
Treasurer	Date	President	Date

Statement of Movements in Equity As at 31 March 2015

	2015	2014
Balance at beginning of the year	119,023.93	126,317
Adjustment Previous Year	90.81	0
Operating Surplus/(Deficit)	-4,764.41	-7,293
Bonus Bonds - accumulated	960.00	0
Balance at end of the year	<u>115,310.33</u>	<u>119,024</u>

Hamilton Cosmopolitan Cards Sub Club

Statement of Financial Position

As at 31 March 2015

Current Assets	2015	2014
ANZ Current Account	4,760.72	5,804
ANZ Rapid Save	0.00	5,259
Loan to Main Club	5,000.00	0
Prepaid Accommodation/Travel 2015 Nats.	2,542.00	1,384
Jackpot/Raffle Float	50.00	0
Total Assets	<u>12,352.72</u>	<u>12,447</u>
Current Liabilities		
Accumulated Funds	12,352.72	12,447
Total Funds Employed	<u>12,352.72</u>	<u>12,447</u>

For and on behalf of the Hamilton Cosmopolitan Cards Sub Club

.....
Treasurer

.....
Date

.....
Chairman

.....
Date

Statement of Movements in Equity

For the Year ended 31 March 2015

	2015	2014
Balance at beginning of the year	12,447.15	13,847
Operating (Deficit)/Surplus	-94.43	-1,399
Accumulated Funds at end of the year	<u>12,352.72</u>	<u>12,447</u>

Hamilton Cosmopolitan 8 Ball Pool Sub Club

STATEMENT OF CHANGES IN EQUITY
For the year ended 31 March 2015

	Note	2015 \$	2014 \$
Balance at the beginning of the year		19,174	22,161
Profit / (Loss) for the year		4,844	(2,987)
Accumulated Funds at 31 March 2015		\$24,018	\$19,174

Hamilton Cosmopolitan 8 Ball Pool Sub Club

BALANCE SHEET
As at 31 March 2015

	Note	2015 \$	2014 \$
Current Assets			
ANZ Current Account		3,043	4,585
ANZ Masters Account		3,562	4,391
ANZ Championship Account		4,753	17,640
Loan to Main Club	5	15,000	-
Ladies North Island Income and Expenses in advance	6	(2,340)	(7,442)
Total Assets		\$24,018	\$19,174
Accumulated Funds		24,018	19,174
Total Equity		\$24,018	\$19,174

Hamilton Cosmopolitan Club (Inc)
Billiards & Snooker Sub Club

Statement of Financial Position

As at 31 January 2015

Current Assets	2015	2014
ANZ Bank Account	7,500.46	6,533
Advance to Hamilton Cosmopolitan Club	5,000.00	5,000
Interest Due	115.00	118
Total Assets	<u>12,615.46</u>	<u>11,650</u>
Current Liabilities		
Accumulated Funds	12,615.46	11,650
Total Funds Employed	<u>12,615.46</u>	<u>11,650</u>

Treasurer _____ Chairman _____

Date _____ Date _____

Statement of Movements in Equity

As at 31 January 2015

	2015	2014
Equity at beginning of the year	11,650.47	11,008
Net Surplus/ (Deficit)	964.99	643
Equity at end of the year	<u>12,615.46</u>	<u>11,650</u>

HAMILTON COSMOPOLITAN CLUB—VETERANS CLUB

3. STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2015

CURRENT ASSETS		2015	2014
ANZ CURRENT CHEQUE ACCOUNT		25912	6733
BNZ TERM DEPOSIT		-	12000
ANZ RAPID SAVE		-	7294
LOAN HAMILTON COSMOPOLITAN CLUB		10000	10000
FLOAT FOR RAFFLES		30	30
PETTY CASH IMPREST		50	50
INTEREST DUE HAMILTON COSMOPOLITAN CLUB			
SEPT 2014	225		
MARCH 2015	<u>200</u>	<u>425</u>	<u>260</u>
<u>TOTAL ASSETS REPRESENTED BY</u>		<u>36417</u>	<u>35580</u>
ACCUMULATED FUNDS			
BALANCE 1/4/14	36367		35580
ADD SURPLUS INCOME	<u>50</u>		<u>787</u>
<u>TOTAL FUNDS</u>	<u>36417</u>		<u>36367</u>

FOR AND ON BEHALF HAMILTON COSMOPOLITAN VETERANS CLUB

JJ ADAMS SECRETARY / TREASURER

Glenn Sullivan
Chartered Accountant Ltd

Audit & Business Specialist

23 Appleby Rise
Whakatane

Phone: 308 9444

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email: glennsullivan@xtra.co.nz

INDEPENDENT AUDITOR'S REPORT

To the Members of Hamilton Cosmopolitan Club (Inc.)

