



CLUB FOUNDED 1893

NEW SOUTH WALES MASONIC CLUB

MAGAZINE

INCLUDES 2021 ANNUAL REPORT

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NSW Masonic Club

ABN 79 000 003 289

169 Castlereagh St, Sydney NSW 2000

Phone: (02) 9284 1000 | www.nswmasonicclub.com.au

FOLLOW US



OFFICIALS & COMMITTEES

Patron

MW Bro AR (Tony) Lauer, APM, JP

President

Stephen G. Bates

Vice President

Robert Eaglesham

Honorary Treasurer

Stephen Hodgson

Directors

Graham W Byrne

Stephen Hodgson

Peter Read

William (Bill) Redpath

Peter Zeilic

General Manager

Paul Brasch

House, Supply & Staff Committee

Robert Eaglesham (Convenor)

Peter Read (to 1/10/2020)

William (Bill) Redpath

Peter Zeilic

Finance Committee

Peter Read (Convenor wef 1/12/2020)

Graham Byrne (Convenor to 1/12/2020)

Stephen Hodgson

CONTACT US

Street Address

169 Castlereagh St,
Sydney NSW 2000

Phone: (02) 9284 1000

Fax: (02) 9284 1045

Hotel Reservations: 1800 801 576

Postal Address: PO Box A1160,
Sydney South NSW 1235

WEBSITES & EMAILS

New South Wales Masonic Club

Website:

www.nswmasonicclub.com.au

Email Address:

admin@nswmasonicclub.com.au

Castlereagh Boutique Hotel

Website:

www.thecastlereagh.com.au

Email Addresses:

reservations@thecastlereagh.com.au

functions@thecastlereagh.com.au

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CAFÉ REAGH

STREET LEVEL

See website for trading hours

As business returns to the city we hope to reopen Café Reagh to our many regular patrons. In the meantime, enjoy a cup of coffee in the Level 2 lounge.



REAGH BAR

GROUND FLOOR

See website for trading hours

The Reagh Bar is currently closed however, we hope to soon welcome you back for a fabulous breakfast or a relaxing beverage. Follow us on Facebook and you'll be the first to hear when we reopen!



CASTLEREAGH LOUNGE

LEVEL 2

Opening Times

10.00 am – 3.00 pm | Monday to Friday
Lunch served 12.00 noon – 2.00 pm



Cellos

Grand Dining Room

LEVEL 4

Event and function bookings only

BOOKINGS: 02 9284 1006

See pages 4 and 7 for the latest events.

DRESS REGULATIONS

Club Members and their guests are requested to observe the following dress codes which have been approved by the Board to preserve the dignity of our historic Club.

- The Reagh Bar (Ground Floor), Castlereagh Lounge (Level 2) and Cellos Grand Dining Room (level 4): smart casual attire at all times.
- Smart casual attire is:
For gentlemen, a collared shirt with trousers or slacks, shorts with closed in shoes.
For ladies, dress or blouse and skirt or tailored slacks. Sandals are acceptable.
Items of clothing which are not permitted include: baseball caps, torn or excessively faded jeans, t-shirts, thongs or sandals for men.

Castlereagh Boutique Hotel guests, as Temporary Members, are expected to observe the above dress regulations when availing themselves of the Club facilities. Exceptions are extended to guests arriving at, or departing directly from, the accommodation rooms.

The Club Management reserves the right to refuse any person not suitably attired admission to the Club areas or the food and beverage outlets.

President's Report

Dear Fellow Members

This edition of our Club Magazine includes the audited financial statements for the year ended 30 June 2021, Notice of Annual General Meeting and Special and Ordinary Resolutions. The Annual General Meeting is scheduled for Monday the 22nd of November 2021 at 1pm in Cello's restaurant. I look forward to seeing as many members as can possibly attend under the existing Covid-19 NSW Government restrictions. The financial results for the 2020/21 financial year have understandably been impacted by the ongoing Covid-19 pandemic. Fortunately your Club has substantial financial resources to enable it to survive throughout the pandemic. The Board of Directors in conjunction with the Club's General Manager, have also put in place measures to minimise the financial impact of Covid-19 including suspending most capital expenditure programs, reducing operating expenses where possible and suspending payment of Directors fees from 31 July 2020 to 30 November 2020, and again from 1 September 2021 to 31 October 2021. The financial results for 2021/22 will also be adversely affected by the pandemic. Your Club was forced to close for over three months and only re-



opened on Monday 11 October as part of the NSW Government's Roadmap (phase 1 – 70% vaccination) for the NSW economy, especially for retailers, hospitality and travel. It is exciting to see members coming back to enjoy our great Club.

During the shutdown period the Club commenced an important project to replace the frosted glass windows on the southern side of the Club's building with clear, double glazed windows, partly funded by Sydney Metro. This will greatly improve the comfort of guests staying in those rooms.

It is with great sadness that I report the passing of a Director, Mr Graham Byrne, as I write this report. I would like to record my appreciation for the tremendous contribution, time, skills, knowledge and effort, of Mr Graham Byrne, as a Director of the Club, since 26 November 2007. Graham will be sadly missed.

There are plans in place to make 2022 a great year for all members. We will keep you informed as matters progress.

It has been a privilege to serve as your Club President over the past 6 years. I look forward to 2022 in the hope that there are no more lockdowns. I hope to see you at the upcoming AGM and in the lead up to Christmas 2021. Stay safe.

Best wishes.

Stephen Bates | President
NSW Masonic Club

Vale Graham Byrne

It is with great sadness that we record the passing of Club Director, Graham Byrne.

Graham was born during the war in 1940. He graduated from university with a BA Degree and entered the Management Consultancy and Human Resources industry, rising to serve as CEO/Director of international consulting firms including Chandler Macleod, Korn Ferry and KPMG.

He was highly regarded in business and became the President of the NSW Chamber and the Australian Chambers of Commerce.

He was also a former Board member of Tattersalls Club, Sydney and the Royal Exchange Club and also served as Chairman of the Vasey Housing Association and as a Committee member and Trustee of the Combined Services Club RSL Sub-Branch in Barrack Street.

Graham later established his own consultancy business where he provided specialist services as a workplace mediator, WH&S advisor, recruitment consultant and as a Strategic Advisor to businesses and provided operational reviews to many Clubs in the Club industry.

Although a Life Member of over 50 years with City Tattersalls Club, he had a special love for the unique atmosphere and heritage of the NSW Masonic Club where he has served as a Director for the past 14 years including as Convenor of the Finance & Risk Committee.

Graham's health declined over the past 18 months as he fought and finally succumbed to cancer. He is survived by his wife Pam, son Peter and daughter Jenny.

Graham's business expertise, his gentle warm nature and good humour, will be sadly missed by all who had the pleasure of knowing him.

Rest in Peace Graham.



CASTLEREAGH Boutique Hotel



Celebrate 128 Years

with a \$128 stay for 2

Our fabulous gala events always feel like they're over too soon, so why not 'stay over' and enjoy a mini Sydney Staycation!

To celebrate the Club's 128th year, we're offering an exclusive Member's Only rate.

Simply stay the night on the evening of any 2021 event advertised in this magazine, and pay just \$128 per double room.

Don't forget that Club Members also receive 15% off the best available accommodation rates all year round across every room type!

