

MANUREWA COSMOPOLITAN CLUB INC.



# PERFORMANCE REPORT

2024/2025

To the Members of the Manurewa Cosmopolitan Club Inc.

There I was thinking that my 2<sup>nd</sup> term as President was going to be easier than the 1<sup>st</sup> but unfortunately, I was very wrong about that.

With the Club being as popular as ever and seeing over \$3M spent in its premises through the 2024-25 period, we know that it remains as one of New Zealand's busiest Clubs. But with rising costs, ongoing Repairs & Maintenance and relatively high wage costs, the Club remains as one of the best 'not for profit' Club's around. Our trading figures for the year support this claim.

We made a small profit before depreciation, but we clearly need to do better through improved variable cost control against a tide of rising fixed operational costs e.g., Electricity, Gas, Insurance, Rates, Wages and Food Costs. Although we are a 'not for profit' organisation, we are also a 'not for loss' organisation and need to generate surpluses so we can continue to maintain and improve our Club Facilities

I would summarise 2024-25 as being a difficult Trading Year due to a tightened economic environment where the discretionary dollar that was previously available for spending in premises such as our Club has diminished significantly.

The Manurewa Cosmopolitan Club is presently without a Club Manager due to Scott Adam's departure on the 30<sup>th</sup> of May. While some of you may see this as a negative, the current Board of Management see it as an opportunity to implement initiatives around staffing and transparent reporting procedures. I am quite certain a new Manager will be on top of the agenda of the new incoming Boards.

Membership numbers have remained steady although down 163 from previous year, and we continue to see numerous wonderful events being brought to the Club regularly for Members enjoyment. These events are also generating new members.

On a governance front, the Club is required to re-register under the Incorporated Societies Act 2022. We have until April 2026 to complete the re-registration. To do so, the Club Constitution, which already contains many of the mandatory Clauses required by the new Act, will require some additional clauses to be added to meet all the mandatory requirements of the new Act. The updated Club Constitution will be presented for approval at a Special General Meeting to be held later this year.

I would like to thank the Vice President Darryl Rodgers, the Executives Kevin Ralph, Allan Swale & Peter Berry and the Board Members Nadine Bryson, Yvonne Sheed, Owen Newson & Bas Kroon for their input and Board room banter over the last 12 months.

It is sad to see Yvonne Sheed and Owen Newson stand down this year and I thank them both for their service to the Club.

Thank you to Scott Adams, Adriana Monga & Capri Atutolu for doing a great job at the forefront of the Club.

Thank you to Margaret Wright for keeping our financial statements in line from afar.

Thank to you to Tea Ngatoko and her team in the Restaurant and Café for the service they provide considering the pressure they can be under at times.

Thank you to the Bar Staff, Door & Security Staff for their ongoing service to Members and Visitors and of course Rosie McCaughan for the job she does.

Thank you to the Section Conveners and their members. A special thank you goes out to the Sections that consistently bring events to the Club. These events cannot be successful without great sponsors, great bar staff, great food, a great environment, and numerous volunteers working in behind the scenes. My express gratitude goes out to you all.

Thank you to our Welfare Officer Yvonne Kessels for doing a great job doing the job that no one really wants to do.

Finally, my thoughts go out to the Members that we have lost in the last 12 months. On behalf of you all I offer their family and friends our utmost sincere condolences.

Rod Buck  
President

## FINANCE REPORT 2024/2025

It has been a tough year for the hospitality industry and Manurewa Cosmopolitan Club Inc, (the Club) has not been immune to the impact. In these difficult conditions, the Club is recording a loss after depreciation of (\$251,941). The loss is greater than that of last year (\$138,479) and is of concern to the Board and Management.

Revenue from Bar trading decreased from last year but good control of costs results in a slight increase in Net Profit.

Performance of the Restaurant and Café continue to be a challenge for the Club. Both continue to be impacted by increased prices for liquor and food as well as a nationwide downturn in hospitality spending. Combined, the Restaurant and Café ran at a (\$13,604) loss for the year. Board and Management are considering options to address these ongoing losses.