Report on the Financial Statements

I have audited the financial statements of Hamilton Cosmopolitan Club (Inc.) on pages 17 to 35 which comprise the statement of financial position as at 31 March 2015, and the statement of financial performance, statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Committees' Responsibility for the Financial Statements

The committee is responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with International Standards on Auditing (New Zealand). Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion. Other than in my capacity as auditor I have no relationship with, or interests in, Hamilton Cosmopolitan Club (Inc.).

Opinion

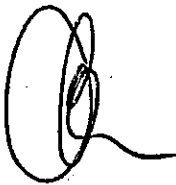
In my opinion, the financial statements on pages 17 to 35 present fairly, in all material respects, the financial position of Hamilton Cosmopolitan Club (Inc.) as at 31 March 2015, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

Emphasis of Matter

I draw attention to the net loss of \$89,046 incurred during the year ended 31 March 2015 (\$102,002 in 2014) and note 20 in the financial statements which shows that as of that date, the society's current liabilities exceeded its total assets by \$230,282 (\$252,741 in 2014). These conditions, along with other matters as set forth in note 20, indicate the existence of a material uncertainty that may cast significant doubt about the society's ability to continue as a going concern.

Report on Other Legal and Regulatory Requirements

Hamilton Cosmopolitan Club (Inc.) has licenses to operate Gaming Machines (License No. GMV699 and GM482), which was granted under the Gambling Act 2003. In my opinion these activities have been carried out in accordance with the Act.



10 June 2015 GLENN SULLIVAN CHARTERED ACCOUNTANT, WHAKATANE

Hamilton Cosmopolitan Club (Inc)

Statement of Financial Position
As at 31 March 2015

	Note	2015 \$	2014 \$
Current Assets			
Cash on Hand		29,680	29,138
Deposit - ANZ	24	0	0
ANZ Gaming Machine Account		41,744	31,161
ANZ Imprest Account		1,003	1,000
ATM machine		4,540	6,180
Accounts Receivables	5	0	2,875
Stock On Hand	6	29,615	31,904
Prepayments	5	0	0
		<u>106,582</u>	<u>102,258</u>
Property, Plant & Equipment	2,3, & 4	1,936,875	1,974,290
Non-Current Asset		0	0
Total Assets		<u>2,043,457</u>	<u>2,076,548</u>
Current Liabilities			
ANZ General Account	21	45,453	131,124
Subscriptions in Advance		23,385	34,090
Accounts Payable		77,103	88,511
Employee entitlements		42,608	56,447
Loans from Sub Clubs	8	20,500	25,500
Loans from Sub Clubs (2015)	8	42,500	0
Accruals for Expenditure	25	7,600	7,300
Payments received in Advance		605	875
Income Tax Payable		17,241	0
GST Payable		24,121	0
Members Deposits		8,903	11,152
ANZ Bank - Term Loan No. 2 (Current Portion)		17,588	0
Loan - Equipment Finance Ltd		9,357	0
		<u>336,864</u>	<u>354,999</u>
Term Liabilities			
Term Loan - ANZ Bank		75,000	75,000
Term Loan - ANZ Bank No2 (Sept'14)	7, 26	74,090	0
		<u>149,090</u>	<u>75,000</u>
Equity			
Accumulated Funds		995,563	1,084,609
Asset Revaluation Reserve	9	561,940	561,940
		<u>1,557,503</u>	<u>1,646,549</u>
Total Funds Employed		<u>2,043,457</u>	<u>2,076,548</u>

For and on behalf of the Executive Committee who authorised the issue of these financial statements on the date shown below.

Vice President

Signature

Date

13-6-2015

Date

12-6-15



These statements should be read in conjunction with the notes to the financial statements.

Hamilton Cosmopolitan Club (Inc)

Statement of Financial Performance
For the Year ended 31 March 2015

	Note	2015	2014
		\$	\$
Income			
Bar Trade		250,819	241,406
Restaurant & Bistro Trade		21,443	31,046
Gaming Machine Account		192,281	172,582
Club Clothing		0	96
House		3,080	2,654
Other Income		9,878	10,422
Subscription income	10	51,342	57,676
Interest		188	139
Raffle Income		8,210	10,093
Snooker Sub Club Loan forgiven		5,000	
Profit on disposable property		567	0
Total Income		<u>542,918</u>	<u>626,114</u>
Less Expenditure			
Bus Operation		51,142	48,865
TAB Operation		7,923	2,728
Club Clothing/Apparel		637	0
Snooker Tables		1,196	3,261
Pool Tables		2,372	2,405
Administration Expenses	14	197,333	205,442
Property Expenditure	15	119,386	122,327
Salary and Wages	16	225,804	215,142
General Depreciation (Excluding Gaming, Bus, Snooker & Pool)		26,171	27,946
Total Expenditure		<u>631,964</u>	<u>628,116</u>
Net Profit/(Deficit) before Taxation		<u>-89,046</u>	<u>-102,002</u>
Less Income Tax Expenses		0	0
Net Profit/(Deficit)		<u>-89,046</u>	<u>-102,002</u>



These statements should be read in conjunction with the notes to the financial statements.

