

The Royal Melbourne Tennis Club
Annual Report 2021

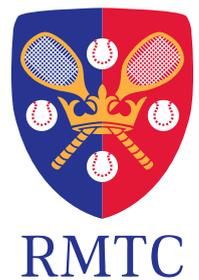


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President's Report

Greg Cornish

On behalf of the Committee of the Royal Melbourne Tennis Club, I am pleased to report on the year ending 31 December 2021.

Review of the Year

The Club finished 2021 – a second year of significant disruption due to Covid-19 – in a sound position: at year end we have 583 members (cf. 570 in 2020), our staff are fully engaged and we are financially strong with good reserves that have been prudently built over the years. We are looking forward to an uninterrupted year of operations in 2022.

We started the year with a successful "local" Roo Trophy tournament in January. This was an Australian only Roo tournament because of Covid-19 restrictions on international travel. For the same reason, the 2021 Australian Open was not held so the Club established a new tournament, the Melbourne Open, for our professionals and top amateurs.

In the inaugural Melbourne Open in January 2021, Chris Chapman beat John Woods-Casey in the men's singles and Kate Leeming beat Jo See Tan in the women's singles. Chris Chapman and John Woods-Casey beat Michael and Daniel Williams in the men's doubles and Prue McCahey and Jo See Tan beat Kate Leeming and Rose Blanden in the women's doubles.

The Club was closed to members for a total of 115 days (cf 200 days in 2020), with a lengthy closure from July to end October. The Committee recognised that the closures meant members were not able to use the Club at times during the year and made available a Club Credit to members to offset expenses at the Club. One silver lining was that while the Club was closed we took the opportunity to install new carpet throughout the clubhouse and finalise arrangements for an upgrade of furniture for the lounge area.

During the long closure we introduced a series of "virtual talks" (using Zoom) to bring members together. These were well attended and greatly enjoyed by members. On behalf of the Club thank you to the presenters – Dick Friend, Richard Travers, Nick Howell (at Bordeaux Club), Kate Leeming, Rob Fahey (at The Oratory) and Claire Fahey (at The Oratory).

RMTC has a strong and active group of women members. However, women make up less than 25% of the Club's membership. The Committee is keen to do more to encourage and support women members to play more tennis and to increase our number of women members. In July we held two Women's Tennis Forums open to all members to consider how the Club may develop and strengthen women's tennis at RMTC. The ideas and initiatives from these forums are being considered for action by various subcommittees (in particular Tennis, Young Players and Membership).

The Club also continues to focus on supporting our younger members and increasing the number of younger players. The overall program for young players of training

clinics, squads, pennants, and events to actively engage new younger members in the Club, is producing excellent results. We now have two grades of youth pennant, three younger players squads and a young women's squad.

During 2021, the Committee held 11 meetings and 2 special meetings (5 were held via Zoom). Subcommittees, in particular Tennis and Membership, continued to use video conference or teleconference facilities to meet during Club closures.

For a second year there was a need for an adaptable approach by the Committee, subcommittees and staff and this was possible because of a high level of support and acceptance from our members.

Tennis

RMTC has several major and long-standing championships each year and it was possible to hold several of these in 2021. Those held included the Gold Racket, the Silver Racket, and the men's and women's A Grade Championships. Congratulations to Kieran Booth on winning his 11th Gold Racket, Michael Williams on his 4th Silver Racket, Daniel Williams on winning the men's A Grade Championship and Jo See Tan winning the women's A Grade Championship.

While many tournaments and events, especially inter-club and international events had to be cancelled due Covid-19 restrictions and Club closures, because of the efforts of the Tennis subcommittee and our professional team, and the keenness of members, the Club was able to hold some 30 tournaments (compared with only 16 in 2020).

Thank you to everyone who participated during 2021 and congratulations to all those who won tournaments during the year.

Financial Results

The Club achieved solid results in 2021 thanks to the commitment of our members, the efforts of staff and government Covid-19 support payments. The total revenue for 2021 was \$982,136 (compared to \$1,236,237 in 2020) and the total profit was \$90,514 (\$280,274 in 2020). The results incorporate decisions by the Committee to ensure our staff were well looked after during the year and the provision of a Club Credit for members.

Despite a year of disruptions to our operations, overall results are satisfactory and the Club continues to be in a strong position going forward. The Committee will continue to run the Club in a prudent financial manner, ensuring we are providing for planned projects and any unanticipated capital works needed to maintain the fabric and amenity of our wonderful Club.

Our Staff

On behalf of the Committee and all members of the Club, thank you to all our RMTC staff.

Our professional team set the tone that is a hallmark

President's Report (continued)

of the RMTTC. It was a difficult year with closures and re-openings, often at short notice, and we acknowledge and appreciate the dedication and commitment of Frank Filippelli, Jonathon Howell, Chris Chapman, John Woods-Casey, and Kate Leeming.

Helen Pritchard, our accounts administrator, has effectively and efficiently managed our administration and helped support members and the Committee during 2021. Liza Turner continued to provide lunches on Thursdays and Fridays when regulations permitted and catering for our events. Mal Bailey diligently kept up maintenance of the gardens and clubhouse building and Prasad Wijayabandu kept the clubhouse and courts clean.

We are fortunate to have such a fine team of capable and willing staff at RMTTC.

Your Committee and Subcommittees

Our Club is managed by members who generously volunteer their time and expertise to look after the Club and ensure it functions well for all members. 2020 and 2021 posed a different set of challenges for the Committee and subcommittees and I thank all those members who so willingly continued to serve the Club throughout the year.

I sincerely thank my fellow Committee members for their readiness to deal with matters that came to hand during 2021 and their contributions to the management and ongoing welfare of the Club.

The Club is indebted to all these members and on behalf of the membership, thank you.

Treasurer's Report

Jonathan Buckley

2021 Highlights

- Revenue from Club operations \$749,925 (\$838,975 in 2020)
- Total Profit of \$90,514 (\$280,274 in 2020)
- Cash at bank at 31 December 2021 – \$540,444 (\$590,621 in 2020)
- Value of security investments at 31 December 2021 – \$3,399,517 (\$2,791,269 in 2020)

Commentary

RMTTC has emerged from COVID-19 closures in a solid financial position, thanks to its staff and members, plus government support packages.

2021 saw the Club closed for one third of the year, but with strong court usage upon reopening and government support, total revenue was \$982,136 compared to \$1,236,237 in 2020. Subscriptions and tennis revenue were higher than in 2020.

Non-operating revenue was \$245,192, including government business grants of \$82,700, JobKeeper payments of \$42,000 and dividend income of \$84,051.

Staff expenses were \$420,994 (\$419,120 in 2020) with the Committee placing great importance on looking after our staff during a challenging year.

To recognise members' inability to use the Club's facilities during part of the year, a Club Credit of up to \$200 (subject to category) was made available to members to offset their expenses at the Club. Expiring on 28 February 2022, the cost to the Club in 2021 was \$37,402.

The total profit for the year was \$90,514 (\$280,274), including the Club's operations, capital movements on investments, dividend and interest income. Maintaining an operating surplus is an important objective for responsible financial management.

It should be noted that the club spent \$90,173 on capital improvements during the year including carpet and furniture.

Increases in subscriptions and court fees in 2021 were contained to levels around the consumer price index, after no increases in 2020.

The Committee is thankful for Helen Pritchard's efficient management of the many different tasks required for the Club's administration and accounts.

RMTTC Investment Subcommittee

The investment subcommittee comprises Jonathan Buckley (Chair), David Lloyd Jones, Rudi Michelson, John Morrison and Alasdair Norton. It is advised by David Liddle of JB Were.

The value of securities Long Term Investment Account at 31 December 2021 was \$3,613,038, comprising security investments of \$3,399,517.

Investment performance for 12 months to 31 December 2021 was a positive increase of 20.7%, relative to All Ords (accum) of 17.7% and MSCI (ex. Aust) of 30%.

As has occurred in the past, the Committee approved a deposit of \$100,000 into the Long-Term Investment account in April 2021.

The investment subcommittee meets quarterly to consider the Long-Term Investment Account portfolio, and also determines corporate actions in between meetings.

The investment subcommittee operates according to an Investment Charter approved by the Committee.

The investment objectives have been set to support the long-term financial strength of the Club and to assist with its future development and advancement.

Tennis Report

Vince Scopelliti

Following 2020, which was a year of limited tennis at the Club due to Covid-19 closures and restrictions, we had a successful start to 2021. The Club hosted the 2021 Roo Trophy and, due to the cancellation of the Australian Open, we introduced in its place the Melbourne Open. International travel restrictions due to Covid-19 meant that there was no Australian Open in 2021.