Gaming revenue continues to decline and the Gaming surplus has decreased by \$98,969. Costs of staffing, cost of the Harm Minimisation program, and increased utilities all feed into the lower result.

Subscription income has decreased for the year reflecting decreasing membership numbers. TAB and Door Sales have made increased contributions, (\$28,475 and \$23,639). Commissions and Hire income have increased this year and will continue to improve with the sub-let of sections of the car park.

The Club continues to support members with spending on Entertainment, Section activities, Club promotions and Taxi travel and has maintained Funeral Grants and Community Grants. Use of the Uber service has reduced the cost of Taxi travel for members.

Throughout the year the Club met essential Repairs and Maintenance commitments. The Board restricted Capital Expenditure to \$64,204 for Plant and Equipment purchases and has maintained tight control on Overhead spending managing to keep this slightly lower than last year.

The Bank Loan has increased by \$47,180 during the year. Scheduled repayments (\$52,820) were made servicing the bank loan and additional funds were required for asset purchases.

Although the Club continues to incur annual losses, the Club remains in a strong financial position with Equity of close to \$6.3 million. The Board and Management remain positive and are taking active steps to guide the Club rebuild over the next few years.

Thanks to Scott Adams, Adriana Monga and Capri Atutolu in the office, Robert Jones, Doug Montgomery, Tea Ngatoko in the Restaurant, Rod Buck, the Board and all Staff. Thanks for your hard work and support throughout the year.

Margaret Wright

**MANUREWA COSMOPOLITAN CLUB INC.  
ENTITY INFORMATION**

**Entity Type and Legal Basis**

Incorporated Society

**Incorporated Societies Number**

2692851

**New Zealand Business Number**

9429046553478

**Entity's Purpose or Mission**

The Manurewa Cosmopolitan Club's objective is to conduct, administer and maintain a chartered club for its members by providing amenities and facilities where members may meet and enjoy companionship with one another.

**Entity Structure**

**Executive Committee**

President – Rodney Buck

Vice President – Darryl Rodgers

Executives – Kevin Ralph, Allan Swale, Peter Berry

Board Members – Owen Newson, Baz Kroon, Yvonne Sheed, Nadine Bryson

Club Manager – Scott Adams

Accountant – Margaret Wright

**Main Sources of Entity's Cash and Resources**

Gaming Income

Bar Sales

Restaurant Sales

Membership Fees

**Main Methods Used by Entity to Raise Funds**

Gaming Machines, Bar Sales, Restaurant Sales

**Physical Address**

6-10 Alfriston Road

Manurewa

Auckland 2102

**Postal Address**

PO Box 75 – 130

Manurewa



## MANUREWA COSMOPOLITAN CLUB INC.

### STATEMENT OF SERVICE PERFORMANCE

For the year ended 31 March 2025

*'What did we do?'*, *'When did we do it?'*

#### Description of Entity's Outcomes

The Manurewa Cosmopolitan Club Incorporated is a community orientated organisation that aims to provide its members with a variety of social opportunities in an environment that is safe and enjoyable, where members can bring their families, interact with their peers, participate in a variety of interest groups and sport sections. The Board and Management have worked to establish the Manurewa Cosmopolitan Club as a social and an event centre for the local community. There is also a long-term focus on asset improvement and ensuring the Clubs continued strength and viability into the future.

#### Description and Quantification of the Entity's Outputs.

	<b>2025</b>	<b>2024</b>
Membership	2917	3080
Shows/Bands	39	38
Sporting Tournaments	5	7

In line with previous years, the Club also continued to support Members welfare, Sporting groups and various Community groups.