Hamilton Cosmopolitan Club (Inc)

Statement of Movements In Equity

For the Year ended 31 March 2015

	Note	2015 \$	2014 \$
Equity at beginning of the year		1,646,549	1,748,551
Revaluation of Assets			0
Net Profit/(Deficit)		-89,046	-102,002
Equity at the end of the year	9	<u>1,557,503</u>	<u>1,646,549</u>



These statements should be read in conjunction with the notes to the financial statements.

Hamilton Cosmopolitan Club (Inc)

Trading Accounts
For the year ended 31 March 2015

	<u>2015</u>	<u>2014</u>
	\$	\$
Bar Trade Sales	630,802	664,095
Cost of Sales-		
Opening Stock 1 April	28,398	30,209
Purchases	<u>241,283</u>	<u>278,964</u>
	269,679	309,173
Less Closing Stock 31 March	<u>28,130</u>	<u>28,398</u>
	243,549	280,777
Gross Profit	<u>387,253</u>	<u>383,318</u>
Gross profit percentage	61.4%	57.7%
Less Expenses		
Wages	123,804	130,648
Operating Expenses	12,630	11,264
	<u>136,434</u>	<u>141,912</u>
Net Profit	<u>250,819</u>	<u>241,406</u>

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	<u>2015</u>	<u>2014</u>
	\$	\$
Restaurant & Bistro Trade Sales	307,215	306,771
Cost of Sales		
Opening Stock 1 April	3,508	3,316
Purchases	<u>145,879</u>	<u>141,225</u>
	149,387	144,541
Less Closing Stock 31 March	<u>3,485</u>	<u>3,508</u>
	145,902	141,033
Gross Profit	<u>161,313</u>	<u>165,738</u>
Gross profit percentage	52.5%	54.0%
Less Expenses		
Operating expenses	12,089	11,510
Wages	<u>127,781</u>	<u>123,182</u>
	139,870	134,692
Net Profit	<u>21,443</u>	<u>31,046</u>



These statements should be read in conjunction with the notes to the financial statements.

Hamilton Cosmopolitan Club (Inc)

Trading Accounts
For the year ended 31 March 2015

	<u>2015</u>	<u>2014</u>
	\$	\$
Gaming Machine Account		
Receipts	495,188	481,630
Profit on Sale of Gaming Assets	<u>0</u>	<u>0</u>
	495,188	481,630
Less Expenses		
Audit	2,575	3,159
Depreciation	38,428	48,586
Donations & Grants	2,174	4,800
Electricity	10,020	9,103
Gaming Machine duty	113,912	109,810
Problem Gaming Gambling levy	7,460	7,552
Gaming Wages	94,789	94,316
Gaming EMS	7,809	7,970
Interest on Finance Co. Loan	1,046	0
Insurance	8,340	7,290
Loss on sale of gaming assets	0	2,674
Other Direct Expenses	16,354	13,788
Total Expenses	<u>302,907</u>	<u>309,048</u>
Net Profit	<u>192,281</u>	<u>172,582</u>

	<u>2015</u>	<u>2014</u>
	\$	\$
Bus Operation		
Receipts	14,453	18,670
Sale of Van UH4468		
Less Expenses		
Fuel & maintenance	12,560	11,442
Drivers' wages	49,713	52,184
Depreciation	3,322	3,909
Loss on Sale of Van	<u>0</u>	<u>0</u>
	65,595	67,535
Gross Profit/(Loss)	<u>-51,142</u>	<u>-48,865</u>

	<u>2015</u>	<u>2014</u>
	\$	\$
TAB Operation		
Commission / sales	11,577	16,735
Less Expenses		
Operators' wages	18,727	18,291
Operating costs	773	1,172
	19,500	19,463
Gross Profit/(Loss)	<u>-7,923</u>	<u>-2,728</u>



These statements should be read in conjunction with the notes to the financial statements.