**SUPPORT YOUR CLUB
BOOK A STAY TODAY!**

www.castlereagh.com.au

To access exclusive Members' Rates enter promo code: NSWMCMEMBER



***Applicable for Boutique Double on the evening of any of our events advertised in this newsletter. Fixed rate for Members only, subject to availability on the night of the events only, no further discounts apply.**

PHONE RESERVATIONS: 1800 801 576
Freecall within Australia

EVENT BOOKINGS: Visit www.thecastlereagh.com.au

ENQUIRIES: Phone 9284 1006 or email admin@thecastlereagh.com.au

Due to Public Health Orders only fully vaccinated guests are permitted to attend our November events.

Break out some colour MELBOURNE CUP LUNCH IS ON!

TUESDAY 2 NOVEMBER | 12.30PM

Join us for Melbourne Cup Day festivities, food and entertainment throughout the Club!

SAVE THE DATE!!

"SAIL AWAY ON THE TITANIC PARTY"

FRIDAY 9TH APRIL 2022

Melbourne Cup Day Lunch

TUESDAY 2 NOVEMBER 2021 | 12.30 PM

Catch all of the racing action on huge TV screens, try your luck in the sweeps, and as always, we'll be awarding prizes for the most magnificent hats and ties.

SET LUNCH IN CELLOS, CASTLEREAGH LOUNGE BAR OPEN, SEAFOOD PLATTERS & A LA CARTE DINING AVAILABLE

CELLOS: \$89 Members, \$99 Non-members

Includes a 3-course alternate serve menu, canapés and a glass of sparkling wine served on arrival, plus a bottle of wine between 4 diners.

Optional Seafood Upgrade: Add \$80 per couple for a "Seafood Platter for Two" in lieu of the main course.

CASTLEREAGH LOUNGE: \$140 Seafood Platter for 2

Includes: Cold – Crab, Prawns, Oysters, Smoked Salmon. Hot – Fish Cocktails, Prawn Cutlets, Calamari, Chips. Served with cocktail sauce and tartare sauce. Inclusive of GST and Members' Discount.

Seafood platters must be pre-purchased by 29th October.

Remembrance Day Lunch

THURSDAY 11 NOVEMBER 2021 | 12.30 PM

We are pleased to announce that Remembrance Day Lunch will go ahead this year with a Commemorative Service to follow in the Reagh Bar at 2.30pm.

Entrée Crab Cakes with roasted capsicum salsa and chilli coconut aioli

Main Duck Leg Confit w braised red cabbage, roasted eschalots topped with orange jus

\$80 per person*

Includes 2-course lunch with 1.5 hour drinks package (local beer, house wine and soft drink). *Inclusive of Members' discount and GST.

Lest we forget...

Remembrance Day

LUNCH & COMMEMORATIVE SERVICE

Pardon My French

★ STARRING ★

Milko Foucault - Larche

with Musical Director
NICK BAVARELLI

"Pardon My French" Cabaret Dinner Show

WEDNESDAY 24 NOVEMBER 2021 | 7.00 PM

In "Pardon my French", Award Winning Entertainer and Producer Milko Foucault – Larche combines some famous ingredients to dish out "la crème de la crème" of French Chanson.

A slice of Piaf... A dab of Trenet...

A pinch of Brel & A spoonful of Aznavour

Et Voilà...le dîner est servi (Dinner is served!)

\$95 per person*

All tickets are inclusive of 2-course French dinner, a glass of bubbles on arrival. Inclusive of GST, booking fees, and Members' Discount.

General Manager's Report

Dear Members,

Welcome to the 2021 edition of our Club Magazine and Annual Report. I hope this finds you safe, well and happy.

I recall saying last year that 2021 would be a better year than 2020 and here we are, just emerging from the longest lockdown the Club has ever experienced, all 108 days of it, from Friday 25 June to Monday 11 October 2021. We have endured many highs and lows over the past 19 months since the World Health Organization declared Covid-19 as a worldwide pandemic, on 11 March 2020.

We are however, a resilient team of people and we rose to the challenge of operating what really felt like a roller-coaster ride in 2020 and 2021. I sincerely thank the Board, Management, my hard-working Team and our loyal Members and Guests for all your support and well wishes through this most difficult of times.

Despite making some money in between the lockdowns, (definitely the highs of the roller-coaster ride) financially, the year ran at a loss of \$1,143,339 after tax. We saw a dramatic reduction in the need for accommodation in the CBD (our traditional 'money-maker') and this impacted on other revenues. On a more positive note, we put on some exciting new events and saw our food and beverage, and meeting room hire bookings increase higher than before, as people searched for new experiences to enjoy and to simply connect with other people.

Throughout the year, the Board and I made a number of decisions to mitigate



our losses as much as possible including the following:

- Suspending most of the capital expenditure programs,
- Prioritising and reducing the Club's building maintenance program,
- Reducing operating expenses by \$473,000,
- Suspending payment of Directors fees for six months,
- Temporary standing down most Club employees or reducing their hours during the lockdowns, whilst still maintaining the basic building operation and security.

These are tough times but we used the down time effectively to evaluate what we did well and plan improvements in our daily operations including:

- The Management team completely repainting the foyer,
- We finished repainting the fire stairs, front and back
- We took back the food and beverage operation from the Caterer on 14 February 2021,
- We progressed the Fire Safety Order works,
- We commenced the triple-glazing project on our Southern wall facing the Sydney Metro works,
- Submitted our response to the proposed Sydney Metro Over Station Development.

We applied for every bit of Government support we could including Jobkeeper, which we passed on fully to our staff, and collected on previously negotiated Sydney Metro Compensation to boost our operating cash flow. We managed our finances well and still have some funds in reserve due to the 'war chest' we built up pre-Covid.

What does the future look like in these uncertain times?

The next few months will be slow to build and we hope that as our fully

vaccinated rate increases in NSW, we are able to get back to doing the things we love – dining out, visiting friends and family and travel.

We are geared up to enhance the Club's food and beverage offering as business improves and we have some exciting events lined up for you to enjoy. We submitted a Development Application for the accommodation room refurbishment, finetuned our design for the partial (heritage) makeover rooms ready to roll out across a whole floor (or floors) as our funds improve and are submitting a Construction Certificate for the old but still current rooftop Development Application. We are permitted to construct 2 levels of lightweight construction in the future should the club wish to but this has important role to play in the design of the adjoining Sydney Metro building, to our advantage.

I would like to especially acknowledge the valued contribution of Director Mr Graham Byrne for his 14 years of service on the Board and for his personal guidance of my role. Graham was gravely ill and sadly passed away on Saturday 16 October 2021. May he rest in peace and forever be remembered. Finally, I would like to sincerely thank my loyal team at the Club and the Board for their enormous hard work and dedication during this tough financial year.

Please keep supporting the Club. We miss you all. You will be greeted by familiar faces still here to welcome you back and look after you.

Take care.

Paul Brasch | General Manager
NSW Masonic Club
and Castlereagh Boutique Hotel

MEMBERSHIP RENEWAL 2022

If you have a due date of 2022 or beyond, your membership has already been paid and is not due for renewal.

Please complete this section and return with payment.
Your number and membership type can be found on your card.

Full Name:

Due Date	Member Number	Member Category	Renewing for No. of Years		Amount Due
31/12/21					
			1 YEAR	3 YEARS	5 YEARS
Masonic (lodge member) (Category 1)			\$40.00	\$102.00	\$170.00
Masonic (unattached) (Category 2)			\$50.00	\$127.50	\$200.00
Associate (Category 3)			\$50.00	\$127.50	\$200.00

CREDIT CARD PAYMENT DETAILS

Cardholder Name:

Please charge my credit card the sum of: \$

☐ Visa ☐ Mastercard ☐ American Express

Card No.