The Covid-19 closures, especially the lengthy closure from July to end October made it difficult to plan, organise and run events at the Club. Also, regional and border restrictions meant it was difficult to organise inter-club tournaments with other clubs and this led the Tennis subcommittee to abandon most of these events.

Tournament details and results are set out below.

Roo Trophy 2021

The Roo Trophy was held from Saturday 9 January to Saturday 16 January. We had a total of 48 players in the tournament, with 24 doubles pairs and 32 singles players. Due to international travel restrictions this Roo Trophy did not include any overseas players.

In the singles draw, the two players who went through to the final without loss were Ruby Crysell and one of the newest RMTTC members Aidan Chu. Aidan was exposed to real tennis whilst at Camberwell Grammar as part of the RMTTC schools' program. John Hearst had beaten Chris Nobes in a tough repechage final to earn the right to play Aidan Chu. The Roo Singles final was won by Aidan 8/4.

The Roo Trophy Doubles was won by John McNamara and Vince Scopelliti against John Link and Hazel Thompson.

John and Luke Piccolo won the Roo Trophy Doubles Plate final in a very entertaining match against Hugh Dolan and Craig Barrett.

2021 Roo Trophy Winners and Finalists

Roo Trophy Singles:

Winner: Aidan Chu

Runner Up: John Hearst

Semi-Finalists:

Chris Nobes

Ruby Crysell

Roo Trophy Handicap Doubles:

Winners: John McNamara & Vince Scopelliti

Runners Up: John Link & Hazel Thompson

Roo Trophy Handicap Plate Doubles:

Winners: John Piccolo & Luke Piccolo

Runners Up: Hugh Dolan & Craig Barnett

RMTTC Melbourne Open – 7 to 10 January

The Melbourne Open was a new tournament that the Club decided to run as a precursor to the Roo Trophy. This event replaced the Australian Open and provided the professionals and top amateurs with some valuable competitive tennis in front of an appreciative audience. It was a great opportunity for members and players participating in the Roo Trophy in 2021 to enjoy some wonderful high-class tennis.

Results:

Men's Singles Final – C Chapman df. J Woods-Casey 6/0 6/5

Women's Singles Final – K Leeming df. JS Tan 6/0 6/4

Men's Doubles Final – C Chapman/J Woods-Casey df. M Williams/D Williams 6/3 6/2

Women's Doubles Final – JS Tan/P McCahey df. K Leeming/R Blanden 6/5 6/3

Club closures due to the Covid-19 restrictions meant that a number of tournaments could not be held in 2021. The Percy Finch was initially postponed then abandoned. The 2021 Victorian Amateur Singles and Doubles were played in Ballarat from 7-9 May 2021 and the results were as follows:

2021 Victorian Amateur Singles:

K Booth df. M Williams 6/1 6/3

2021 Victorian Amateur Doubles:

K Booth/M Williams df. P Rosedale/W Priestley 6/1 6/0

2021 Victorian Ladies Amateur Singles:

B Lunnon df. JS Tan 1/6 6/1 6/1

2021 Victorian Ladies Amateur Doubles:

B Lunnon/JS Tan df. J Edwards/R Blanden 6/3 6/1

Hobart won the Judith Clarke Cup winning 8 sets to 4. Wendy Whitehead & Tim Raw beat Paul Davis & Geoff Dempster in the 100 Years and Over. In the 2021 Exhibition St Cup: Julia McCahey def James Lindsay in the Singles final and in the Doubles final Vince Scopelliti/John McNamara def Robyn Woods/Robin McAllen.

For the other tournaments that were held in 2021, all our individual Club champions are listed in this Annual Report.

I would take this opportunity to thank the Tennis subcommittee of Jo See Tan, Paul Rosedale, Peter Stanley, Richard Pagone, and Frank Filippelli for their contributions during a challenging 2021.

Younger Players

Paul Rosedale

Only a few younger players tournaments and events could be held during 2021, nonetheless these proved to be highlights for our younger members. The Young Players subcommittee (YPS) set enjoying the game of tennis as a priority for the tournaments by adding themes and twists to the rules; overall this encouraged some impressive displays of real tennis and provided an inclusive social atmosphere for younger players.

The Club is proud of the improvement in our younger players during 2020 and 2021 and the great spirit in which they play the game. It is encouraging to see so many young members enjoying tennis at the Club again after a challenging few years.

The YPS ensured that new younger members were encouraged to play tennis with fellow members and were brought into the social fold early on, so that they could enjoy the Club and playing the game as much as possible. The introduction of a common membership between the Membership subcommittee and the YPS has fostered the new younger member initiative and also meant that the younger player perspective is more fully explored in membership matters. Integrating YPS into the other subcommittees (Tennis, Membership and Social) has proved to be an asset. Attendance was high for every tournament and event that the YPS organised – including two grades of youth pennant and three younger player squads.

Chris Chapman focused on defensive play with the Fahey squad (formally A squad); an area which has seen drastic improvement by every squad player. Multiple members of this squad will represent Australia later in 2022 in the international tournaments.

RMTC's focused engagement with the younger women members has developed substantially. From the Club's Women's Tennis forums, which provided a platform particularly for our younger members to share their ideas and discuss initiatives for moving forward, to the creation of the first Young Women's Squad, a now regular instalment that aims to build social connections and technical skills. Currently this squad's regulars are Zoe Christodoulou, Emma Clyde, Sophia Leigh and Lily Fee. For 2022, we are sure this squad will grow under the leadership of Zoe and Emma.

A big thank you to the YPS team (Eli, Lance, Emma, Zoe, Jackson, Jo See, Blake, Edwina and JWC) for all their work during 2021. We look forward to 2022 being a year filled with tennis.

Building and Grounds

Andrew Buckle & Wally Cockram

The closures and restrictions due to Covid-19 meant that, for the most part, the focus during 2021 was on essential maintenance and repair work at the Club.

During the year these included:

- Repairs to the Men's Change Room toilets and floor due to a burst pipe.
- Ongoing repairs to the court lights and replacement of the fittings (drivers) as they fail (expected).

We also managed to undertake two major projects:

- The plan for new carpet in the clubhouse was progressed to make good use of the lengthy Covid-19 closure. New carpet was installed throughout the clubhouse including the bar front, change room, office, meeting room, and dedans.
- Following the refurbishment in 2020 of the stools and dining chairs, we completed our review and later in 2021 ordered new furniture for the Lounge/Bar area which will be delivered in February/March 2022.

There are always many small and not so small things around the clubhouse and grounds that need attending to at the Club. These are always willingly and astutely handled by our handyman, Mal Bailey, and we thank him for his care and attention to the Club.

An RMTC Master Plan group involving Bruce Baade, Wally Cockram, Greg Cornish, John Hearst, and Fred Kininmonth started initial work in 2020. This group now includes Andrew Buckle. In 2021 the Committee invited all members to complete a member survey and the views and comments of members from this survey will contribute to the development of an RMTC Master Plan during 2022.

Report from the Head Professional

Frank Filippelli

A well-supported local Roo Trophy saw an enthusiastic long-awaited return to competitive tennis in January 2021. The winter months were again interrupted with a now familiar Covid-19 lockdown which was challenging for all. However, this was soon overshadowed in November with the zestful return by the membership to the Club we know and love.

I would like to thank the Committee and all the members of The Royal Melbourne Tennis Club for the ongoing support and concern for the welfare and wellbeing of the staff.

I am grateful to our professional team of Jonathan Howell, Chris Chapman, John Woods-Casey and Kate Leeming for the way in which they embraced and adapted to an everchanging work environment.

The professional team is always well supported by Helen Pritchard (Admin), Mal Bailey (Maintenance), Liza Turner (Chef) and Prasad Wijayabandu (Cleaner), who complete the team and ensure the smooth running of The Royal Melbourne Tennis Club.

Membership

Kenneth Penaluna

For 2021, the Membership subcommittee comprised Kenneth Penaluna (Chair), Phillip Barker, Rosemary Blanden, Iain Buchanan, Owen Guest, David Hayne, Lancelot Stewart and Annabelle Wilson. All members are thanked for their contributions during a difficult year. The subcommittee has also been well supported by Helen Pritchard whose advice on membership matters is much appreciated.

In 2021 the subcommittee was able to consider new applications, membership changes and resignations via Zoom when not able to meet in person. Membership subcommittee members also participated in the two forums concerning Women's Tennis conducted in 2021. The subcommittee will be developing strategies in response to both the 2021 Members survey and initiatives from the Women's Tennis forums for increasing participation in the game of real tennis.