Hamilton Cosmopolitan Club (Inc)

Trading Accounts

For the year ended 31 March 2015

	2015	2014
	\$	\$
Club Clothing Account		
Sales	39	457
Cost of Sales		
Opening stock 1 April	0	0
Purchases	676	361
	<u>676</u>	<u>361</u>
Closing stock 31 March	0	0
	<u>676</u>	<u>361</u>
Gross Profit	<u>-637</u>	<u>96</u>

	2015	2014
	\$	\$
Housie		
Sales	5,922	5,406
Cost of Sales		
Opening stock 1 April	0	0
Purchases	221	162
Operating Costs	2,621	2,600
	<u>2,842</u>	<u>2,762</u>
Closing stock 31 March	0	0
	<u>2,842</u>	<u>2,762</u>
Gross Profit	<u>3,080</u>	<u>2,654</u>

	2015	2014
	\$	\$
Snooker		
Lighting Receipts	2,877	3,193
Less Expenses		
Fitting Meters	0	0
Depreciation	402	473
Wages	3,671	3,242
Repairs to Tables	0	2,739
	<u>4,073</u>	<u>6,454</u>
Gross Profit	<u>-1,196</u>	<u>-3,261</u>

	2015	2014
	\$	\$
Pool		
Lighting Receipts	2,217	2,976
Less Expenses		
Depreciation	1,319	1,551
Wages	3,270	1,621
Repairs to Tables	0	2,208
	<u>4,589</u>	<u>5,380</u>
Gross Profit	<u>-2,372</u>	<u>-2,405</u>



These statements should be read in conjunction with the notes to the financial statements.

Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31st March 2015

1. Statement of Accounting Policies

Reporting Entity

Hamilton Cosmopolitan Club Incorporated ("the Club") is an Incorporated Society registered under the Incorporated Societies Act 1908.

The Financial Statements of the Club have been prepared in accordance with generally accepted accounting principles.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on an historical cost basis are followed by the Club, with the exception that certain assets as specified below have been revalued.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of financial performance and financial position have been applied:

Differential Reporting Exemptions

The Club qualifies for differential reporting as it is not publicly accountable and is not large as defined in the framework for Differential Reporting. The Club has taken advantage of all differential reporting exemptions.

Property, Plant & Equipment

All items of property, plant and equipment are initially recorded at cost, including costs directly attributable to bringing the asset to its working condition.

Borrowing costs directly attributable to the acquisition or construction of property, plant and equipment are capitalised.

Any expenditure that increases the economic benefits derived from an asset is capitalised. Expenditure on repairs and maintenance that does not increase the economic benefits is expensed in the period it occurs.

Freehold land and buildings are revalued on a cyclical basis over five years. Specialised plant and equipment is revalued every five years.

Valuations are to fair value, as determined by an independent valuer. Revaluations are transferred to the asset revaluation reserve for that class of asset. If any revaluation reserve has a deficit, that deficit is recognised in the statement of financial performance in the period it arises. In subsequent periods any revaluation surplus that reverses previous revaluation deficits is recognised as revenue in the statement of financial performance.

When an item of property, plant and equipment is disposed of the difference between net disposal proceeds and the carrying amount is recognised as a gain, or loss, in the statement of financial performance.

Depreciation is provided for on a diminishing value basis for plant and equipment and a straight-line basis for buildings. Freehold land, is not depreciated. The depreciation rates are calculated to allocate the asset's cost or valuation over their estimated useful lives. When an asset is revalued the depreciation charge is calculated on that revalued amount from the date of revaluation.



Hamilton Cosmopolitan Club (Inc)

**Notes to the Financial Statements
For the year ended 31st March 2015**

Leased assets are depreciated over the shorter of the unexpired period of the lease and the estimated useful life of the assets.

Major depreciation rates are:

Freehold Club Buildings	3% SL
Billiard Tables	15% DV
Furniture, Plant & Equipment	10%-48% DV
Motor Vehicles	15% DV
Gaming Machines	33% DV

Stock

Stock has been valued the lower of cost price or net realisable value on a weighted average cost basis. There is no damaged or obsolete stock.

GST

The financial statements have been prepared on a GST exclusive basis.

Leases

The Club leases certain plant and equipment.

Finance leases, which effectively transfer to the Club substantially all of the risks and benefits incident to ownership of the leased item, are capitalised at the present value of the minimum lease payments. The leased assets and corresponding liabilities are recognised and the leased assets are depreciated over the period the Club is expected to benefit from their use.

Operation lease payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the lease items, are included in the lease items, are included in the determination of the net surplus in equal instalments over the period of the lease.

Employee Entitlements

A liability for annual leave is accrued and recognised in the statement of financial position. The liability is equal to the present value of the estimated future cash outflows as a result of employee services provided at balance date.

Accounts Receivable

Accounts Receivable are stated at their estimated realisable value.

Taxation

No liability from income tax arises on operating activities within the Club's circle of membership as the Club is a non-profit organisation.

The income Tax expense recognises the current obligations payable to the Inland Revenue Department on activities outside the Club's circle of membership.