Expiry Date: /

Signature:

Date:

Return this form, or the form on the front of your Club Magazine address label, plus your payment to:

PO Box A1160, Sydney South NSW 1235
Ph 02 9284 1000 | Fax 02 9284 1045

Online renewals can be completed at www.nswmasonicclub.com.au

love YOUR CLUB

It's you who makes the difference...

- ATTEND AN EXCITING EVENT
- INTRODUCE A MEMBER OR FAMILY MEMBER
 - JOIN A SUB-CLUB OR CREATE YOUR OWN
 - CELEBRATE A MILESTONE
 - STAY A NIGHT OR 2
- SPEND MONEY IN THE CLUB

Club Members Enjoy a Great Range of Benefits

RENEW YOUR MEMBERSHIP TODAY!

- » 15% Discount on Hotel Accommodation Rates
- » 10% Discount on Food and Beverages throughout the Club
- » Special Members' Prices for Club Functions
- » Members' Reward Points on Personal Purchases.
- » Reciprocal Club Privileges within Australia and Overseas
- » Club Magazine and Club Chat Newsletter
- » Birthday Wine Voucher and exclusive 'Members Only' Offers



3 & 5 YEAR MEMBERSHIP RENEWALS NOW AVAILABLE!

The Board is pleased to advise that Members can now renew their membership for a one, three or five year period. We look forward to seeing many Members taking advantage of the **discounted** three and five year renewal options in support of your Club.

SAVE TIME - RENEW ONLINE
www.nswmasonicclub.com.au

We're ready to accept
your vouchers

**DINE
& DISCOVER
NSW**

Apply for vouchers at nsw.gov.au

We are able to accept both
'DINE' and 'DISCOVER' vouchers
for dining and events*!

*Events MUST be prepaid through the
Administration Office on Level 1.
Call 92841006 during business hours
or email admin@thecastlereagh.com.au

VOUCHERS EXPIRE 30 JUNE 2022



CLUBS WITHIN THE CLUB

INTERNAL CLUBS

TOURING GROUP AND SOCIAL CLUB

Tours, day trips and inhouse
events held throughout the year.

Contact: Margaret Neverley-Grant

Phone: 0400 802 032

Meetings: 1st Tuesday of the
month at 11am

NSW MASONIC SUB BRANCH RSL

Contact: Kenneth Gulline

Email: jeanettekenneth@optusnet.com.au

Meetings: 3rd Monday of the
month at 11am

LOOKING FOR NEW MEMBERS!

New members are always
welcome to join the Castlereagh
Probus Club. To enquire phone
Irene on 02 80659270
or Maria Bieber 02 95719370.

CASTLEREAGH PROBUS CLUB

Contact: Maria Bieber

Phone: 9571 9370

Meetings: 2nd Monday of the
month at 11am

DINE AND WINE CLUB

Wine tasting luncheons and
events held throughout the year.

Contact: John Moore

Phone: 9758 7620

NSWMC MASONIC SENIORS' ASSOCIATION

Contact: Nick Matis

Phone: 9662 6648

Meetings: 4th Monday of the
month at 11.30am

SYDNEY BIRTHDAY CLUB

Monthly meetings, lunch and
networking. Gentlemen only.

Contact: Tim Foster

Email: tim.foster@bigpond.com.au

Meetings: 2nd Thursday of the
month from 12 noon

COMMUNITY GROUPS

ROTARY CLUB OF SYDNEY

As a major service club, the
Rotary Club of Sydney is actively
engaged in the raising of funds
for worthwhile community
causes.

Phone: 9231 7557

Website: www.sydneystrotary.com

Meetings: Every Tuesday in
Cellos Grand Dining Room at 1pm

ROYAL COMMONWEALTH SOCIETY

Monthly meetings with guest
speakers, special event luncheons
held throughout the year.

Contact: David Beale

Email: rcsnew.db@gmail.com

Meetings: 3rd Thursday of the
month in the Adam Room

SYDNEY LIONS CLUB

The Lions Club of Sydney
welcomes visitors to attend our
lunchtime meetings, held each
month at the NSW Masonic Club.

Contact: Mr Alan Chan

Email: chanala8@gmail.com

Meetings: 3rd Tuesday of the
month in the Castlereagh
Meeting Room

SYDNEY '76 IONIANS

Monthly meetings with guest
speakers and special events held
throughout the year.

Email: sydney76ionian@hotmail.com

Meetings: 4th Wednesday of
the month, morning tea on level
2 at 10am followed by meeting
at 10.30am and lunch in Cellos
Grand Dining Room.

CHEESE & WINE CLUB

Monthly meetings with a
2-course lunch cheese and wine.

Contact: Julie Danks

Email: julie.danks@icloud.com

Meetings: 2nd Thursday of the
month in the Adam Room

Please contact individual Clubs to confirm
meeting dates for the remainder of 2021.

Faulty Towers The Dining Experience

SAT 4, WED 8 & THU 9 DECEMBER 2021

Doors Open 7pm, Show Starts 7.30pm

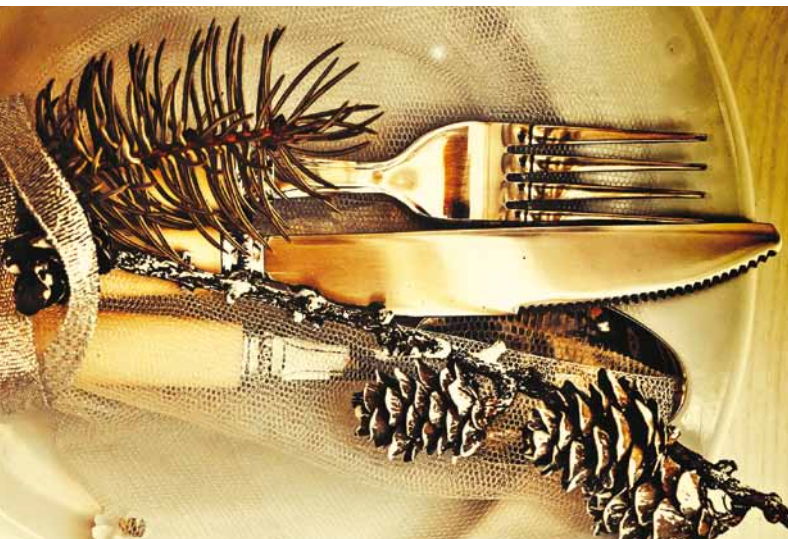
Basil, Manuel and Sybil are in town and they're bringing a fully immersive, highly interactive, top-flight show where anything can happen and usually does!

\$110 per person (includes booking fee)

All tickets include a 3-course meal and 2-hour interactive show.

BOOKINGS & INFORMATION: 1300 308 193

www.faultytowersdining.com



Members & Friends Christmas Lunch

WED 8 & FRI 17 DECEMBER 2021 | 12.30 PM

Christmas-themed lunch in Cellos complete with beautiful decorations, bonbons and the delightful Kym Parrish performing all of your favourite Christmas carols.

Members \$70pp, Non-members \$80pp

Includes a 3-course Christmas-themed set menu with two beverages (soft drink, local beer or house wine), inclusive of gst.