The Club achieved an increase in overall numbers, due to an increase in Temporary memberships and despite a slight decrease in the number of Ordinary members. The Temporary membership category continues to be an important source for new members.

During the year the Club elected and welcomed the following 21 new members:

Ordinary Members

Hamish Tadjell
Alice Wheeler
Jesse Greenwood
Cassandra Went
Sue Hill
Georgia Somers Jones
Craig Barnett
Richard Wenzel
Piers Howe

Junior Members

Charlie Dolan
Thomas Dolan
Hugh Middleton
Isobel Hayward
Harrison Desmet
Thomas Ching
Sophia Leigh
Lewis Jan
Harris Lorimer
Anthony Dask

Country Member

Paul Davis

Interstate Member

Justin Legg

A full summary of the Club's membership appears in the table below.

Membership Numbers (as at 31 December 2021)

Category	2021	2020	2019	2018	2017	2016	2015	2014	2013
Ordinary	312	320	320	330	334	340	323	322	316
Country	13	12	9	8	9	8	10	10	11
Associate	24	27	28	31	26	24	23	24	24
Life	10	10	10	10	10	10	10	11	11
Honorary Life	7	7	8	7	8	8	8	11	8
Interstate	33	26	26	26	27	22	20	9	19
Non-Playing	81	83	81	77	80	79	79	67	67
Non-Playing Associate	7	7	8	3	3	3	3	4	5
Junior	38	35	41	34	29	31	43	42	40
Affiliate	0	0	0	0	0	0	0	0	0
Absentee	34	35	38	46	43	46	43	39	38
Special	0	0	0	0	0	10	24	9	5
Temporary	22	6	14	10	11	16	21	20	23
Overseas Life	2	2	2	2	3	3	3	3	50
Total Members	583	570	585	584	583	600	610	571	617

Resignations

There were a number of resignations during the year, with members no longer being able to continue playing in Melbourne or moving away and no longer having access to the game.

VALE

Sadly, the Club records the death of the following members during the year.
Daniel Blue, Tony John, Ian Seddon.

Communications

Stephen Powell

The Communication subcommittee is responsible for the Club's digital and online presence including the website, live streaming of tennis, and social media. The subcommittee members are Jesse Laeuchli, Jo See Tan, Stephen Powell (Chair), and John Woods-Casey.

Website

It is just over a year since the Club's new website went live (www.rmtc.com.au). The main goal for the Communications subcommittee was to have a website that encouraged repeat visits, by being constantly useful to members, visitors and potential players.

The Club's website is now updated weekly so that members can see the latest information on up and coming tournaments, competitions, news and events—typically across the next 2 to 3 weeks. The RMTc website also consolidates useful links to the latest up-to-date Tennis Calendar, the Club's YouTube channel, plus RTBooking, Real Tennis Online, and a range of international and local clubs.

Website analytics show that there is an average of 1,100 users a month. Those people accessing our site are located in:

- Australia 58%
- United States 35%
- United Kingdom 3%

An important aspect of the new environment is that it would work across multiple devices, and we are pleased to report that the devices used by all users consist of:

- Desktop 63%
- Mobile (iOS and Android) 35%
- Tablet 2%

The next evolution of the website will be a private members area (password protected) and feature content such as, documentation (governance, membership application forms...) as well as details on the Club's history and historical collection.

HD Streaming and recording

A lot of effort this year has gone into upgrading the streaming and recording equipment in the Club. Our goal was to transform this equipment from a tool that was only used once or twice a year by outside experts, to something that every member can easily use. We also wanted to improve the streaming and recording quality, not only to make the system more useful, but to enhance the enjoyability of using it.

Around the North (George Limb) Court we have replaced the cameras, the wiring, and the software system managing the environment (many thanks to Mal Bailey for all his help in rewiring the North Court with high-speed video cabling). All the cameras now record in High Definition (HD 1080p 60fps or 4k 30fps) meaning that the streaming of tournaments and matches will appear in much higher quality than the previous environment. For

instance, the flight of the ball will appear smoother and a lot more lifelike, and you can enjoy watching a game on your large screen smart TV or home theatre.

With five High Definition cameras at different angles, viewers should enjoy an excellent view of the action. The system has also been upgraded from obsolete specialist equipment to modern 'off the shelf' hardware, allowing for easy maintenance and future upgrades.

Now members can stream their match either publicly or privately via the club's YouTube channel, with just a few clicks on the Club computer. A step-by-step guide has been written and members of the subcommittee, including John Woods-Casey are well versed in the system and are happy to guide members on its use.

The new ease of use of the system means that streaming is no longer limited to the highest-level events. If members would like a fun memento of a tournament, weekly tennis match or pennant, this can now be easily arranged. We have liaised with the professional team to offer video lessons. Being able to see what one is doing wrong can be an invaluable tool in self-improvement, and having the professionals to sit with you after the lesson and look at the video feed can provide an all new level of insight into your game.

If you have any questions regarding the system or suggestions for its improvement the subcommittee would be delighted to hear from you. The Communications subcommittee still has future innovations planned in this area, so stay tuned!

Social

Jo See Tan

After much anticipation and careful planning, the 2021 social calendar kicked off with the Club hosting the Roo Trophy and the inaugural Melbourne Open. It was a treat to see members and guests enjoying the Club and our famous RMTc hospitality once again. Not to be deterred by a snap 5-day lockdown, we ended the summer with three members hosting milestone birthdays: 50th, 60th and 70th!

On a roll, we had First Friday of the Month drinks when permitted and hosted visiting Clubs from near and 'overseas' (Hobart) for decadent tournament dinners. Liza Turner was also back in the kitchen for well attended Thursday and Friday lunches.

With Covid-19 restrictions being further eased by May, the Club hosted two 'Welcome Back' events over a weekend; one on a Friday evening and the other to coincide with the Exhibition Street Cup finals on a Sunday afternoon. Over 100 members were treated to a spit roast buffet, exciting tennis, and the chance to catch up with fellow members and professionals. We needed to host the event outdoors due to Covid-19 regulations and fine Melbourne weather came to the party also!

The second half of the year was a little quieter due to the lengthy closure. However, with the help of several enthusiastic members and the Pro Shop, the Club hosted a series of talks over Zoom which were well attended by

members from the comfort of their homes. Thank you to Dick Friend, Richard Travers, Nick Howell (at Bordeaux Club), Kate Leeming, Rob Fahey (at The Oratory) and Claire Fahey (at The Oratory).

With the Club reopening in November we ended the year on a high note; restarting the First Friday of the Month with homemade pizza by Lizzie Brown and Frank Filippelli and soon after, the Club hosted a Welcome Back event combined with Finals Day and a Christmas lunch prepared by Liza Turner for over 65 members. There was a wonderful, lively atmosphere in the dedans and around the Club.

Thank you to all members of the Social subcommittee, the Pro Shop and Liza Turner for all your support

RMTC Library

Mike Garnett

In October 2021 the books were removed from their cabinets while the new carpet was installed in the clubhouse. Richard Travers and Mike Garnett took advantage of this to bring the audit up to date – checking that books listed previously were all there and including the many purchases and donations since the previous audit. No discrepancies were noted. The donations from

past members have created some duplicate copies and these have been rehoused in the library cabinet located outside the gymnasium. Books recently donated by the family of Paul Wheeler have been put in the steel cabinet outside the Meeting Room; at a suitable time it is proposed to recommend these be auctioned at the Club to provide funds for a specific purpose in Paul's memory. The completed catalogue has been copied for inclusion when appropriate on the Club website by Stephen Powell (chair Communications subcommittee).

Some of the important titles added to the collection over the past twelve months include: David Best's *500 Years of Tennis in London*; Norman Hyde's *Tennis: the Leamington Way* and the illustrated publications of Adam Inselbuch (Chicago).

During the lengthy closure the Club hosted six special events via Zoom, one of which involved the HALP Committee: Richard Travers gave historically-based explanations of why we play the game in the way we do.

Miscellaneous

The HALP team of Richard Travers, Michael Wooldridge, Michael Lindell and Mike Garnett continue to monitor the Club library and memorabilia to ensure that the collection remains relevant and current.