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

Changes in Accounting Policies

All policies have been applied on a basis consistent with those used in previous years.

2. Property, Plant and Equipment

	<u>2015</u>
	\$
The following are the assets purchased for the year.	
Computer - Lenova M73 SFF I5	1,836
Computer - Lenova M73 SFF I5	1,690
Tellermate Tix Scales	1,892
RAS 60 Hitachi Air Conditioner	3,034
Panasonic PT EZ570 Projector	2,312
Sound System	4,855
Reconditioned Glasswasher	2,999
Gaming Machine - Stacks, Cats & Cards	21,000
	<u>39,618</u>

3. Depreciation

	<u>2015</u>	<u>2014</u>
	\$	\$
Gaming Machines	38,428	48,586
Vehicles	3,322	3,909
Plant & Equipment	18,821	20,816
Buildings	7,350	7,130
Snooker & Pool Tables	1,721	2,024
Total Depreciation claimed for year	<u>69,642</u>	<u>82,465</u>



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

4. Property, Plant & Equipment

<u>2015</u>	<u>2014</u>	<u>2014</u>	<u>Book</u>
Cost/Valuation	Aggregate Depreciation	Aggregate Depreciation	Value
At valuation - Land 32 Claudelands Road, Hamilton	1,455,000	-	1,455,000
	<u>1,455,000</u>	-	<u>1,455,000</u>
At valuation - Buildings 32 Claudelands Road, Hamilton	245,000	21,830	223,170
	<u>1,700,000</u>	<u>21,830</u>	<u>1,878,170</u>
At valuation Snooker & Pool Tables	32,711	22,963	9,748
Vehicles	48,288	29,465	18,823
At Cost:			
Plant & Equipment	634,782	489,655	145,127
Gaming Machines	403,150	318,142	85,008
	<u>\$2,818,931</u>	<u>\$882,055</u>	<u>\$1,936,876</u>
<u>2014</u>	<u>2013</u>	<u>2013</u>	<u>Book</u>
Cost/Valuation	Aggregate Depreciation	Aggregate Depreciation	Value
At valuation - Land 32 Claudelands Road, Hamilton	1,455,000	-	1,455,000
	<u>1,455,000</u>	-	<u>1,455,000</u>
At valuation - Buildings 32 Claudelands Road, Hamilton	245,000	14,480	230,520
	<u>1,700,000</u>	<u>14,480</u>	<u>1,685,520</u>
At valuation Snooker & Pool Tables	32,711	21,242	11,469
Vehicles	48,288	26,143	22,145
At Cost:			
Plant & Equipment	639,008	487,493	151,515
Gaming Machines	397,150	293,509	103,641
	<u>\$2,817,157</u>	<u>\$842,867</u>	<u>\$1,974,290</u>



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

4. Property, Plant & Equipment

Impairment

The carrying amounts of all property, plant and equipment are reviewed on an ongoing basis. Any impairments are recognised immediately.

No impairment losses were reversed during this or the previous year.

Valuation information

Revaluations are determined by an Independent registered valuer, Doug Saunders (FNZIV) of the firm of Telfer Young (Waikato) Ltd for Land and Buildings. (Last valued 8th May 2012)

	<u>2015</u>	<u>2014</u>
Land		
8th May 2012	1,455,000	1,455,000
	<u>1,455,000</u>	<u>1,455,000</u>
Buildings		
8th May 2012	245,000	245,000
	<u>245,000</u>	<u>245,000</u>

Revaluations are determined by Barton McGill Limited for:

Snooker Tables	
31 March 2003	\$16,000



5. Accounts Receivable & Prepayments

	<u>2015</u>	<u>2014</u>
Change Order	\$ 0	\$ 0
Band payment in Advance	0	0
Accounts Receivable	0	2,875
	<u>0</u>	<u>2,875</u>

Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

6. Stock on Hand

	<u>2015</u>	<u>2014</u>
	\$	\$
Bars	26,130	28,396
Restaurant & Bistro	3,485	3,508
Club Clothing	0	0
	<u>29,615</u>	<u>31,904</u>

7. Term Liabilities

	<u>2015</u>	<u>2014</u>
	\$	\$
Term Loan ANZ (Interest Only)	75,000	75,000
Term Loan - ANZ (P & I over 10 years)	74,090	0
Total Term Liabilities	<u>149,090</u>	<u>75,000</u>

The Member's Debentures date back to the 1960-1970's and were for \$10 each. As the club has not paid interest on these for many years they are considered to have defaulted. After taking legal advice the club has decided to write these off. Any of these old debentures presented to the club for redemption will still be honoured.