**MANUREWA COSMOPOLITAN CLUB INC.  
TRADING ACCOUNTS  
FOR THE YEAR ENDED 31st MARCH 2025**

	THIS YEAR	LAST YEAR
<b><u>BAR TRADING</u></b>		
Liquor Sales-Revenue from exchange transactions	1,096,128	1,108,945
Less Cost of Goods Sold	422,159	405,952
Direct Wages	251,284	284,452
	673,443	690,404
	422,685	418,541
<b><u>GAMING</u></b>		
<u>Gaming Income- Revenue from exchange transactions</u>	1,029,336	1,138,699
<u>Less Direct Expenses</u>		
Gaming Duty	237,128	261,925
Problem Gambling Levy	12,805	14,144
Gaming Licences	14,676	14,596
Electronic Monitoring Expenses	13,063	13,783
Machine Service & Repair	16,447	16,138
	294,119	320,586
<u>Operating Expenses</u>		
Accounting Fees	2,400	2,000
Audit Fee	1,100	2,500
Depreciation	40,086	49,545
Insurance	6,000	5,544
Power & Lighting	7,896	7,820
Wages - Gaming Room	138,548	112,548
	196,030	179,957
Surplus Before Distributions	539,188	638,157
<b><u>DISTRIBUTIONS</u></b>		
	Note 7.	
Members Welfare	15,992	19,814
Funeral Grants	9,500	7,000
Community Grants	1,320	373
Sporting Activities	19,580	23,939
Maintenance of Club Facilities	480,312	515,179
Additions to Assets	11,562	23,501
Repayment of Loan	-	50,000
	538,266	639,806
Balance to Gaming Funds	922	(1,649)
<b><u>RESTAURANT AND CAFÉ</u></b>		
Sales	751,395	651,133
Less Cost of Goods Sold	372,154	335,170
Direct Wages	392,845	308,604
	764,999	643,775
	(13,604)	7,359

*NOTE: This Statement should be read in conjunction with the Notes to the Financial Statements & the Auditor's Report.*



**MANUREWA COSMOPOLITAN CLUB INC.**  
**STATEMENT OF COMPREHENSIVE INCOME AND EXPENSES**  
**FOR THE YEAR ENDED 31st MARCH 2025**

	THIS YEAR	LAST YEAR
<b>INCOME</b>		
Bar Trading	422,685	418,541
Restaurant Café	(13,604)	7,359
Gaming Income	539,188	638,157
Membership-Revenue from exchange transactions		
Subscriptions	172,269	180,217
Association Affiliation Fee	11,962	12,332
Nominations	10,435	9,991
	194,666	202,539
Other Income-Revenue from exchange transactions		
Nuts, Chips & Miscellaneous	5,180	1,634
Interest, Dividends & Donations Received	11,297	24,377
T.A.B.	28,472	11,341
Café Expenses recovery (part year)	-	3,600
Door Sales	23,639	-
Covid Wage Subsidy and Grant     Note 8.	-	359
Commissions & Hireage	11,768	10,267
Add back Depreciation charged to Gaming	40,086	49,545
	120,442	101,123
<b>TOTAL INCOME:</b>	1,263,376	1,367,719
<b>Less CLUB ACTIVITY COSTS:</b>		
Bands & Entertainers	81,878	75,376
Sports & Sponsorship	32,902	24,838
Club Clothing	1,252	(668)
Membership Draw	27,886	29,078
Club Promotions	12,794	16,441
Hospitality - Club & Staff	9,792	10,271
Subsidised Taxi Travel	13,725	18,605
Members Welfare	1,051	1,348
Funeral Grants	9,500	7,000
Community Grants & Donations	1,320	373
<b>TOTAL COSTS</b>	192,100	182,662
<b>SURPLUS FROM CLUB ACTIVITIES</b>	1,071,277	1,185,057

*NOTE: This Statement should be read in conjunction with the Notes to the Financial Statements & the Auditor's Report.*



**MANUREWA COSMOPOLITAN CLUB INC.**  
**STATEMENT OF COMPREHENSIVE INCOME AND EXPENSES**  
**FOR THE YEAR ENDED 31st MARCH 2025**