2021 Membership of RMTC Subcommittees

Tennis subcommittee

Vince Scopelliti (chair)
Jo See Tan
Frank Filippelli
Richard Pagone
Paul Rosedale
Peter Stanley

Young Players subcommittee

Paul Rosedale (chair)
Jackson Brand
Emma Clyde
Zoe Christodoulou
Edwina Happell
Blake Hillebrand
Eli Kozma
Lancelot Stewart
Jo See Tan
John Woods-Casey

Communication subcommittee

Stephen Powell (Chair)
Jesse Laeuchli
Jo See Tan
John Woods-Casey

Social subcommittee

Jo See Tan (chair)
Jo Atkinson
Jackson Brand
Lizzie Brown

Membership subcommittee

Ken Penaluna (chair)
Philip Barker
Rose Blanden
Iain Buchanan
Owen Guest
David Hayne
Lance Stewart
Annabelle Wilson

HALP subcommittee

Mike Garnett (chair)
Michael Lindell
Richard Travers
Michael Wooldridge

H&S subcommittee

Paul Andrews (chair)
Mal Bailey
Andrew Buckle
Wally Cockram
Frank Filippelli

Investment subcommittee

Jonathan Buckley (chair)
David Lloyd Jones
Rudi Michelson
John Morrison
Alasdair Norton
David Liddle (J B Were)

Management subcommittee

David Lloyd Jones (chair)
Kathryn Arndt
Jonathan Buckley
Greg Cornish
Frank Filippelli
Helen Pritchard

Tournament Results – 2021

Event	Winner	Runner-Up
Gold Racket	Kieran Booth	
Silver Racket	Michael Williams	Daniel Williams
A Grade Championship	Daniel Williams	Patrick Dunne
Women's A Grade Championship	Jo See Tan	Emma Clyde
Richmond Cup Handicap Championship (66+)	Stephen Powell	Thomas Dolan
John Poolman Handicap Singles Trophy	John McNamara	Stephen Powell
Jim Bailey Cup Junior Handicap Singles	Harris Lorimer	Xavier Wilson
Ford Strachan Junior Singles Championship	Eli Kozma	Blake Hillebrand
Pierre Etchebaster Trophy (Most improved player)	TBA	(2019 Eli Kozma)
Wyperfeld Cup (Best first year player)	TBA	(2019 Jesse Laeuchli)
Melbourne Masters Over 50s Singles	Bruce Harris	Sav Cremona
Melbourne Masters Over 55s Singles	Lizzie Brown	Stephen Powell
Melbourne Masters Over 60s Singles	Vince Scopelliti	Paul Williams
Melbourne Masters Over 65s Singles	Nick Carr	Wayne Spring
Melbourne Masters Over 70s Singles (Not Played)	Peter Stanley	
Melbourne Masters Over 75s Singles	Mike Garnett	James Guest
Melbourne Masters Over 60s Doubles	John Piccolo/Paul Williams	Vince Scopelliti/James Willis
Melbourne Masters Over 65s Doubles	Nick Carr/Wayne Spring	Stuart Skyrme-Jones/Euhana Varigos
Melbourne Masters Over 70s Doubles	John Faull/Allan Willingham	Greg Cornish/Peter Stanley
Melbourne Masters Over 50s Handicap Doubles	Hugh Dolan	James Willis
Richmond Silver Racket	Chris Chapman	Jesse Laeuchli
Exhibition Street Cup Singles	Julia McCahey	James Lindsay
Exhibition Street Cup Doubles	John McNamara/Vince Scopelliti	Robin McAllen/Robyn Woods
Old Scholars Handicap Doubles	Jesse Laeuchli/Reggie Michelson	Robin McAllen/Mark Wallace
100 Years & Over Handicap Doubles	Wendy Whitehead/Tim Raw	Geoff Dempster/Paul Davis
Joan M Hayne Women's Handicap Doubles	Julia McCahey/Georgie Lewis	Helen Schultz/Annie Dempster
RMTC Mixed Handicap Doubles	Ruby Crysell/Stephen Powell	Kathryn Arndt/Greg Moran
Long Time No See Tournament	Anthony Dask/Thomas Dolan	Emma Clyde/Dominic Emery
Internationality Handicap Doubles	Helen Schultz/Hugh Schultz	Matt Downey/Sam Bowman
North African Handicap Doubles	Geoff Nette/Diane Rennard	Andrew Gould/John Hearst
Anzac Day Singles Handicap	Jesse Laeuchli	Stephen Powell
Anzac Day Doubles Handicap	Simon Joel/Robin McAllen	Stephen Powell/Robyn Woods
Empire Day	Dick Friend	
Christmas Morning Tournament	Robert McCahey	
JB Box Trophy (Solicitors vs Bar & Bench)	Solicitors (6)	Bar & Bench (2)
Night Pennant A Grade	Michael Williams/Jonathan Hamer/ Tom Dreher	Paul Rosedale/Tony Simpson
Night Pennant B Special	Richard Hince/Blake Hillebrand/ Matt Downey	Tom Dreher/Rob Kininmonth
Night Pennant B Grade	John Piccolo/Vince Scopelliti/John McNamara	Tom Dreher/Bruce Harris

Event	Winner	Runner-Up
Night Pennant C Grade	Nigel Harris/Emma Clyde/Brian Price	John Hearst/Jesse Laeuchli/Thomas Tan
Night Pennant D Grade	Jesse Laeuchli/Aidan Chu/Thomas Dolan/Marissa Barter-Waters	James McAdam/Peter Fenwick/Peter Lumley
Night Pennant D Special	Wiremu Andrews/Simon Wallis/Michelle O'Rorke	Robin McAllen/James McAdam/Andrew Buckle
Young Members Summer Pennant	Will Buckley/George Black/Liam Currie	Xavier Wilson/Joseph Filippelli/Hugh Schultz
Young Members Winter Pennant	Xavier Wilson/St John Barter-Waters/Zoe Christodoulou	Will Buckley/George Black/Sophia Leigh
Young Members A Grade Pennant	Lancelot Stewart/Aidan Chu	Eli Kozma/Jackson Brand
Yarra Cup (Tuesday) Pennant	James McAdam/Ralph Wilson/Mary Wilson/Stephen Powell	Michelle O'Rorke/Peter Lumley/Ruby Crysell/Annie Dempster/Mary Edney
Yarra Cup (Thursday) Pennant	Robin McAllen/Ken Penaluna/Mark Miller/Cormac Mulcahey/Robyn Woods/Matthew Browning	John McNamara/Bruce Harris/Vince Scopelliti/Martin Fuggle
Seniors Summer Pennant	Martin Fuggle/Charlie Wright/John Link	Peter Acton/James Lindsay/Annie Dempster/Geoff Dempster
Judith Clarke Cup (RMTC Women vs HRTC Women)	HRTC (8)	RMTC (4)
RMTC vs MCCRTS vs Jesters	RMTC (7)	Jesters (5) / MCC (4)
RMTC vs MCC	MCC (10)	RMTC (6)
Judith Clarke Handicap Doubles	Julie Davies/Esther Wynhoven	Ruby Crysell/Beth Schiwiy
Medal of Medallists	Greg Moran	Georgie Lewis
Melbourne Men's Open Singles	Chris Chapman	John Woods-Casey
Melbourne Men's Open Doubles	Chris Chapman/John Woods-Casey	Michael Williams/Daniel Williams
Melbourne Women's Open Singles	Kate Leeming	Jo See Tan
Melbourne Women's Open Doubles	Jo See Tan/Prue McCahey	Kate Leeming/Rose Blanden
Australian Amateur Junior (U27) Singles	Oliver Pridmore	Lancelot Stewart
Australian Amateur Junior (U27) Handicap Singles	Sam Legg	Xavier Wilson
Australian Amateur Junior (U27) Doubles	Oliver Pridmore/Alex Rackham	Sam Legg/Darcy Webster-Jones
Victorian Amateur Singles	Kieran Booth	Michael Williams
Victorian Amateur Doubles	Kieran Booth/Michael Williams	Paul Rosedale/Will Priestley
Victorian Amateur Women's Singles	Becca Lunnon	Jo See Tan
Victorian Amateur Women's Doubles	Becca Lunnon/Jo See Tan	Jo Edwards/Rose Blanden
Victorian Amateur B Doubles	Wayne Spring/Nick Carr	Tom McAuley/Jo See Tan
60 Years and Under(Age) Handicap Doubles	Eli Kozma/Rhys Williams	Thomas Dolan/Joseph Filippelli
Platinum (70+) Handicap Singles	James Lindsay	Julia Page
Young Members Tournament #2	Thomas Dolan/Will Buckley	Tate Norris/Emma Clyde
Young Members (U35) End of Year Tournament	Xavier Wilson/Will Buckley	George Black/Liam Currie
Roo Trophy Singles	Aidan Chu	John Hearst
Roo Trophy Doubles	John McNamara/Vince Scopelliti	John Link/Hazel Thompson
Roo Trophy Doubles Plate	John Piccolo/Luke Piccolo	Hugh Dolan/Craig Barnett

Directors' Report

Your directors present their report on the Club for the financial year ended 31 December 2021.