8. Sub Club Loans

	<u>2015</u>	<u>2014</u>
	\$	\$
Veterans	10,000	10,000
Snooker	0	5,000
Gun	7,000	7,000
Darts	3,500	3,500
	<u>20,500</u>	<u>25,500</u>

The loans are unsecured and repayable on demand.
Current interest is 4.6% in March 2014 for the Veterans (over \$10,000) and 4.6%pa for Snooker in January 2014 (2013 - 4.5%pa and 4.7%pa respectively)

Sub Club Loans (2015)

	<u>2015</u>	<u>2014</u>
	\$	\$
Travel	3,500	0
Fishing	1,500	0
Indoor Bowls	9,000	0
Cards	5,000	0
Sport of Kings	3,000	0
8 Ball	15,000	0
Four Wheelers	2,000	0
Golf	3,500	0
	<u>42,500</u>	<u>0</u>

The Loans are unsecured and repayable at some future date when the main Club is able. No interest is payable.



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

9. Asset Revaluation Reserve

	<u>2015</u>	<u>2014</u>
	\$	\$
Land Revaluation Reserve		
Opening balance	0	0
Revaluation of Land	<u>1,195,000</u>	<u>1,195,000</u>
Closing Balance	<u>1,195,000</u>	<u>1,195,000</u>
Building Revaluation Reserve		
Opening balance	229,759	229,759
Revaluation of Buildings	<u>-862,819</u>	<u>-862,819</u>
Closing Balance	<u>-633,060</u>	<u>-633,060</u>
Total Asset Revaluation Reserves	<u>561,940</u>	<u>561,940</u>

10. Other Income

	Note	<u>2015</u>	<u>2014</u>
		\$	\$
Miscellaneous Income	11	4,856	5,909
Rent Received - Bowling Club		4,348	4,348
Hamilton Boys High School		774	165
			0
Total other income		<u>9,978</u>	<u>10,422</u>

11. Miscellaneous income

	<u>2015</u>	<u>2014</u>
	\$	\$
Gift Vouchers	0	340
Room Hire	2,339	2,539
Commission on Vending Machines	1,684	1,638
Melbourne Cup Promotion	0	0
Christmas Raffle	0	769
Card Advertising	435	0
Van Donations	0	0
Sundry Items	398	623
	<u>4,866</u>	<u>5,909</u>



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

12. Operating Income

	<u>2015</u>	<u>2014</u>
	\$	\$
Sales		
Bar Trade	830,802	684,096
Restaurant & Bistro Trade	307,215	306,771
Gaming Machines	495,188	481,630
Bus Operation	14,453	18,670
TAB Operation	11,577	16,735
Club Clothing	39	456
House	5,922	5,405
Raffles	8,210	10,093
Total Sales	<u>1,473,406</u>	<u>1,503,857</u>
Interest	198	139
Nomination fees	0	0
Other income	5,630	6,074
Rent received	4,348	4,348
Snooker and Pool Light receipts	5,093	6,168
Subscription income	51,342	57,676
Profit on Disposal of property	420	0
Snooker Sub Club Loan forgiven	5,000	0
Total other income	<u>72,031</u>	<u>74,405</u>
Total operating income	<u>1,545,437</u>	<u>1,578,262</u>

13. Lease and capital commitments

Operating Lease

Leased Document Centres

C5570(new) over 5 years at \$399.05 (GST incl.) each month and commenced on August 2012

(Repayments from 1/8/12 - \$399.05 (GST Incl.)

This has been reduced in May 2014 to \$388.00 (GST incl.) and two new small copiers have been supplied free of charge.

This Document Centre remains the property of Fuji Xerox New Zealand Limited.



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

14. Administration Expenses

	Note	2015 \$	2014 \$
ACC Levy		5,252	7,000
Advertising		4,669	10,524
Affiliation & Licence Fees		8,567	5,848
AGM Expenses		0	3,820
Audit Fees	17	5,040	4,241
Bad Debts		0	0
Bank Charges & Eftpos		7,212	8,026
Communication(Telephone/Postage)		10,122	10,140
Computer Charges		1,580	1,675
Contract cleaners		0	0
Document Centre Rental		3,890	4,511
Document Centre - Service Agreement		4,325	2,407
Entertainment (less cover charges)		84,862	92,231
Equipment Hire		1,980	0
Executive Honoraria		1,000	2,000
General Expenses		0	54
Hospitality		6,802	6,308
Interest - Overdraft		6,728	14,402
Interest - Term Loan		11,421	0
Interest - Other		835	0
Member's Jackpot & Raffle Prizes		11,400	9,700
Legal Fees		0	676
Newspapers & Publications		0	0
Printing & Stationery		5,957	6,910
Professional Fees - accounting		0	0
Professional Fees - other		0	980
Staff meals		0	0
Staff uniforms		0	0
Staff training		190	349
Staff expenses - other		0	107
Sub-Club expenses		486	0
Travelling & meeting expenses		2,868	2,476
Executive Re-compense		11,522	11,250
Clubs of Hamilton Expenses		625	0
Total Administration Expenses		197,333	205,442