	THIS YEAR	LAST YEAR
<b>SURPLUS FROM CLUB ACTIVITIES</b>	1,071,277	1,185,057
<b>Less CLUB OVERHEADS:</b>		
ACC Levies	5,979	5,750
Accountancy	9,468	9,229
Advertising	947	1,074
Audit Fee	7,552	6,111
Affiliation Fee - Clubs NZ	12,776	13,370
Bank & Credit Card Charges	141	2,509
Club Tea & Coffee	7,236	2,990
Cleaning & Laundry	103,422	99,493
Computer Software & Expenses	19,649	17,304
Executive Expenses	29,774	30,039
Conference Expenses	4,550	4,748
Insurance	67,885	63,498
Interest & Loan Fees	37,362	29,024
Legal Expenses	2,195	1,425
Loss (gain) on Sale	988	1,577
Permits & Licences	8,700	4,987
Plant & Sky Television Hire	55,173	56,774
Power, Lighting & Heating	100,447	100,786
Postages & Stationery	24,270	29,806
Rates	63,714	58,849
Repairs & Maintenance	84,061	102,539
Replacements - Bar & Restaurant	6,273	6,314
Rubbish Removal	10,329	10,289
Salaries & Wages	332,111	324,694
Security	16,218	26,514
Staff Uniforms & Expenses	5,029	9,118
Stock Control Services	-	6,475
Subscriptions to Associations	109	778
Telephones & Internet	5,705	5,294
<b>TOTAL EXPENSES</b>	1,022,063	1,031,358
<b>OPERATING SURPLUS BEFORE DEPRECIATION</b>	49,214	153,698
Less Depreciation	301,155	292,177
<b>OPERATING SURPLUS (LOSS) AFTER DEPRECIATION</b>	(251,941)	(138,479)

*NOTE: This Statement should be read in conjunction with the Notes to the Financial Statements & the Auditor's Report.*



**MANUREWA COSMOPOLITAN CLUB INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31st MARCH 2025**

	THIS YEAR	LAST YEAR
<b>CURRENT ASSETS</b>		
Cash on Hand & Floats	36,200	36,200
BNZ Trading Account	69,742	50,820
BNZ Gaming Account	61,732	62,501
BNZ Trustees Account	18,516	38,138
Accounts Receivable	1,456	6,060
Stock on Hand	43,777	46,890
<b>TOTAL CURRENT ASSETS</b>	231,422	240,608
 <b>FIXED ASSETS</b>		
As per schedule	Note 2.	
	6,951,354	7,189,289
<b>TOTAL ASSETS</b>	7,182,776	7,429,897


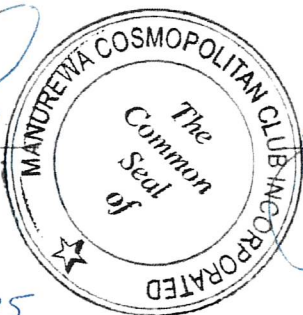
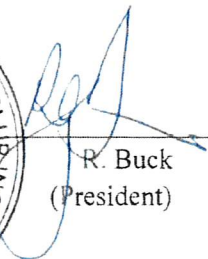
*NOTE: This Statement should be read in conjunction with the Notes to the Financial Statements & the Auditor's Report.*



**MANUREWA COSMOPOLITAN CLUB INC.  
STATEMENT OF FINANCIAL POSITION  
AS AT 31st MARCH 2025**

	THIS YEAR	LAST YEAR
<b>CURRENT LIABILITIES</b>		
Interest Bearing loans & Borrowings	54,720	50,160
Funds Held for Sections & Members	113,846	130,468
Accounts Payable	149,564	187,857
Provisions & Accruals	147,140	132,082
G.S.T. Payable	1,739	4,242
	467,009	504,809
<b>NON CURRENT LIABILITIES</b>		
Bank Term Loan	419,480	376,860
<b>MEMBERS' EQUITY</b>		
Accumulated Funds B/Fwd	6,548,055	6,684,885
Profit (Loss) from year to date	(252,863)	(136,830)
<b>TOTAL MEMBERS EQUITY</b>	<b>6,295,192</b>	<b>6,548,055</b>
<b>GAMING EQUITY</b>		
Accumulated Funds B/Fwd	173	1,822
Profit from year to date	922	(1,649)
<b>TOTAL GAMING EQUITY</b>	<b>1,095</b>	<b>173</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>7,182,776</b>	<b>7,429,897</b>