BOOK ONLINE, Call Rita on 9284 1006

or email admin@thecastlereagh.com.au

Sorcery & Swing Roaring Twenties Dinner Show

SATURDAY 26 FEBRUARY 2022 | 6.30PM

Cellos transforms into a "Roaring Twenties" speakeasy!

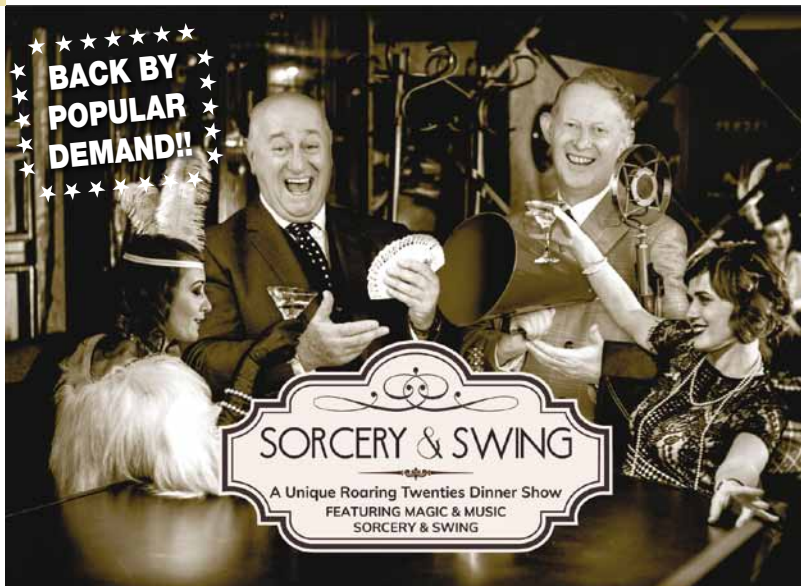
Featuring: THE SORCERY... The engaging magic of Bruce Glen, The Gentleman Magician. THE SWING... The superb 1920s-1930s music of Greg Poppleton and his band.

\$150 per person*

Inclusive of sparkling wine "moonshine" and canapés on arrival, 3-course dinner, 3-hour beverage package (local beer, house wine & softdrinks), entertainment, GST and Members' Discount.

BOOK ONLINE, Call Rita on 9284 1006

or email admin@thecastlereagh.com.au



"Paris After Dark" Cabaret Dinner

THURSDAY 24 MARCH 2022 | 7.00 PM

"No passport required" as you travel for the evening to the City of Light with Corinne and Milko along the avenues and boulevards of Paris to the romantic sounds of some of the most famous "chansons" of all time.

\$115 per person

Includes of 2-course French dinner, canapés and a glass of bubbles on arrival. Inclusive of GST, and Members' Discount.

BOOK ONLINE, Call Rita on 9284 1006

or email admin@thecastlereagh.com.au



NEW SOUTH WALES MASONIC CLUB

NOTICE OF ANNUAL GENERAL MEETING 2021

Notice is hereby given that the 129th Annual General Meeting of the New South Wales Masonic Club will be held in the fourth floor Cellos Dining Room on Monday 22nd November 2021 at 1:00pm.

BUSINESS AGENDA

Item No 1

Confirmation of the Minutes of the previous meeting held on 23rd November 2020.

Item No 2

To receive and consider the Directors' Report, the Financial Statements for the year ended 30th June 2021 and the Auditor's Report thereon.

Item No 3

SPECIAL RESOLUTION

That the Articles of Association of New South Wales Masonic Club Limited be amended by:

(a) **inserting** the following definition in Article 1(a):

“**Board Appointed Director**” means a person appointed to the Board pursuant to Article 38(b) of these Articles, the Registered Clubs Act and Registered Clubs Regulations but does not include a person who is appointed to the Board to fill a casual vacancy in accordance with Article 54 of these Articles”.

(b) **deleting** Article 38 and **inserting** the following new Article 38:

“38 (a) Subject to paragraph (b) of this Article 38, the Board shall consist of seven (7) elected directors who shall comprise a President, a Vice President (both of whom must be Masonic members) and five (5) Ordinary directors who shall be Full members and no more than two (2) of whom shall be Associate members”.

(b) The Board may appoint up to two (2) Board Appointed Directors to the Board in addition to the elected directors referred to in Article 38(a).

(c) The provisions of the Registered Clubs Act and Registered Clubs Regulations shall apply in respect of Board Appointed Directors.

(d) Subject to paragraph (g) of this Article 38, a Board Appointed Director only has to satisfy the eligibility requirements of the Registered Clubs Act and Registered Clubs Regulations to be appointed to the Board and does not have to satisfy any eligibility requirement in these Articles, including Article 39A.

(e) The seven (7) directors referred to in Article 38(a) will be elected by the members biennially in accordance with Articles 39, 40 and 41.

(f) Immediately following an annual general meeting in respect of which there has been an election of directors, the Board shall meet and shall elect from amongst their number the President and Vice President both of whom must be Masonic members.

(g) In the event of more than two (2) Associate members being capable of being elected as a member of the Board then the two (2) Associate members receiving respectively the highest, second highest number of votes shall be declared elected and in event of there being an equality of votes Article 41(3)(p) shall apply.

(h) A member shall not hold the office of President for more than six (6) consecutive years nor shall that

member be eligible for re-election as President within the two (2) years immediately following that member ceasing to hold office as President for a consecutive period of six (6) years.

(i) Notwithstanding anything else contained in this Article 38, the majority of directors on the Board at any time (including Board Appointed Directors) must be Masonic members.”

(c) **inserting** at the end of Article 39A the words “,provided that these restrictions do not apply to Board Appointed Directors”.

(d) **deleting** the last sentence of Article 45 and in its place **inserting** the following: “At meetings of the Board:

(a) if the Board comprises only the elected directors, the quorum shall be four (4) directors personally present;

(b) if the Board comprises the elected directors and one or more Board Appointed Directors, the quorum shall be five (5) directors personally present.”

Explanatory Notes to Members on Special Resolution

1. The Special Resolution proposes to:

(a) amend the composition of the Board by reducing the maximum number of elected directors from nine (9) to seven (7) by removing two (2) Ordinary director positions from the Board; and

(b) provide the Board with the power to appoint up to two (2) directors to the Board (who are not elected by members or appointed by the Board to fill casual vacancies) (**Board Appointed Directors**); This is permitted by the Registered Clubs Act.

(c) amending the quorum for board meetings depending on whether or not there are Board Appointed Directors;

(d) introduce a new provision which confirms the majority of directors on the Board at any time to be Masonic members.

2. If the Special Resolution is passed, these amendments will take immediate effect.

Background Information

3. Under the Registered Clubs Act, boards of registered clubs:

(a) cannot exceed nine (9) directors; and

(b) have the power to appoint up to two (2) Board Appointed Directors provided that any proposed appointment does not cause the number of directors on the Board (both elected and Board Appointed Directors) to exceed nine (9).

4. In relation to the appointment of Board Appointed Directors if the Special Resolution is passed:

(a) they are **in addition** to the directors elected by members or appointed by the Board to fill casual vacancies; and

(b) the Board is not required to make such appointments but it may do so if it wishes;

(c) any person appointed by the Board to be a Board Appointed Director only has to satisfy the requirements of the Registered Clubs Act and Registered Clubs Regulations to be appointed and does not have to satisfy any eligibility requirement in the Club's Articles of Association. However the person appointed must be an ordinary member of the Club;

(d) a Board Appointed Director cannot be appointed for a term of more than three (3) years and is not eligible for re-appointment at the end of that term;

(e) within twenty one (21) days of appointing a Board Appointed Director, the Club must display a notice on the Club's noticeboard and website stating the reasons for the person's appointment, the person's relevant skills and qualifications and any payments which are to be made to the person in connection with his or her appointment;

(f) the power to appoint Board Appointed Directors enables boards of registered clubs to identify persons with particular skills, expertise and experience which may be beneficial to the club and to appoint those persons to the board.