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

15. Property Expenditure

	<u>2015</u>	<u>2014</u>
	\$	\$
Repairs & maintenance - bar equipment	0	0
Repairs & Maintenance - Glassware	1,551	409
Repairs & Maintenance - Property, plant & equipment	9,884	10,294
Repairs & Maintenance - Grounds	17	236
Repairs & Maintenance - Sports Equipment	928	49
Insurances	27,771	25,848
Sanitary services	14,984	16,666
Security	7,890	8,042
Power & Heating	40,356	43,511
Rates & ground Rent	15,805	17,193
Miscellaneous club maintenance	200	80
Total Property Expenditure	<u>119,386</u>	<u>122,327</u>

16. Salaries and wages

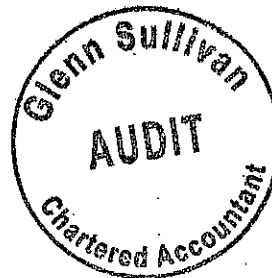
	<u>2015</u>	<u>2014</u>
	\$	\$
Cleaners & Caretakers	33,397	37,568
Management & Administration	142,924	128,869
Reception	49,483	48,707
	<u>225,804</u>	<u>215,142</u>

17. Auditors remuneration

	<u>2015</u>	<u>2014</u>
	\$	\$
Interim Auditing the financial statements year ended 31/03/14	7,600	7,300
	<u>7,600</u>	<u>7,300</u>

18. Securities - Assets Charged

1. The ANZ has a general security Agreement over all present and after acquired property and a 1st Registered Mortgage over the property at Claudelands Road, Hamilton.
2. Eftpos has a charge over the Eftpos machinery.
3. Independent Liquor (NZ) Limited has a charge over the stock we purchase from them until payment is made.
4. Fuji Xerox Finance Limited - equipment supplied
5. Equipment Finance Ltd. - remote Jackpot display and Multistar Spanish Dreams gaming Machine
6. The Mill Retail Holdings - Goods supplied



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

19. Contingent liabilities/Capital commitments

The Club has no capital commitments at 31 March 2015(2014: NIL). There is a bond in the sum of \$10,000 with the ANZ Bank guaranteeing the operations of the TAB Agency.

20. Going Concern

As at 31 March 2015 the Club's current liabilities exceed current assets (March 2014 current assets exceeded current liabilities)

	<u>2015</u>	<u>2014</u>
	\$	\$
Current Assets	106,582	102,258
Current Liabilities	336,864	354,999

The Executive committee considers for the next 12 months that the operating cash flows of the Club, together with its own bank facilities, will be sufficient to cover the Club's projected operating requirements and to settle or refinance the Club's other liabilities as they fall due. Accordingly, the accounts are prepared on a going concern basis. The executive will undertake a review of operations with a view to establishing a positive operating surplus after amortisation and to meet all operating liabilities as they fall due. In the event that the executive is unable to meet that objective and the club ceased to operate the assets as currently shown in the financial statements would need to be revalued to their realisable amounts and reclassified as current assets.

21. Bank Note

The Club has an Overdraft with a \$50,000 limit and an interest rate of 9.25%pa (2014: \$120,000 interest rate 8.5%)
There is also a \$75,000 interest only loan with an interest rate of 9.5%pa. (2013: \$75,000 interest rate 8.5%pa.)
and a Principal and Interest Term Loan of \$100,000 at 8.15% over 5 years (refinanced from Overdraft in October last year).

22. Related Party Transactions

The Club had one related party transaction. This was for a service of the Van DKL416 by Clough Auto Repairs on 3/12/14 for \$653.00 plus GST.
No other transactions have occurred.

23. Segment Information

The Club operates in one geographical location being Hamilton, New Zealand.

The Club operates predominantly in one sector, being the provision of recreational facilities for the use and welfare of its members. The major recreational facilities from which income is derived are food and beverages sales, gaming machines and subscriptions from its membership.

24. Subsequent Events

There are no matters or events that have arisen, or been discovered, subsequent to balance date that would require adjustment to, or disclosures in, these financial statements.