Approved:

 S. D. Adams (Manager)		 R. Buck (President)
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Dated: 31-05-2025

*NOTE: This Statement should be read in conjunction with the Notes to the Financial Statements & the Auditor's Report.*

**MANUREWA COSMOPOLITAN CLUB INC**  
**Statement of Cash Flows**  
**For the Year Ended 31st March 2025**

	<i>2025</i>	<i>2024</i>
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Receipts</b>		
Receipts from exchange transactions	3,673,857	3,664,795
Interest Income	1,129	3,275
<b>Payments</b>		
Payment to Suppliers and Employees	(3,584,660)	(3,520,692)
Interest Paid	(37,362)	(29,024)
<b>Net Cash Flows from Operating Activities</b>	<b>52,964</b>	<b>118,354</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Payments</b>		
Purchase of property, plant and equipment	(86,037)	(257,122)
<b>Net Cash Flows from Investing Activities</b>	<b>(86,037)</b>	<b>(257,122)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from Borrowing	100,000	1,012,000
Repayment of Loans	(52,820)	(864,140)
<b>Net cash flows from financing activities</b>	<b>47,180</b>	<b>147,860</b>
<b>CASH AND CASH EQUIVALENTS</b>		
Net increase/(decrease) in cash and cash equivalents	14,107	9,092
Cash and cash equivalents at 1 April	151,861	142,769
<b>Cash and Cash Equivalents at 31 March</b>	<b>165,968</b>	<b>151,861</b>
<b>Ending Cash Comprises</b>		
Cash on Hand & Floats	36,200	36,200
BNZ Cash Transfer Account	996	2,757
BNZ Trading and Saving Accounts	69,741	50,820
BNZ Gaming Account	61,732	62,501
Credit Card Balance	(2,700)	(416)
<b>Total</b>	<b>165,968</b>	<b>151,861</b>



**MANUREWA COSMOPOLITAN CLUB INC.  
ACCOUNTING POLICIES AND NOTES  
FOR THE YEAR ENDED 31st MARCH 2025**

**A. STATEMENT OF ACCOUNTING POLICIES**

The Manurewa Cosmopolitan Club Incorporated is a public benefit entity for the purposes of financial reporting. The Club was incorporated on the 17th of January 2018.

The financial statements and the accompanying notes summarise the financial results of activities carried out by the Club. The objective of the Club is to conduct, administer and maintain a Chartered Club for its members by providing amenities and facilities where members may meet and enjoy companionship with one another.

The Accounting Policies which the Board consider appropriate for the measurement and reporting of the Club's results and financial position are:

A. i. Basis of Reporting

(a) Statement of Compliance

For the purposes of complying with generally accepted accounting practice in New Zealand (NZ GAAP), the Club is a public benefit not-for-profit entity and has elected to report in accordance with Public Benefit Entity Accounting Standards Reduced Disclosure Regime ("PBE Standards RDR") on the basis that it does not have public accountability and is not defined as large. All reduced disclosure regime exemptions have been adopted.

(b) Measurement Basis

The financial statements have been prepared on the basis of Historical cost.

(c) Functional and presentation currency

The financial statements are presented in New Zealand Dollars (\$), which is the functional and presentation currency, rounded to the nearest dollar.

(d) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those used in previous years.

(e) Basis of Preparation

The financial statements have been prepared on a going concern basis.

A. ii. Particular Accounting Policies

(a) Revenue

Revenue received by the Club from exchange transactions from Bar and Gaming activities is recognised on a daily basis. Revenue from rentals received and receivable is recognised on a monthly basis.

The Club did not receive any non-exchange revenue during the current financial period.

(b) Classification of Non-Financial Assets

The majority of property, plant and equipment held by the Club is classified as noncash generating assets.