(g) for example, the Club may wish to undertake a major construction project in the future but none of the directors at the time have expertise in construction. In these circumstances, this amendment allows the Board to identify and appoint a person or persons with expertise in construction who will be able to assist the Club in the construction project.

(h) the new provisions to be inserted into the Club's Articles of Association do not provide the Board with any powers over and above those contained in the Registered Clubs Act and Registered Clubs Regulations.

Summary of Proposed Amendments

5. At present, the Board consists of nine (9) elected directors comprising a President, Vice President and seven (7) Ordinary directors. Up to three (3) directors (excluding the President and Vice President) may be Associate members.

6. If the Special Resolution is passed:

(a) the Board will consist of seven (7) elected directors comprising a President, Vice President and five (5) Ordinary directors;

(b) the President and Vice President must still be Masonic members;

(c) no more than two (2) of the five (5) Ordinary director positions may be filled by Associate members;

(d) the Board will also have the power to appoint up to two (2) Board Appointed Directors.

(e) a Board Appointed Director can be a Masonic member, Associate member, Country member or life member.

(f) the quorum for a board meeting will be four (4) directors if the Board is seven (7) directors and five (5) directors if the Board is more than seven (7) directors.

(g) the majority of directors on the Board at any time (including Board Appointed Directors) must be Masonic members.

7. However, if the Special Resolution is not passed:

(a) the Board will continue to consist of nine (9) elected directors comprising a President, Vice President and seven (7) Ordinary directors; and

(b) the President and Vice President must still be Masonic members;

(c) no more than three (3) of the seven (7) Ordinary director positions may still be filled by Associate members;

(d) the Board will be unable to appoint any Board Appointed Directors;

It's the party of the century – and you're invited!

Join us on Wednesday 10th of November when we celebrate the 100th birthday of a very special Member, Thelma Hedger.

Her Excellency the Honourable Margaret Beazley AC QC, Governor of New South Wales and Mr Dennis Wilson have locked it in the diary, and will be joining us for a birthday lunch in Cellos to present Thelma with a letter from the Queen.

Birthday Luncheon: \$65 per person – Includes a 2-course lunch and 2 beverages (local beer, house wine & soft drink). Inclusive of GST and Member discount.

Lunch commences at 12pm and **all guests must be seated by 12.10pm before the arrival of the Governor at 12.30pm.**

If you can't make it, or miss out on this event, be sure to wish Thelma a very Happy Birthday by joining us for one of our many events she loves to attend!

BOOKINGS: Rita on 9284 1006 or email admin@thecastlereagh.com.au

Please note that numbers are strictly limited and NSW Government Health Regulations require that all attendees are fully vaccinated.



NOTICE OF ANNUAL GENERAL MEETING 2021 CONTINUED

- (e) the quorum for a meeting of the Board will be five (5) directors personally present at a board meeting.

Item No 4

Members will be asked to consider and if thought fit, pass the following Ordinary Resolutions:

FIRST ORDINARY RESOLUTION

Pursuant to the Registered Clubs Act the Members hereby approve and agree to the expenditure by the Club in a sum not exceeding \$33,000, together with GST, until the next Annual General Meeting of the Club for the following activities of Directors:

- (i) The reasonable cost of meal and beverages for each Director immediately before or immediately after a Board or Committee meeting on the day of that meeting when that meeting corresponds with a normal meeting;
- (ii) Reasonable expenses incurred by Directors in travelling to and from Directors meetings or other duly constituted committee meetings approved by the Board from time to time on production of invoices, receipts or other proper documentary evidence of such expenditure;
- (iii) Reasonable travel, accommodation, meal, beverages and other out of pocket expenses incurred by Directors in relation to such other duties including attendances at official functions on behalf of the Club in New South Wales and interstate, entertainment of special guests of the Club and promotional activities performed by Directors, providing all such activities and expenses relating thereto are approved by the Board in advance, and on production of receipts, invoices or other proper documentary evidence;
- (iv) An annual President's Dinner with the persons in attendance to comprise the Directors and their partners and other persons (with their partners) as chosen by the President;
- (v) An annual Board Partners' Dinner in appreciation of their support.

SECOND ORDINARY RESOLUTION

That pursuant to the Registered Clubs Act the members hereby approve and agree to the expenditure by the Club in a sum not exceeding \$5,000, together with GST, for the professional development and education of Directors until the next Annual General Meeting and being:

- (i) The reasonable cost of Directors attending the

Registered Clubs Association's Annual General Meeting;

- (ii) The reasonable cost of Directors attending seminars, lectures, trade displays and other similar events as may be determined by the Board from time to time;
- (iii) The reasonable cost of Directors attending other registered clubs for the purpose of viewing and assessing their facilities and methods of operation provided such attendances are approved by the Board as being necessary for the betterment of the Club.

THIRD ORDINARY RESOLUTION

That pursuant to the Registered Clubs Act the members hereby approve and agree to expenditure by the Club of the following benefits for Members:

- (i) That the President be allowed to order food and beverages in the Club at a cost of \$8,000.
- (ii) (a) That the Convenor (Chairman) of each of the House Supply & Staff Committee and the Finance Committee be allowed to order food and beverages in the Club at a cost of \$4,500;
- (b) That the other Members of the Board be allowed to order food and beverages in the Club at a cost of \$4,500.
- (iii) That the allowances for food and beverages referred to earlier in this resolution shall include allowances for items consumed:
 - (a) on the day of and/or the day before and/or the day after any of the events specified in the First Resolution where travelling arrangements and/or the duties of a Director make the consumption reasonable;
 - (b) on such other days when a Director is in attendance at the Club in the discharge of his/her duties and the consumption is approximate in time to those duties and reasonable.
- (iv) That the Members of the New South Wales Masonic Club Seniors' Association be entitled each month to receive meals at such reduced price as may be determined by the Board from time to time, provided such meals are taken at a function organised in the Club for that Association;
- (v) That the Board of the Club make such donations as it considers fit to each of the duly constituted social and sporting sub-clubs within the Club, having regard to the needs and expenditure of those sub-clubs and without being required to

maintain equality of expenditure between such sub-clubs.

FOURTH ORDINARY RESOLUTION

That pursuant to the Registered Clubs Act the members hereby approve and agree to expenditure by the Club of the following benefits for members:

- (i) That the President be paid an Honorarium of \$12,500 until the next Annual General Meeting.
- (ii) That the Convenor (Chairman) of the House Supply & Staff Committee and the Finance Committee be paid an Honorarium of \$7,500 until the next Annual General Meeting of the Club;
- (iii) That each other Director be paid an Honorarium of \$5,000 until the next Annual General Meeting of the Club.

Notes for Members – First to Fourth Ordinary Resolutions

The Ordinary Resolutions are to approve various benefits for Directors and Members of duly constituted Social & Sporting Clubs within the Club which should be approved by the Members each year as they are not offered equally to all Members of the Club. Expenditure proposed in the resolution has been assessed having regard to sums approved at last year's Annual General Meeting for these benefits.