25. Accruals for Expenditure

	<u>2015</u>	<u>2014</u>
	\$	\$
Audit Fee	7,600	7,300
Veteran's Interest on Deposit	0	0
Wage Adjustment	0	0
Prof. Valuation	0	0
Gaming Machine EMS	0	0
	<u>7,600</u>	<u>7,300</u>



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

26. Non-Current Assets

	2015	2014
	\$	\$
Non-Current Assets		
Term Loan from ANZ	75,000	75,000
Term Loan from ANZ (P & I)	74,090	0

27. Gambling Requirements

The Hamilton Cosmopolitan Club Inc. operates as a registered chartered club at Claudelands Road, Hamilton with 18 gaming machines in operation. The Club has an executive committee of eight elected each year that oversee the operations of the Club. A Manager is responsible for the day to day running of the Club, and its staff.

The Club keeps accurate records of the operation of the gaming machines and accounts for the proceeds from these.

The authorised purpose distributions of the Gaming machine profit of \$192,281 for the year were:-

Applied Internally	\$
Capital Fees to Clubs NZ	5,131
Audit	2,700
AGM Expenses	0
Computer Charges	1,580
Interest Paid	0
Insurances	20,520
Travel/Meeting Expenses	2,868
Repairs & Maintenance - Property & Plant	9,587
Telephones & Postage	10,122
Power & Heating	28,500
Rates	11,083
Sanitary Services	11,984
Stationery	5,958
Security Services	7,889
Document Centre Hireage	3,880
Document Centre Service Agreement	4,324
Sky TV	16,536
Portion of Manager's Salary (up to 40%)	18,000
Caretaker's Wages	9,000
Purchases - Gaming Machine	
Stacks, Cats & Cards	20,000
	<u>189,672</u>
Applied Externally	
Grants	
HCC - 8 Ball	870
Manatungata Boxing	1,304
	<u>2,174</u>

Summary

Reported Gaming Profit	192,281
Add back Grants & Donations	2,174
	<u>194,455</u>
Retained Gaming Profits b/f	19
	<u>194,474</u>
Distributed as below - Applied Internally	(189,672)
Applied Externally	(2,174)
	<u>191,846</u>
Retained Gaming Profits c/f	2,628
Gross Gaming Receipts = \$495,188 @ 37.12% =	183,814
	<u>183,814</u>
B/F	(19)
	<u>183,795</u>



Hamilton Cosmopolitan Club (Inc)

Notes to the Financial Statements
For the year ended 31 March 2015

28. Gaming Expenditure

The Club has purchased a new Gaming Machine in the last year -Stacks, Cats & Cards for \$21,000 less a \$1,000 trade in

29. Policy for Minimising Risk of Problem Gambling

Problem gambling is gambling that causes harm or may cause harm. This harm may result from just one gambling session or be the result of regular gambling sessions over a period of time and involving substantial amounts of money.

The harmful effects of problem gambling can include:

- Financial problems
- Problems at work (ranging from poor performance to fraud)
- Poor parenting and other relationship problems
- Family violence
- Alcohol abuse
- Mental health problems

As such the Club recognises these problems and has taken the following steps to alleviate them:

- 1) Brochures and notices are displayed in the gaming area informing players about the hazards of gambling and encouraging them not to spend more they can afford.
- 2) All Gaming machines have now been converted to the Personal Information Displays (PID's).
- 3) The gaming machines do not accept banknotes higher than \$20.
- 4) There is a clock positioned prominently in the gaming area.
- 5) The Duty Manager is required to participate in training to keep up to date with procedures for identifying problem gamblers.
- 6) A person will be identified as a potential problem gambler if any of the following are shown:-
 - a) the person remains in the gaming area for excessively long periods
 - b) the person is a frequent visitor to the gaming area each week
 - c) the person shows signs of anger or distress while gambling
 - d) the person has arguments with other players or staff
 - e) the person damages the gaming machine
 - f) the person attempts to play two or more gaming machines
 - g) the person shows signs of intoxication while playing the gaming machines
 - h) Information is received from family or friends that the person is:-
 - i) gambling excessively
 - ii) possibly obtaining funds illegally for gambling
 - iii) using money for gambling which has been budgeted for other expenditure
 - iv) has left children without adequate supervision while in the gaming area
- 7) Staff on duty will report any observed gambling behaviours that may cause them concern.
- 8) If a problem gambler is identified the Duty Manager shall approach the person concerned and offer information and advice to the person, on problem gambling.
- 9) The Duty Manager will issue an exclusion order to self identified problem gamblers.
- 10) All gaming machines are located in a separate defined area of the Club.
- 11) Entry to the Club is restricted to members of the Club, guests of members, and members of an affiliated Club. Guests of members and affiliated members must be signed in.
- 12) A sign is erected at the entrance to the gaming area advising that persons under 18 years of age are not permitted to play the gaming machines.
- 13) The Club's staff will ask any individual who looks under age and enters the gaming area, for photo identification to verify age. If this is refused they will be asked to leave the gaming area.