(c) Fixed Assets and Depreciation

Fixed Assets are recorded at cost and (other than freehold land) are depreciated on a straight-line basis at rates which are expected to write off the cost of those assets over the term of their useful lives. Depreciation is calculated on specific assets as follows:

Buildings	2%
Plant	10% - 20%
Furniture & Fixtures	20%
Office Equipment	10% - 20%
Gaming Machines	20%

Depreciation recovered on the disposal of items or losses on sale of operating plant in the normal course of business is taken into account in arriving at the operating profit.

(d) Stock on Hand

Stock on hand has been valued at the lower of cost or realisable value.

(e) Investments

Investments are recorded at cost. Any interest derived is credited to the revenue statement on an accrual basis.

(f) Goods & Services Tax

The statement of Financial Performance has been prepared exclusive of Goods and Services Tax. All items in the Statement of Financial Position are stated net of GST with the exception of accounts receivable and trade creditors.

(g) Subscription Income

Subscription income is recognised in the statement of Financial Performance when the Club receives the money from members. The Club does not invoice members for annual subscriptions and therefore it is not practical to account for this income on an accrual basis.

(i) Employee Benefits (Holiday Pay)

Holiday Pay and other outstanding wages are provided for in the accounts on an accrual basis and are expensed in the period in which employment services are provided.

(j) Income Tax

Income Tax expense charged to the Statement of Financial Performance recognises the current obligations and all amounts arising from the differences between the accounting results and assessable income for the period, calculated using the liability method.

## B. NOTES TO THE FINANCIAL STATEMENTS

### 1. Financial Instruments

The financial instruments shown in the statement of Financial Position relate to the following categories of assets and liabilities.

The Club has a Customised Average Rate Loan facility with a limit of \$675,360 (2024: \$728,560) with the Bank of New Zealand fully secured over Land and buildings. The current interest rate as at 31 March 2025 was 7.43% (2024: 9.18%). The balance at 31st March 2025 was \$474,200 (2024: \$427,020).

### 2. Property, Plant and Equipment

As at 31st March 2025 the Club held Fixed Assets with a Net Book Value of \$6,951,354 made up as follows:

	<u>Cost</u>	<u>Depreciation This Year</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Land	1,400,179	-	-	1,400,179
Buildings	8,439,330	167,147	3,437,531	5,001,800
Outdoor Bowling Complex	423,580	29,865	194,506	229,073
Plant and Equipment	1,127,373	83,296	876,054	251,319
Furniture and Fittings	556,550	18,280	490,015	66,535
Office Equipment	<u>30,371</u>	<u>2,567</u>	<u>27,925</u>	<u>2,448</u>
	11,977,383	301,155	5,026,030	6,951,354

As at 31st March 2024	<u>Cost</u>	<u>Depreciation This Year</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Land	1,400,179	-	-	1,400,179
Buildings	8,423,997	166,994	3,270,383	5,153,614
Outdoor Bowling Complex	422,132	6,438	164,642	257,490
Plant and Equipment	1,193,695	96,101	905,609	288,086
Furniture and Fittings	557,252	19,684	472,347	84,905
Office Equipment	<u>31,579</u>	<u>2,960</u>	<u>26,565</u>	<u>5,015</u>
	12,028,835	292,177	4,839,547	7,189,289

The reconciliation of Net Book Value from 2024 to 2025 is as follows:

	<u>Opening NBV</u>	<u>Additions</u>	<u>Disposals</u>	<u>Depreciation</u>	<u>Closing NBV</u>
Land	1,400,179	-	-	-	1,400,179
Buildings	5,153,614	15,333	-	167,147	5,001,800
Outdoor Bowling	257,490	1,448	-	29,865	229,073
Plant and Equipment	288,086	47,427	898	83,296	251,319
Furniture and Fittings	84,905	-	90	18,280	66,535
Office Equipment	<u>5,015</u>	<u>-</u>	<u>-</u>	<u>2,567</u>	<u>2,448</u>
	7,189,289	64,208	988	301,155	6,951,354

3. Insurance  
 The current valuation of Club property for insurance purposes was provided by CBRE as at 22<sup>nd</sup> May 2024. Their valuation to provide reinstatement insurance cover for buildings, plant and stock including the bowling complex was \$ 22,145,000.