Directors

The names of the directors in office at any time during or since the end of the financial year are:

G. B. Cornish	President
D. S. Lloyd Jones	Vice President
K. S. Arndt	Honorary Secretary
J. P. Buckley	Treasurer
O. J. C. Guest	
A. F. Buckle	(Appointed July 2021)
V. C. Scopelliti	
J.S.Tan	
K. Penaluna	
P. Rosedale	(Elected 19 May 2021)
R. J. Simpson	(Retired May 2021)
R. J. Michelson	(Retired February 2021)
W. Cockram	(Retired July 2021)

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

Financial Results

The surplus of the Club for the financial year ended 31 December 2021 amounted to \$556,710

Review of Operations

A review of the operations of the Club during the financial year and the results of those operations found that during the year, the Club continued to engage in its principal activity being the provision of tennis and squash facilities for its members.

Significant Changes in State of Affairs

No significant changes in the state of affairs of the Club occurred during the financial year.

Principal Activity

The principal activity of the Club during the financial year was the provision of tennis and squash facilities for its members. No significant change in the nature of these activities occurred during the year.

After Reporting Date Events

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

Likely Developments

The Club expects to maintain the present status and level of operations and hence there are no likely developments in the Club's operations.

Environmental Issues

The Club's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Directors' and Executive Officers' Remuneration

The Club policy is that all directors' positions are honorary, and no remuneration is paid or payable since the start of the financial year.

Information on Directors

The information on directors is as follows:

G. B. Cornish – BSc, MEd – President

Club member since 1988
Committee member since 2018
President since 2018

D. S. Lloyd Jones – B.Bus, CPA, G.A.I.C.D – Vice President (from June 2021)

Club member since 1984
Committee Member 1992-1994, 2006-2009, and since 2021
Member Social Subcommittee 1990-1992
Member of Finance Investment Subcommittee 2007
Member Building and Grounds Subcommittee 2008-2009
Honorary Treasurer 1992-1994
Honorary Secretary 2006-2009
Vice President since June 2021

R. J. L. Simpson – BE (Mech), MIE Aust – Vice President (until May 2021)

Club Member since 1986
Committee Member 2003 -2021
Member Membership Subcommittee 1997-2003
Member Social Subcommittee 2003-2004
Chairman Building and Grounds Subcommittee 2004-2005
Member Building and Grounds Subcommittee 2008-2010
Honorary Secretary 2010-2015
Vice President 2015 until May 2021

J. P. Buckley BEc, Grad Dip (App Fin) – Honorary Treasurer (from February 2021)

Club Member since 1985
Committee member since 2019
Chair of Investment Subcommittee since 2021
Chair Membership Subcommittee 2019-2020
Honorary Treasurer since February 2021

R. J. Michelson – Grad. Dip App Fin, B Bus (Mgt) – Honorary Treasurer (until February 2021)

Club Member since 1991
Committee Member 2010-2021
Member Management & Finance Subcommittee since 2010
Chair of Investment Subcommittee since 2010
Honorary Treasurer 2010 until February 2021

K.S. Arndt – Grad, Dip; B. Bus (Mgt), MAICD – Honorary Secretary

Club Member since 2012
Committee Member since 2015
Chair of Membership Subcommittee 2015-2016
Honorary Secretary since 2015

Directors' Report (continued)

O. J. C. Guest – B. Comm (Hons), PhD (Finance)

Club Member since 1988
 Committee Member 2006-2013 and since 2015
 Member Tennis Subcommittee 2003-2007
 Member Management & Finance Subcommittee
 2006-2013
 Chair Management & Finance Subcommittee 2008-2013
 ARTA Delegate since 2006
 Vice President 2008-2010
 President 2010-2013

J.S. Tan – B.Bus

Club Member since 2015
 Committee Member since 2018
 Member of Social Subcommittee since 2016
 Member of Tennis Subcommittee since 2016
 ARTA Delegate since 2018
 Chair of Social Subcommittee since 2018

W. B. Cockram – B. Commerce, Registered Domestic & Commercial Builder (until July 2021)

Club Member since 1998
 Committee Member 2016-2021
 Chair of Building & Grounds Subcommittee
 2016 until July 2021

V. C. Scopelliti – BSc, Law (LLB)

Club Member since 2008
 Committee Member since 2016
 Chair of Tennis Subcommittee since 2016

A.F. Buckle – OAM

Club Member since 1977
 Committee Member 1992-2000, 2010-2015,
 and since 2021
 Chairman Tennis and Squash Subcommittee 1997
 Chairman Tennis Development Subcommittee 1998-2000
 Member Tennis and Squash Subcommittee 1979-1982,
 1988, 1992-1996
 Chairman of Building and Grounds 2012-2015,
 and since July 2021

P. Rosedale

Club Member since 2008
 Committee Member since 2021
 Chair Young Players Subcommittee since 2020

K. Penaluna

Club Member since 2013
 Committee Member since 2021
 Chair Membership Subcommittee since 2021

Directors	Number eligible to attend	Number attended
G.B. Cornish	13	13
R.J.L. Simpson	5	5
R.J. Michelson	1	1
D.S. Lloyd Jones	11	11
J.P. Buckley	13	10
K. Penaluna	13	13
K. Arndt	13	11
O. Guest	13	11
V. Scopelliti	13	10
W. Cockram	7	7
P. Rosedale	8	8
J.S. Tan	13	13
A. Buckle	7	7

Options

No options over issued shares or interests in the Club were granted during or since the end of the financial year and there were no options outstanding at the end of the financial year.

Indemnification of Officer or Auditor

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the Club.

Proceedings on behalf of the Club

No person has applied for leave of Court to bring proceedings on behalf of the Club or intervene in any proceedings to which the Club is a party for the purpose of taking responsibility on behalf of the Club for all or any part of those proceedings.

The Club was not a party to any such proceedings during the year.

Principal activities and objectives

The principal activities and objectives of the Royal Melbourne Tennis Club during the year were as follows:

- Tennis, squash and associated activities;
- To continue to be known for its friendly, family atmosphere and sense of tradition; and
- To be an inviting place for members and guests to watch and play tennis.

Directors' Report (continued)

Strategy in achieving objectives

The objectives of the Royal Melbourne Tennis Club are achieved by:

- Maintaining facilities to international standard;
- Provide infrastructure to allow the Club to retain its preeminent playing standard throughout the world;
- Continue to employ keen young professionals who can contribute to the Club, the game and its traditions;
- Retain acceptable membership numbers to maintain court hours; and
- Host tournaments to attract interstate and overseas players and their guests.

Measuring performance

The Royal Melbourne Tennis Club measures performance using the following key performance indicators:

- Number of new members attracted to and retained at the Club;
- Number and quality of tournaments held;
- Number of court hours;
- Sound financial management with the consistent running of operating profits; and
- Standard and upkeep of facilities.

Members guarantee

The Club is incorporated under the *Corporations Act 2001* and is a public company limited by guarantee. If the Club is wound up, the Constitution states that each member is required to contribute to a maximum of \$20 each (provided no profit, bonus or dividend has been received) towards meeting any outstanding and obligations of the Club. At 31 December 2021 the number of members was 583 (2020: 570). Accordingly, as at 31 December 2021 the combined total amount that the members of the Club are liable to contribute if the Club were wound up is \$10,820.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 13.

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

Director



Director



Dated this 10 day of March 2022



Chartered Accountants & Advisors

Walker Wayland Advantage Audit Partnership

Audit & Assurance Services

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Australia

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**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF THE ROYAL MELBOURNE TENNIS CLUB**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2021, there have been:

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

Walker Wayland Advantage

**WALKER WAYLAND ADVANTAGE AUDIT PARTNERSHIP
CHARTERED ACCOUNTANTS**

A handwritten signature in black ink, appearing to read 'Awais Ur Rehman'.