PASSING OF RESOLUTIONS:

A Special Resolution must receive votes in favour from not less than three quarters (75%) of Masonic and Life members who, being eligible to do so, vote in person on the Special Resolution at the meeting. An Ordinary Resolution requires votes from a simple majority of Members who being eligible to vote are present and who vote on the resolution at the meeting.

Under the Registered Clubs Act proxy voting is prohibited and employees of the Club who are members are ineligible to vote.

Item No 5

To transact any other business which may be brought forward before the meeting, in conformity with the Club's Memorandum and Articles.

By order of the Board

Paul Brasch – General Manager

Dated: 6 October 2021

OUR RECIPROCAL CLUBS

Another great advantage of being a Club Member!

AUSTRALIA

COMMERCIAL CLUB

618 Dean St, Albury NSW 2640

Phone: 02 6057 2000

Email: info@commercialclubalbury.com.au

www.commercialclubalbury.com.au

Accommodation: 02 6057 2850

FORSTER-TUNCURRY MEMORIAL SERVICES CLUB

19 Strand St, Forster NSW 2428

Phone: 02 6591 6591

www.clubforster.com.au

GRADUATE HOUSE - UNIVERSITY OF MELBOURNE

224 Leicester St, Carlton VIC 3053

Phone: 03 9347 3438

Email: sec@graduatehouse.com.au

www.graduatehouse.com.au

ORANGE EX-SERVICES CLUB

231 Anson St, Orange NSW 2800

Accommodation: 02 6362 5611

Email: enquiries@oesc.com.au

www.oesc.com.au

PUBLIC SCHOOLS CLUB INC.

207 East Trc, Adelaide SA 5000

Phone: 08 8223 3213

Email: bookings@publicschoolsclub.com.au

www.publicschoolsclub.com.au

THE RENMARK CLUB

160 Murray Ave, Renmark SA 5341

Phone: 08 8586 6611

Email: enquiry@renmarkclub.com.au

www.remarkclub.com

THE RIVERINE CLUB

Cnr of Tarcutta St & Sturt St, Wagga

Wagga NSW 2650

Phone: 02 6921 2031

Email: office@riverineclub.com

www.riverineclub.com

ROYAL AUTOMOBILE CLUB OF VIC

501 Bourke St, Melbourne VIC 3000

Phone: 03 9944 8888

Email: cityclub@racv.com.au

www.racv.com.au

RACV - Cape Schanck Resort

Trent Jones Drive (via Boneo Road)

Cape Schanck, VIC 3939

Phone: 03 5950 8000

Email: capeschanck@racv.com.au

RACV - Healesville Country Club

122 Healesville, Kinglake Road,

Healesville VIC 3777

Phone: 03 5962 4899

Email: healesville@racv.com.au

RACV - Cobram Resort

Campbell Road, Cobram VIC 3644

Phone: +61 3 5871 9700

Email: cobram@racv.com.au

THE HAMILTON CLUB

39 Gray St, Hamilton VIC 3300

Phone: 03 5572 2299

Email: info@hamiltonclub.com.au

www.hamiltonclub.com.au

THE KELVIN CLUB OF MELBOURNE

14-30 Melbourne Pl, Melbourne VIC 3000

Phone: 03 9654 5711

Email: manager@kelvinclub.com

www.kelvinclub.com

UNITED SERVICE CLUB

183 Wickham Tce, Brisbane QLD 4000

Phone: 07 3831 4433

Email: enquiries@unitedserviceclub.com.au

www.unitedserviceclub.com.au

UNIVERSITY HOUSE - CANBERRA

1 Balmain Cres, Acton ACT 2601

Phone: 02 6125 5275

Email: Unihouse@anu.edu.au

www.anu.edu.au/unihouse/

UNIVERSITY OF TASMANIA

Launceston TAS 7250

Phone: 1300 138 497

Email: enquiries@accommodation.utas.edu.au

www.accommodation.utas.edu.au

WAGGA RSL CLUB

Dobbs St, Wagga Wagga NSW 2650

Phone: 02 6921 3624

RSL Motel - Phone: 1300 797 079

Email: theclub@waggarsl.com.au

www.waggarsl.com.au

INTERNATIONAL

COLOMBO SWIMMING CLUB

"Storm Lodge" 148 Galle Road

Colombo 03

Phone: +94 11 242 1645

Email: admin@colomboswimmingclub.org

www.colomboswimmingclub.org

ROYAL OVER-SEAS LEAGUE

Over-Seas House, Park Place,

St James St, LONDON SW1A 1LR

Phone: +44 20 7408 0214

Email: info@rosl.org.uk

www.rosl.org.uk

UNION CLUB OF BRITISH COLUMBIA

805 Gordon St, Victoria, British

Columbia, CANADA, V8W1Z6

Phone: +1 (250) 384-1151

Email: info@unionclub.com

www.unionclub.com

SINGAPORE MASONIC CLUB

Freemasons' Hall, 23A Coleman St,

SINGAPORE 179806

Phone: +65 6336 3541

Email: admin@fmhbsg.org

www.fmhbsg.org

THE WINDSOR CLUB

2072 Riverside Drive East, Building 25,

Windsor, Ontario N8Y 4S5

Phone: +1 519 258 1465

Email: admin@windsorclub.com

www.windsor-club.com

COLOMBO SWIMMING CLUB

A must for your post-Covid bucket list!

The history of The Colombo Swimming Club dates back to the colonial era in Sri Lanka (then Ceylon). During the mid 1930s there was a significant need within the expatriate community in the country to set up a club that would act as a 'family' meeting place. Initial meetings of the Club took place at Galle Face Hotel and in 1938, 'Storm Lodge' was purchased.

Good food, excellent service, a warm and friendly atmosphere have defined the Colombo Swimming Club throughout its long history and continues to do so to this day.

The uniqueness of the club is in its unpretentious, exclusive atmosphere which sustains itself effortlessly. The premises stand out as an eloquent testimony to a grander age gone by, an unmistakable landmark in the city that was once a colonial capital.

The club's relaxed and gracious character, elegant colonial premises and fine range of residential, leisure and sporting facilities make it the ideal home away from home for those who demand peace, quietness, tasteful surroundings, comfort, good companionship and impeccable service.

Phone: +94 11 242 1645

www.colomboswimmingclub.org



Colombo Swimming Club, Sri Lanka

RECIPROCAL CLUB PROCEDURE

If you would like to visit a reciprocal club, please read the following instructions before contacting any reciprocal club:

1. Contact the reciprocal clubs directly for a list of the services and rates offered at the proposed time of your visit, and to find out if your Letter/Card of Introduction must be faxed to them prior to your arrival. Members desiring accommodation at reciprocal clubs should request reservations in advance and should advise that they are members of NSW Masonic Club.
2. Have your NSW Masonic Club membership card with you when visiting a reciprocal club.
3. Obtain a Letter of Introduction: Please contact Administration on 02 9284 1006, or email: admin@nswmasonicclub.com.au

NEW SOUTH WALES MASONIC CLUB

ABN 79 000 003 289



DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2021

Your directors present their report on the New South Wales Masonic Club (the "Club") for the financial year ended 30 June 2021.

The names, qualifications, experience and special responsibilities of the directors in office at any time during, or since the end of, the year are:

Stephen George Bates, B. Bus, CA.

Elected to the Board on 25 November 1996.

Occupation: Director, Watson Erskine & Co Pty Ltd, Chartered Accountants.