4. Capital Commitments.  
 The Club has no Capital Commitments as at 31<sup>st</sup> March 2025 (2024: \$Nil)

5. Funds Held on Behalf of Members  
 Funds held for Club sub-sections in the Trustees bank accounts are made up as follows:

	<u>This Year</u>	<u>Last Year</u>
BNZ Trustees Account	18,516	38,138
BNZ Term Loan offset	<u>90,000</u>	<u>90,000</u>
	108,516	128,138
Held for GST on Trust Funds	<u>327</u>	<u>(1,393)</u>
	108,843	126,745

In addition, the Club is holding funds for various sports and recreation functions:	<u>5,003</u>	<u>3,723</u>
Balance shown in accounts	\$113,846	\$130,468

6. Gaming Machine Income  
 The Gaming and Lotteries Act 1977 restricts the use of surplus funds from gaming activities as held in the Machine Bank accounts to Authorised Purposes. The authorised purposes in the licence held by the Manurewa Cosmopolitan Club Inc. Include: charitable donations, sporting activities, maintenance and development of Club facilities and grounds including Club equipment and furniture and fittings. Where funds from this source have been used for Club operations they are included in the Statement of Financial Performance.

**7. Details of Authorised Expenditure:**

	This Year	Last Year
<b>Income Before Distribution</b>	539,188	638,157
Distributions:		
Members Welfare	15,992	19,814
Funeral Grants	9,500	7,000
Community and Youth Grants	1,320	373
Sports and Sponsorship	19,580	23,939
<b>Maintenance and Development Club Facilities</b>		
Accounting Fees	11,664	9,204
Advertising	778	959
Audit Fees	208	6,111
Affiliation Fee	13,370	12,706
Bank Fees	16	60
Cash Machine Lease	13,200	18,102
Cleaning	84,079	79,610
Club Tea & Coffee	6,756	6,126
Computer Maintenance	11,945	10,877
Conference Expenses	3,493	5,257
Executive Expenses	1,130	872
Insurance (Non-Gaming)	61,304	57,205
Legal fees	-	675
Licences & Registration	454	942
Multiscreen Maintenance	213	2,864
Photocopier and printing	10,615	13,874
Printing, Postage & Stationery	8,117	11,744
Power & Gas (Non-Gaming)	89,280	88,993
Rates	50,032	45,186
Repairs & Maintenance	76,465	104,605
Rubbish Collection	10,347	10,231
Security	4,492	3,982
Staff Expenses	2,093	6,863
Subscriptions	109	109
Telephones	5,704	5,454
Water	12,478	12,568
Valuations	1,970	-
	480,312	515,179
<b>Capital Expenditure</b>		
Additions to Assets	11,562	23,501
Repayments of Loan	-	50,000
	538,266	639,806
Balance to Gaming Equity	\$922	(\$1,649)