**AWAIS UR REHMAN
PARTNER**

Dated in Melbourne on this 10th day of March 2022

Statement of Profit and Loss and Other Comprehensive Income

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 \$	2020 \$
Revenue		749,925	838,975
Other income		232,211	397,262
Cost of sales	2	982,136	1,236,237
General operating expense		(129,087)	(266,988)
Staff expenses		(187,048)	(114,493)
Property expenses		(420,994)	(419,120)
		(154,493)	(155,362)
Profit before income tax	3	90,514	280,274
Income tax expense	1(a)	-	-
Profit for year		90,514	280,274
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
<i>Fair value gains (loss) on financial assets at fair value through other comprehensive income</i>		481,899	(74,974)
Other comprehensive income for the year, net of income tax	14(e)	481,899	(74,974)
Total comprehensive income for the year		572,413	205,300
Profit attributable to members of the Club		90,514	280,274
Total comprehensive income attributable to members of the Club		572,413	205,300

The accompanying notes form part of these financial statements.

Statement of Financial Position

AS AT 31 DECEMBER 2021

	Notes	2021 \$	2020 \$
CURRENT ASSETS			
Cash and Cash Equivalents	4	215,538	329,821
Deposits	4	324,906	260,800
Trade and Other Receivables	5	127,823	138,838
Inventories	6	97,756	92,337
Other Current Assets	7	57,481	48,318
TOTAL CURRENT ASSETS		823,504	870,114
NON CURRENT ASSETS			
Investments in Listed Securities	8	3,399,517	2,791,269
Property, Plant and Equipment	9	611,547	566,660
TOTAL NON CURRENT ASSETS		4,011,064	3,357,929
TOTAL ASSETS		4,834,568	4,228,043
CURRENT LIABILITIES			
Trade and Other Payables	10	122,818	100,335
Other Liabilities	12	114,300	114,558
Provisions	11	95,737	83,850
TOTAL CURRENT LIABILITIES		332,855	298,743
TOTAL LIABILITIES		332,855	298,743
NET ASSETS		4,501,713	3,929,300
EQUITY			
Reserves	14	1,773,237	2,083,943
Retained Earnings		2,728,476	1,845,357
TOTAL EQUITY		4,501,713	3,929,300

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

AS AT 31 DECEMBER 2021

		Reserves	Retained Earnings	Total
		\$	\$	\$
Balance at 1 January 2020		2,143,508	1,580,492	3,724,000
Profit for the year		-	280,274	280,274
Other comprehensive income				
Fair value gains/(losses) on financial assets	14 (e)	(74,974)	-	(74,974)
Total comprehensive income for the year		(74,974)	280,274	205,300
Movement within equity				
Transfer of new entrance fee to entrance fee reserves	14(a)	15,409	(15,409)	-
Balance at 31 December 2020		2,083,943	1,845,357	3,929,300
Profit for the year		-	90,514	90,514
Other comprehensive income				
Fair value gains/(losses) on financial assets	14 (e)	481,899	-	481,899
Total comprehensive income for the year		481,899	90,514	572,413
Movement within equity				
Transfer of new entrance fee to entrance fee reserves	14 (a)	12,981	(12,981)	-
Transfer of various reserves to retained earnings	14(b),(c),(d)	(805,586)	805,586	-
Balance at 31 December 2021		1,773,237	2,728,476	4,501,713

The accompanying notes form part of these financial statements.

Statement of Cash Flows

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 \$	2020 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from members and customers		821,653	948,812
Payments to suppliers and employees		(898,925)	(1,178,823)
Interest and dividends received		84,811	95,245
Receipt of entrance fees		12,981	15,408
Other income		141,384	300,676
Net cash provided by operating activities	15	<u>161,904</u>	<u>181,318</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of investments		10,248	75,512
Payment for acquisition of plant and equipment		(91,748)	(3,252)
Payment for financial investments		(130,581)	(364,349)
Payment for deposits		(64,106)	(260,800)
Net cash used in investing activities		<u>(276,187)</u>	<u>(552,889)</u>
Net decrease in cash held		(114,283)	(371,571)
Cash and cash equivalents at beginning of financial year		329,821	701,392
Cash and cash equivalents at end of financial year	4	<u>215,538</u>	<u>329,821</u>

The accompanying notes form part of these financial statements.

Note 1: Statement of Significant Accounting Policies

The financial report is for The Royal Melbourne Tennis Club ("the Club") as an individual entity. The Royal Melbourne Tennis Club is a company limited by guarantee, incorporated and domiciled in Australia.

Basis of Preparation

The Royal Melbourne Tennis Club applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards*.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The entity is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

The following is a summary of the material accounting policies adopted by the Club in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Income tax

No provision for income tax has been raised as the Club is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(b) Inventories

Inventories held for sale are measured at the lower of cost and net realisable value. Inventories held for distribution are measured at cost adjusted, when applicable, for any loss of service potential.

(c) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Freehold Property

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost, or for nominal cost, are initially recognised and measured at the fair value of the asset at the date it is acquired. Buildings are measured on the cost basis.

Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(g) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the Club commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rates	Depreciation basis
Buildings	2 %	Straight Line
Building improvements	2.5 %	Straight Line
Roof improvements	4 %	Straight Line
Lighting and electrics	10 %	Straight Line
Furniture and sundry plant	10-20 %	Straight Line
Computer and systems	20 %	Straight Line

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Note 1: Statement of Significant Accounting Policies (continued)

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement.

(d) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Club becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the Club commits itself to either purchase or sell the asset (ie trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component or if the practical expedient was applied as specified in AASB 15.63.

Classification and Subsequent Measurement

Financial liabilities

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit or loss.

A financial liability is measured at fair value through profit or loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3: Business Combinations applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability, that is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount recognition.

A financial liability is held for trading if it is:

- incurred for the purpose of repurchasing or repaying in the near term;
- part of a portfolio where there is an actual pattern of short-term profit taking; or

- a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in an effective hedging relationship).

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

The change in fair value of the financial liability attributable to changes in the issuer's credit risk is taken to other comprehensive income and is not subsequently reclassified to profit or loss. Instead, it is transferred to retained earnings upon derecognition of the financial liability.

If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses should be taken to profit or loss rather than other comprehensive income.

A financial liability cannot be reclassified.

Financial assets

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss

on the basis of the two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset is subsequently measured at amortised cost if it meets the following conditions:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset is subsequently measured at fair value through other comprehensive income if it meets the following conditions:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the conditions of amortised cost and the fair value through other comprehensive income's measurement condition are subsequently measured at fair value through profit or loss.

Note 1: Statement of Significant Accounting Policies (continued)

The Club initially designates a financial instrument as measured at fair value through profit or loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as “accounting mismatch”) that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance to the documented risk management or investment strategy and information about the groupings was documented appropriately, so as the performance of the financial liability that was part of a group of financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of the financial instruments to measure at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

Derecognition of financial liabilities

A liability is derecognised when it is extinguished (ie when the obligation in the contract is discharged, cancelled or expires), an exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

Derecognition of financial assets

A financial asset is derecognised when the holder’s contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Club no longer controls the asset (ie it has no practical ability to make unilateral decisions to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset’s carrying amount and the sum of the consideration

received and receivable is recognised in profit or loss.

On derecognition of a debt instrument classified as fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the financial assets reserve is reclassified to profit or loss.

On derecognition of an investment in equity which was elected to be classified under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the financial assets reserve is not reclassified to profit or loss, but is transferred to retained earnings.

Impairment

The Club recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income;
- lease receivables;
- contract assets (eg amount due from customers under construction contracts);
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Club use the following approaches to impairment, as applicable under AASB 9:

- the simplified approach.

Simplified approach

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivables or contract assets that results from transactions that are within the scope of AASB 15: Revenue from Contracts with Customers, that contain a significant financing component

In measuring the expected credit loss, a provision matrix for trade receivables was used taking into consideration various data to get to an expected credit loss (ie diversity of its customer base, appropriate groupings of its historical loss experience, etc).

Note 1: Statement of Significant Accounting Policies (continued)

(e) Trade and Other Receivables

Trade and other receivables include amounts due from members as well as amounts receivable from customers for goods sold. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(d) for further discussion on the determination of impairment losses.

(f) Prepayments and other non-financial assets

Prepayments consisting of advance payments to suppliers are recognized in the event that payment has been made prior to receipt or delivery of goods or services. Prepayments are initially measured at nominal amounts which are equal to the amount of cash paid. These are derecognized upon receipt of goods or delivery of services or through amortization over a period of time.

Prepayments and other non-financial assets are included in current assets, except when the related goods or services are expected to be received or rendered longer than twelve (12) months after the reporting period, which are then classified as non-current assets.

(g) Impairment of Assets

At the end of each reporting period, the Club reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows – that is, they are specialised assets held for continuing use of their service capacity – the recoverable amounts are expected to be materially the same as fair value.