President since 23 November 2015.

Graham William Byrne, BA

Elected to the Board on 26 November 2007.

Occupation: Managing Director, Graham Byrne & Associates Pty Ltd, Management Consultants (retired).

Special Responsibilities: Convenor Finance Committee to 1 December 2020.

Robert Eaglesham, Dip. All

Elected to the Board on 23 November 2015.

Occupation: Company Director.

Vice President since 25 November 2019.

Special Responsibilities: Convenor, House Supply and Staff Committee.

Peter Read, B. Bus, CPA, GAICD

Elected to the Board on 23 November 2015.

Occupation: Principal, Present and Accounted For, Strategic Financial Consultants.

Special Responsibilities: Convenor, Finance Committee wef 1 December 2020; Member, House Supply and Staff Committee to 1 December 2020.

Stephen Caldwell Wearne, FCA

Elected to the Board on 2 March 2005. Resigned on 7 October 2020.

Occupation: Director, Boroughs Australia Pty Ltd, Chartered Accountants.

Special Responsibilities: Member, Finance Committee.

Peter Zeilic, B. Sc., B. Arch, M. Proj Mgmt, Justice of the Peace

Elected to the Board on 23 November 2009.

Occupation: Managing Director, Peter Zeilic Pty Ltd, trading as Dimension 5 Design Architecture & Project Management.

Special Responsibilities: Member, House Supply and Staff Committee.

Stephen Hodgson, Dip. Co. Directorship, Dip. Forensic Medicine, Justice of the Peace

Elected to the Board on 25 November 2019.

Occupation: Managing Director, KASH Images Pty Ltd, Forensic Inspection Reporting Services & Testing (FIRST).

Special Responsibilities: Treasurer; Member, Finance Committee.

William Redpath

Elected to the Board on 25 November 2019.

Occupation: Retired.

Special Responsibilities: Member, House Supply and Staff Committee.

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

Meetings of Directors

During the financial year, the Board of Directors met on 12 occasions, the House, Supply and Staff Committee met on 12 occasions and the Finance Committee met on 12 occasions. The number of meetings attended by each director during the year out

of the total number possible were:

	Board	Committees
SG Bates	11/12	21/24
GW Byrne	10/12	11/12
RJ Eaglesham	10/12	12/12
S Hodgson	12/12	12/12
P Read	11/12	12/12
W Redpath	12/12	12/12
SC Wearne	4/4	3/3
P Zeilic	12/12	12/12

Club's Objectives

The Club's short term objectives are to:

- Provide its Members with bars, restaurant/bistro, meeting rooms, function rooms and a high quality of service;
- Provide Members and guests with high quality accommodation facilities;
- Provide Members and guests with service of the highest practical level;
- Provide Members and guests with a high standard of food and beverage offering; and
- Provide appropriate training for staff and directors.

The Club's long term objectives are to:

- Continually upgrade the quality of the hotel in order to maximise its commercial returns for the overall betterment of the Club and the facilities it provides to its Members; and
- Continually upgrade the quality of service offered by staff.

To achieve these objectives the Club has adopted the following strategies:

- Development of an integrated capital improvements program funded from retained and current earnings;
- Development of a refurbishment and maintenance program designed to uphold the heritage status of the building and enhance the quality of the facilities available to Members; and
- Maintenance of best practice technology to maximise returns from accommodation and ancillary revenue streams for the benefit of the Club.

New Accounting Standards Implemented

The Club has early adopted the new Simplified Disclosure Standard, AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities (Tier 2). Adoption of this new accounting standard has no impact on the financial results and has minimal impact on the notes to the financial statements. By early adopting under "AASB 2021-1 Transition to Tier 2: Simplified Disclosures for Not-for-Profit Entities", there is relief from providing comparative information in

the notes where a new disclosure is required.

Principal Activities

The principal activities of the Club during the year were to provide Members with amenities and facilities usually associated with a Licensed Social Club and to operate a boutique hotel at not less than a four-star standard. No significant change in the nature of these activities occurred during the year.

These activities have assisted in achieving the short and long term objectives of the Club by being consistent in all respects with those objectives.

Key Performance Measures

The Club measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the Club's short-term and long-term objectives are being achieved. Key performance benchmarks used include:

- Average monthly room rate for accommodation;
- Average monthly room rate for accommodation net of commissions;
- Monthly occupancy rate for accommodation;
- Monthly EBITDA against budget;
- Monthly departmental operating results against budget;
- Cash flow forecasting;
- Function enquiries capture rate;
- Feedback from members, guests and social media;
- Survey of members and guests;
- Membership growth;
- Capital expenditure program against set milestones; and
- Monitoring of regular training programs for employees.

Operating Results

The loss for the year amounted to \$1,143,339 (2020 loss: \$348,056) after allowing for an income tax benefit.

Review of Operations

The highly infectious coronavirus COVID-19 was declared a pandemic by the World Health Organisation on 11 March 2020. The pandemic continues to have a catastrophic human impact and economic cost worldwide. The impact on the Club continues to be a sustained dramatic reduction in accommodation and other revenues, coupled with the need to temporarily stand down most employees and reduce operating expenses.

The accommodation segment had another dramatic decline in revenue compared to the previous year. However, the contribution from the food and beverage operations improved over the prior year due to the cessation of the outsourcing arrangement on 14 February 2021. As a result, the contribution achieved from all of the Club's operational areas was \$1,343,000 lower than the previous year. Costs were \$473,000 lower than the previous year, due to lower costs across the business, mainly personnel, marketing, utilities, and repairs and maintenance costs, and were further assisted by wage and income subsidies received from the Australian Government. The Club's operating loss before tax was higher than the prior year loss by \$866,000.

The Board of Directors, in conjunction with the General Manager, have made a number of decisions to mitigate as much as possible the

Review of Operations (continued)

ongoing financial impact of Covid-19 including:

- Suspending most capital expenditure programs;
- Suspending payment of Directors fees from 31 July 2020 to 30 November 2020, and again from 1 September 2021;
- Curtailing the Club's building maintenance program, and
- Reducing operating expenses to the extent possible.

After Balance Date Events

Transport for NSW's construction of the Sydney Metro station to the immediate south of the Club's building continues, with the project now in the construction stage of the Metro train station. To this date there has been minimal effect on the Club's building and its operations resulting from the Metro construction works. However, the future effect of such construction works on the Club's building and operations cannot be determined at this stage.

The Club is progressing its obligations under the Sydney City Council ("SCC") issued Fire Safety Order, supported by our fire safety engineers and heritage consultants to develop a timeline and engineered solution that preserves the heritage character of the Club's building. Substantial capital expenditure is likely to be incurred once funds permit.

On 25 June 2021, the Government announced forced closure of registered and licensed clubs, licensed premises in hotels and pubs, entertainment venues and cinemas, casinos and nightclubs effective from 5 pm 25 June 2021 until 11 October 2021. As such, the Club was closed for all food, beverage and function activities for this period. Prior to the date of this report, the NSW Government had announced that all clubs can re-open around mid-October, but most likely under restricted conditions such as social distancing. Such rules are changing day to day. The financial impact of these rules cannot be predicted.

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

Going Concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business for a period

of at least twelve months from the date these financial statements were approved.