8. Comparative Figures  
Certain comparative figures have been reclassified to conform to the current year's presentation.
9. Contingent Liabilities.  
The Club has a contingent liability with regard to a Guarantee Bond in favour of the T.A.B. for \$10,000, (2024: \$10,000) and a letter of credit with the bank in respect of Armour guard Security for \$10,000, (2024: \$10,000). There are no other known contingent liabilities.
10. Related Parties  
Members of the Board of Management have provided goods and services to the Club during the year, all of which have been charged to the Club at normal commercial rates.
11. Post Balance Date Events  
There are no material post balance date events. (2024: \$Nil)
12. Taxation  
As an Incorporated Society the Club is liable for income tax on any income earned from outside the circle of its membership. This includes interest and rent received less the share of costs incurred in order to earn that income. The Club files an annual tax return. For the most recent tax return for 2024 there was no tax to pay.
13. Compensation of Key Management Personnel  
An honorarium was paid to Board of Management of \$28,644 (2024: \$29,319) for their duties as Board Members.
14. Operating Lease Commitments  
At balance date the Club had outstanding commitments under non-cancellable operating leases regarding equipment rental, which are due as follows:
- |                                   | 2025          | 2024          |
|-----------------------------------|---------------|---------------|
|                                   | \$            | \$            |
| Within one year                   | 12,070        | 18,670        |
| In the second year                | 2,279         | 18,670        |
| In the third and subsequent years | -             | <u>13,248</u> |
|                                   | <u>14,349</u> | <u>50,588</u> |
- The photocopier lease comprises the lease of a KMC 360i Colour copier. Lease payments are due each month of \$456 with no purchase option at the end of the lease term.  
The final lease instalment is due on the 23<sup>rd</sup> of August 2026.  
The cash recycler lease comprises the equipment rental and monthly service charge for the cash count machine.  
Lease payments are due each month of \$1,100 with no purchase option at the end of the lease term.  
The final lease instalment is due on the 3<sup>rd</sup> of September 2025.
15. Going Concern  
Although the club has reported recent deficits, the Board and Management have endeavoured to cut costs and operate to at least a breakeven budget and are satisfied that the Club is able to meet its operational requirements through the normal course of business.



## INDEPENDENT AUDITOR'S REPORT

To MEMBERS of the MANUREWA COSMOPOLITAN CLUB INC

### Report on the financial report

#### Opinion

We have audited the general-purpose financial report (hereinafter referred to as 'financial report') of the MANUREWA COSMOPOLITAN CLUB ("the CLUB") which comprises the financial statements on pages 3 to 14, and the entity information on page 1 and statement of service performance information on page 2. The complete set of financial statements comprises:

- The statement of financial position as at 31 March 2025;
- The statement of comprehensive revenue & expenses and trading accounts for the year then ended;
- The statement of cash flows for the year ended; and
- The notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial report presents fairly, in all material respects:

- The financial position of the CLUB as at 31 March 2025, its financial performance, and its cash flows for the year ended; and
- The entity information for the year then ended;
- The service performance for the year then ended; in that the service performance information is appropriate and meaningful and prepared in accordance with the CLUB's measurement bases and evaluation methods

in accordance with Public Benefit Entity Standards Reduced Disclosure Regime ("PBESRDR") issued by the New Zealand Accounting Standards Board.

#### Basis for Opinion

We conducted our audit of the statement of financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the entity information and the service performance information in accordance with the ISAs (NZ) and New Zealand Auditing Standard (NZ AS) 1 (Revised) *The Audit of Service Performance Information*. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the audit of the financial report* section of our report.

We are independent of the CLUB in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor, and assisting with the financial statements format, we have no other relationship with, or interests in, the CLUB.

#### Responsibilities of the Executive Committee for the financial report

The executive committee is responsible, on behalf of the CLUB, for:

- a) the preparation and fair presentation of the financial report in accordance with PBESRDR issued by the New Zealand Accounting Standards Board;
- b) The selection of the elements/aspects of the service performance measures and/or descriptions and measurement bases or evaluation methods that present the service information that is appropriate and meaningful in accordance with PBESRDR;
- c) The overall presentation, structure, and content of the service performance information in accordance with PBESRDR.
- d) for such internal control as the executive committee determines is necessary to enable the preparation of the financial statements, entity information and service performance information that are free from material misstatement, whether due to fraud or error.

In preparing the financial report, the executive committee is responsible for assessing the CLUB's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the executive committee either intends to liquidate the CLUB or to cease operations, or has no realistic alternative but to do so.

### **Auditor's Responsibilities for the audit of the financial report**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole, and the entity information and service performance, are 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 ISAs (NZ) and NZ AS 1 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of the auditor's responsibilities for the audit of the financial report is located at the XRB's website at:

<https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-18-1/>

### **Restriction on Responsibility**

This report is made solely to the members as a body. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the members as a body, for our audit work, for this report, or for the opinions we have formed.

AUDIT INTEGRITY

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### **Audit Integrity Ltd**

*Chartered Accountants*

East Tamaki, Auckland

2 June 2025