Where it is not possible to estimate the recoverable amount of an individual asset, the Club estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued individual asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

(h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within current liabilities on the statement of financial position.

(i) Revenue

Member Subscriptions

Member subscriptions are recognised as income in the year to which they relate. When subscriptions are received that relate to subsequent financial year, the amount received as deferred income is classified as liability.

When the Club received operating grant revenue, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the Club:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Club:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (for example AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Club recognises income in profit or loss when or as it satisfies its obligations under the contract.

Interest Income

Interest income is recognised using the effective interest method.

Dividend Income

The Club recognises dividends in profit or loss only when the Club's right to receive payment of the dividend is established.

The Boomerang Cup tournament is normally held every two years in January. Tournament fees that are paid prior to year end are recorded as deferred revenue.

Members are levied amounts in respect of the ARTA subscription. This revenue is recognised on a gross basis and the ARTA expense is recognised separately.

All revenue is stated net of the amount of goods and services tax..

Note 1: Statement of Significant Accounting Policies (continued)

(j) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

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

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

(k) Fair Value of Assets and Liabilities

The Club measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

“Fair value” is the price the Club would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the Club at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs)

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the Club's own equity instruments (if any) may be valued, where there is no observable market price in relation to the transfer of such financial instrument, by reference to observable

market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and where significant, are detailed in the respective note to the financial statements.

(l) Employee Benefits

Short-term employee benefits

Provision is made for the Club's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

(m) Provisions

Provisions are recognised when the Club has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(n) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(o) Critical accounting estimates and judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Club.

Key estimates

(i) Key Estimates – Impairment

The Club assesses impairment at each reporting date by evaluating conditions specific to the Club that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

No impairment has been recognised in respect of plant and equipment for the year ended 31 December 2021.

(ii) Key Estimates – Useful lives of property, plant and equipment

As described in Note 1(c), the Entity reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period.

Note 1: Statement of Significant Accounting Policies (continued)

Key judgements

(i) Key Judgements – Performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

(ii) Key Judgements – Employee benefits

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. As the entity expects that most employees will not use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows (despite an informal internal policy that requires annual leave to be used within 18 months), the directors believe that obligations for annual leave entitlements satisfy the definition of other long-term employee benefits and, therefore, are required to be measured at the present value of the expected future payments to be made to employees.

(p) Standards/Amendments Effective in the Future Period(s)

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-For-Profit Tier 2 Entities will be effective for the period beginning 1 January 2022.

AASB 2020-1 Classification of Liabilities as Current or Non-current will be effective for the period beginning 1 January 2022.

The Club's management is expecting to adopt the standards in the financial period commencing 1 January 2022. The directors do not expect this to have any material impact on the financial statements when adopted.

Notes	2021	2020
	\$	\$

NOTE 2: REVENUE

(a) Revenue from Club Operations

Members subscriptions	320,861	306,628
Tennis court booking fees	221,915	137,611
Lessons	42,950	23,970
Tournaments	13,273	239,355
Other	9,129	12,391
	608,128	719,955

(b) Revenue from trading activities

Bar	73,134	69,295
Catering	14,121	5,340
Merchandise	14,033	10,666
Rackets & repairs	26,149	16,434
Other	1,379	1,876
	128,816	103,611

(c) Non-operating revenue

Interest income	760	2,498
Dividend income	84,051	92,747
Realised gains/(loss) of non-current assets	6,016	1,341
Entrance fees	12,981	15,409
JobKeeper Payments	42,000	189,300
Government Stimulus Package	-	58,176
Government Business Grants	82,700	35,000
Other revenue	16,684	18,200
	245,192	412,671

Total revenue

982,136	1,236,237
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NOTE 3: PROFIT BEFORE INCOME TAX

Significant expenses include:

Employee benefits	420,994	419,120
Depreciation of non current assets	46,861	42,754
Auditors' remuneration	10,444	9,717
Bar Cost of Sales	48,102	45,389
Ball Cloth	25,054	6,109
Racket Cost of Sales	17,419	11,329
Club Credits	37,402	-
Repair and Maintenance	62,630	78,058
Cleaning	38,435	23,976

Notes	2021	2020
	\$	\$

NOTE 4: CASH AND CASH EQUIVALENTS

CURRENT

Cash at bank ¹	173,208	293,725
Deposit ²	324,906	260,800
ASF Funds ³	42,330	36,096
	540,444	590,621

¹ Cash is held at a financial institution with an 'A+' Fitch Rating.

² Deposits are held at financial institutions with 'A+' Fitch Rating. One of the deposits is used for the transactions of investments and no interest rate applies. The other deposits had an interest rate as at 31 December 2021 of 0.25% p.a. (as at 31 December 2020: 0.20% p.a.).

³ ASF holds four RMTC funds: Junior Tennis Development Fund, Assistant Professional Development Fund, The RMTC Foundation Fund, and The RMTC Benefactors Fund. Donations to support these are tax deductible to donors when made unconditionally to the ASF. Discretionary Grants received from ASF are used by the Club to support the above registered projects. The Club accounts for such grants when they are received from the ASF, not when the donation is received from members.

The original Assistant Professional Development Fund was started by a gift of \$10,000 from the late Ross MacFarlan, a longstanding member of the Club. In 2016 funds were combined into one account with JBWere.

Reconciliation of cash:

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash and cash equivalent	18	215,538	329,821
Deposit	18	324,906	260,800
		540,444	590,621

NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT

Members' accounts receivables		131,029	142,361
Provision for doubtful debts		(3,640)	(3,640)
		127,389	138,721
Interest Receivables		434	101
Sundry Debtors		-	16
	18	127,823	138,838
Provision for impairment as at 1 January		3,640	3,640
Charge for the year		-	-
Written off		-	-
Provision for impairment as at 31 December		3,640	3,640

NOTE 6: INVENTORIES

At cost

Liquor and beverages		32,714	35,863
Merchandise		32,466	26,025
Rackets, accessories and ball cloth		32,576	30,449
		97,756	92,337

Notes	2021	2020
	\$	\$

NOTE 7: OTHER CURRENT ASSETS

CURRENT

Prepayments		41,641	45,670
Others		15,840	2,648
		<u>57,481</u>	<u>48,318</u>

NOTE 8: INVESTMENTS IN LISTED SECURITIES

NON-CURRENT

Investments in listed securities measured at fair value through Other Comprehensive Income

– Investments in listed securities	18	<u>3,399,517</u>	2,791,269
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Movement in investments in listed securities:

Balance as at 1 January 2021		2,791,269	
Purchase of listed securities		130,581	
Sales of listed securities		(4,232)	
Unrealised Gains/Loss for the year		<u>481,899</u>	
Balance as at 31 December 2021	18	<u>3,399,517</u>	

All shares in listed securities are quoted on the Australian Stock Exchange. Shares in listed corporations have no fixed maturity date or coupon rate. The above value represents the market value as at 31 December as per independent valuation report. These financial assets are managed by an independent investment firm.

NOTE 9: PROPERTY, PLANT AND EQUIPMENT

LAND

At cost		<u>135,815</u>	135,815
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BUILDINGS

At cost		1,035,402	1,035,402
Less accumulated depreciation		(710,542)	(687,371)
Total land and buildings		<u>324,860</u>	<u>348,031</u>

Total land and buildings

460,675	483,846
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PLANT & EQUIPMENT

Furniture, fixtures and fittings

At cost		279,164	188,991
Less accumulated depreciation		(176,775)	(153,517)
		<u>102,389</u>	<u>35,474</u>

Computer equipment

At cost		88,278	88,278
Less accumulated depreciation		(87,714)	(87,282)
		<u>564</u>	<u>996</u>

Note 9: Property, Plant and Equipment (continued)

	Notes	2021 \$	2020 \$
Book collection ⁴			
At valuation		47,919	46,344
		47,919	46,344
Total plant and equipment		150,872	82,814
Total property, plant and equipment		611,547	566,660

⁴ Book collection includes antique books displayed in the Club. Management assesses the value of the collection annually.

Movements in carrying amounts

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

	Land	Buildings	Furniture, fixtures and fittings	Computer Equipment	Book Collection	Total
2021	\$	\$	\$	\$	\$	\$
Balance at beginning of the year	135,815	348,031	35,474	996	46,344	566,660
Additions	-	-	90,173	-	1,575	91,748
Depreciation expense	-	(23,171)	(23,258)	(432)	-	(46,861)
Carrying amount at end of year	135,815	324,860	102,389	564	47,919	611,547

	Land	Buildings	Furniture, fixtures and fittings	Computer Equipment	Book Collection	Total
2020	\$	\$	\$	\$	\$	\$
Balance at beginning of the year	135,815	371,359	50,325	2,592	46,071	606,162
Additions	-	-	2,979	-	273	3,252
Depreciation expense	-	(23,328)	(17,830)	(1,596)	-	(42,754)
Carrying amount at end of year	135,815	348,031	35,474	996	46,344	566,660

Notes	2021	2020
	\$	\$

NOTE 10: TRADE AND OTHER PAYABLES

CURRENT

Trade payables		6,788	10,000
Other payables		81,205	60,508
Members' current accounts in credit		29,825	29,827
Club Credit Provision 5		5,000	-
Total trade and other payables	18	<u>122,818</u>	<u>100,335</u>

⁵ The Club has issued credit vouchers which entitle members to use credits against purchases in the Club except membership fees. The credits expire at the end of February 2022. Management expects a further \$5,000 worth of Club Credits to be used by members before their expiry.

NOTE 11: PROVISIONS

CURRENT

Employee benefits			
Annual leave		37,528	31,409
Long Service Leave		58,209	52,441
Total employee benefits		<u>95,737</u>	<u>83,850</u>

Analysis of Total Provisions

Current		95,737	83,850
Non-Current		-	-
		<u>95,737</u>	<u>83,850</u>

Provision for Long-term Employee Benefits

A provision has been recognised for employee benefits relating to annual leave and long service leave for employees. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been included in Note 1(l).

NOTE 12: OTHER LIABILITIES

CURRENT

Members' subscriptions pre-paid		117,609	116,943
Payment for Major tournament merchandise in advance ⁶		(3,309)	(2,385)
Total other liabilities		<u>114,300</u>	<u>114,558</u>

⁶ This payment was made for the purchase of Yarra Cup merchandise that will be held in January 2022.

NOTE 13: MEMBERS' FUNDS

The Club is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the Club is wound up, the Constitution states that each member is required to contribute to a maximum of \$20 each towards meeting any outstanding and obligations of the Club. At 31 December 2021 the number of members was 583 (2020: 570). The combined total amount that members of the Club are liable to contribute if the Club is wound up is \$10,820.

	Notes	2021	2020
		\$	\$
NOTE 14: RESERVES			
Entrance Fee Reserve	14 (a)	454,218	441,237
Donation and Bequest Reserve	14 (b)	-	135,913
RMJD Reserve	14 (c)	-	5,978
Capital Profits Reserve	14 (d)	-	663,695
Financial Assets Reserve	14 (e)	1,319,019	837,120
Total reserves		<u>1,773,237</u>	<u>2,083,943</u>

(a) The Entrance fee reserve relates to one-off joining fees paid by new members.

Movement in Entrance fee reserve

Opening Balance	441,237	425,828
Transfer from Retained profits	12,981	15,409
	<u>454,218</u>	<u>441,237</u>

(b) The Donation and bequest reserve is credited when members make special donations or bequests.

Movement in Donation and bequest reserve

Opening Balance	135,913	135,913
Movement during the year (transferred to retained earnings)	(135,913)	-
Closing Balance	<u>-</u>	<u>135,913</u>

(c) The RMJD reserve is credited when members make special donations or bequests.

Movement in RMJD reserve

Opening Balance	5,978	5,978
Movement during the year (transferred to retained earnings)	(5,978)	-
Closing Balance	<u>-</u>	<u>5,978</u>

(d) The Capital Profits reserve records non-taxable capital profits realised on sale of non-current assets.

Movement in Capital Profits reserve

Opening Balance	663,695	663,695
Movement during the year (transferred to retained earnings)	(663,695)	-
Closing Balance	<u>-</u>	<u>663,695</u>

(e) The Financial Assets reserve records revaluation of financial assets.

Movement in Financial Assets reserve

Opening Balance	837,120	912,094
Movement during the year	481,899	(74,974)
Closing Balance	<u>1,319,019</u>	<u>837,120</u>

Notes	2021	2020
	\$	\$

NOTE 15: CASH FLOW INFORMATION

Reconciliation of cash flow from operations with profit for the year:

Profit after income tax	90,514	280,274
Non cash flows in profit:	46,861	42,574
Depreciation		
Realised (gain) / loss on investments	(6,016)	(1,341)
Changes in assets and liabilities:		
(Increase)/decrease in receivables	11,015	42,888
(Increase)/decrease in inventories	(5,419)	25,168
(Increase)/decrease in prepayments	(9,163)	(17,863)
Increase/(decrease) in payables	22,483	(51,412)
(Increase)/decrease in deferred income	(258)	(164,393)
(Increase)/decrease in provisions	11,887	25,243
Cash inflows from operating activities	161,904	181,318

NOTE 16: RELATED PARTY TRANSACTIONS

The Club received the majority of its revenue from members on normal commercial terms and conditions no more favourable than those available to other parties.

NOTE 17: KEY MANAGEMENT PERSONNEL COMPENSATION

No committee members have received or are entitled to receive any remuneration or retirement benefits during the year or the previous year.

NOTE 18: FINANCIAL INSTRUMENTS

(a) Financial Risk Management

The Club's financial instruments consist mainly of deposits with banks, accounts receivable and payable.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 9: Financial Instruments as detailed in the accounting policies to these financial statements, are as follows:

	Notes	2021	2020
		\$	\$
Financial assets: amortised cost			
– Cash and cash equivalents		215,538	329,821
– Deposit	4	324,906	260,800
– Loans and receivables	5	127,823	138,838
Financial assets at fair value through other comprehensive income	8	3,399,517	2,791,269
Total financial assets		4,067,784	3,520,728
Financial liabilities: amortised cost			
– Trade and other payables	10	122,818	100,335
Total financial liabilities		122,818	100,335

NOTE 18: FINANCIAL INSTRUMENTS (continued)

The fair values disclosed in the above table have been determined based on the following methodologies:

- (i) Cash and cash equivalents, deposits, trade and other receivables, and trade and other payables are short-term instruments in nature whose carrying amounts are equivalent to their fair values.
- (ii) For investments in listed securities, the fair values have been determined based on closing quoted bid prices at the end of the reporting period.

NOTE 19: CAPITAL MANAGEMENT

Management controls the capital of the Club in order to maintain a good debt-to-equity ratio and to ensure that the Club can fund its operations and continue as a going concern. The Club's debt and capital includes financial liabilities, supported by financial assets. There are no externally imposed capital requirements.

Management effectively manages the Club's capital by assessing the Club's financial risks and adjusting its capital structure in response to changes in these risks and in the market.

There have been no changes in the strategy adopted by management to control the capital of the Club since the prior year. This strategy is to ensure that there is sufficient cash to meet trade and sundry payables and borrowings.

NOTE 20: COMMITMENTS AND CONTINGENT LIABILITIES

There were no commitments and contingent liabilities as at 31 December 2021 (2020: Nil).

NOTE 21: EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may affect the operations of the Club.

NOTE 22: CLUB DETAILS

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

The Royal Melbourne Tennis Club
18 Sherwood Street
Richmond Victoria 3121

Directors' Declaration

The directors of the Club declares that:

1. The financial statements and notes, as set out on pages 14 to 31 are in accordance with the *Corporations Act 2001* and;
 - (a) comply with Australian Accounting Standards – Reduced Disclosure Requirements applicable to the Club; and
 - (b) give a true and fair view of the financial position as at 31 December 2021 and of the performance for the financial year ended on that date of the Club.
2. In the directors' opinion there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors

Director



Director



Dated this 10 day of March 2022

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ROYAL MELBOURNE TENNIS CLUB

We have audited the accompanying financial report of The Royal Melbourne Tennis Club (The "Club"), which comprises the statement of financial position as at 31 December 2021, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

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

- (a) giving a true and fair view of the Club's financial position as at 31 December 2021 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ROYAL MELBOURNE TENNIS CLUB (Continued)

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Club's annual report for the year ended 31 December 2021, but does not include the financial report and our auditor's report thereon.

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

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

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

Responsibilities of the Directors for the Financial Report

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

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

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE ROYAL MELBOURNE TENNIS CLUB (Continued)**

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- We conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Club to cease to continue as a going concern.
- We evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

Walker Wayland Advantage

**WALKER WAYLAND ADVANTAGE AUDIT PARTNERSHIP
CHARTERED ACCOUNTANTS**



**AWAIS UR REHMAN
PARTNER**

Dated in Melbourne on this 10th day of March 2022

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