The Club also notes the unpredictability of the COVID-19 situation, and the potential impact on the going concern basis of preparation. At the date of this report the Club has not yet reopened. Since March 2020 Covid-19 has had a significant impact on the Club's operating cash flows and financial position. Due to the uncertainty around the ongoing impacts of COVID and any potential future increases in restrictions, there is a degree of uncertainty associated with forecasting cash flows over the following 12 month period. Therefore, existing cash flow forecasts are based on minimal cash inflows and known cash outflows to enable the Board to determine the maximum monthly cash flow loss.

The directors believe there are reasonable grounds to conclude the company will continue as a going concern on the basis of the following:

- The Club maintains significant balances of term deposit cash and liquid equity investments on which to draw, to fund expected shortfalls in cash flow for a period of over 24 months from signing of the financial report; and
- The Club holds no external debt, and as such is not subject to servicing any significant external liabilities.

Liability of Members on a Winding Up

For every class of membership the amount for which every Member is liable to contribute if the Club is wound up is:

- (i) Such amount as may be required not exceeding \$4.00;
- (ii) In the event that the liability of any Member of any class becomes unlimited, then such other amount as may be required according to the circumstances in which that event occurred. Any Member's liability becomes unlimited if that Member makes (or knowingly consents to or assists in the making of) an unauthorised payment or transfer of any part of the income or property of the Club to any Member or former Member of the Club or to any person claiming through them.

The Club is governed under the Corporations Act 2001 and is a company limited by guarantee. If the Club is wound up the total amount payable by all Members of every class will, except in any case of unlimited liability, be not more than an amount equal to the number of Members of every class multiplied by \$4.00.

Membership

At 30 June 2021 total Members numbered 1,389

comprising 509 Mason Members, 855 Associate Members, 4 Gold Members, 1 Patron and 20 Honorary Members.

Core Property

The Core Property of the Club as at 30 June 2021 was the property known as 169-173 Castlereagh Street, Sydney.

As at that date there was no Non-Core Property of the Club.

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2021 has been received and can be found below.

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



Stephen G Bates
(President)

Dated: 6th day of October 2021

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF NEW SOUTH WALES MASONIC CLUB

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, there have been:

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



BDO Audit Pty Ltd
Clayton Eveleigh
Director

Date: 6th day of October 2021
Level 11

1 Margaret Street
SYDNEY NSW 2000

STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
Revenue	2	1,360,033	3,475,547
Loss on disposal of assets	2	(3,675)	(170,166)
Raw materials and consumables used		(213,116)	(338,145)
Employment benefits expense		(1,501,836)	(1,837,039)
Australian government jobkeeper subsidy		509,850	227,100
Depreciation of property, plant and equipment	3	(555,608)	(523,740)
Occupancy expense		(584,732)	(778,907)
Impairment of trade receivables		-	(5,155)
Other expenses		(238,910)	(411,102)
Loss before income tax expense		(1,227,994)	(361,607)
Income tax benefit	4	84,655	13,551
Loss for the year		(1,143,339)	(348,056)

STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
Loss for the year		(1,143,339)	(348,056)
Other comprehensive income ("OCI") after income tax:			
Items that will not be reclassified subsequently to profit or loss:			
Net gain on revaluation of non-current assets, net of tax	10	-	2,825,456
Net gain/(loss) on revaluation of financial assets at fair value through OCI, net of tax	2	107,082	(16,194)
Other comprehensive income for the year, net of tax		107,082	2,809,262
Total comprehensive income for the year		(1,036,257)	2,461,206
Total comprehensive income attributable to: Members of the Club		(1,036,257)	2,461,206

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	Note	2021 \$	2020 \$
CURRENT ASSETS			
Cash and cash equivalents	5	247,689	363,044
Trade and other receivables	6	48,063	160,375
Financial assets	7	1,700,000	2,600,000
Inventories	8	12,568	18,141
Other assets	9	97,015	56,894
TOTAL CURRENT ASSETS		<u>2,105,335</u>	<u>3,198,454</u>
NON-CURRENT ASSETS			
Financial assets	7	597,448	454,513
Property, plant and equipment	10	38,377,134	38,509,989
Deferred tax assets	12	105,700	104,138
TOTAL NON-CURRENT ASSETS		<u>39,080,282</u>	<u>39,068,640</u>
TOTAL ASSETS		<u>41,185,617</u>	<u>42,267,094</u>
CURRENT LIABILITIES			
Trade and other payables	11	183,551	267,955
Employee benefits liabilities	13	204,897	179,831
Other liabilities	14	66,099	60,747
TOTAL CURRENT LIABILITIES		<u>454,547</u>	<u>508,533</u>
NON-CURRENT LIABILITIES			
Employee benefits liabilities	13	56,190	47,424
TOTAL NON-CURRENT LIABILITIES		<u>56,190</u>	<u>47,424</u>
TOTAL LIABILITIES		<u>510,737</u>	<u>555,957</u>
NET ASSETS		<u>40,674,880</u>	<u>41,711,137</u>
MEMBERS' EQUITY			
Reserves		35,690,419	35,583,337
Retained earnings		4,984,461	6,127,800
TOTAL MEMBERS' EQUITY		<u>40,674,880</u>	<u>41,711,137</u>

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Members and guests		1,670,616	3,860,600
Payments to suppliers and employees		(2,359,762)	(3,821,153)
Rent received		46,297	49,672
Dividends received		18,696	19,512
Interest received		35,032	65,664
Income tax refunds		-	29,840
Net cash provided by/(used in) operating activities		<u>(589,121)</u>	<u>204,135</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	3,909
Payments for property, plant and equipment		(422,752)	(856,570)
Proceeds from sale of investments		9,589	2,641
Payments for investments in listed securities		(13,071)	(45,345)
Funds withdrawn from term deposits		900,000	800,000
Net cash provided by/(used in) investing activities		<u>473,766</u>	<u>(95,365)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash provided by/(used in) financing activities		<u>-</u>	<u>-</u>
Net (decrease)/increase in cash		<u>(115,355)</u>	<u>108,770</u>
Cash and cash equivalents at beginning of the financial year		363,044	254,274
Cash and cash equivalents at end of the financial year	5	<u>247,689</u>	<u>363,044</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

The financial statements cover the New South Wales Masonic Club (the "Club") as an individual entity, incorporated and domiciled in Australia. The Club is a company limited by guarantee.

The financial statements were authorised for issue on 6 October 2021 by the directors of the Club.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The Club has adopted all new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted, except as noted below. The following Accounting Standards and Interpretations are most relevant to the Club:

The Club has early adopted the new Simplified Disclosure Standard, AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities (Tier 2). Adoption of this new accounting standard has no impact on the financial results and has minimal impact on the notes to the financial statements. By early adopting under "AASB 2021-1 Transition to Tier 2: Simplified Disclosures for Not-for-Profit Entities", there is relief from providing comparative information in the notes where a new disclosure is required.

Impact of adoption

The adoption of new Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company as at 30 June 2021 nor on opening retained profits as at 1 July 2020.

Going Concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business for a period of at least twelve months from the date these financial statements were approved.

As at 30 June 2021, the Club incurred a net loss after tax of \$1,143,339 (2020: net loss of \$348,056) and an operating cash outflow of \$589,121 (2020: cash inflow of \$204,135).

The Club also notes the unpredictability of the COVID-19 situation, and the potential impact on the going concern basis of preparation. At the date of this report the Club has not yet reopened. Since March 2020 Covid-19 has had a

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2021

	Retained Earnings \$	Capital Reserve \$	Asset Revaluation Reserve \$	Financial Asset Reserve \$	Total \$
Balance as at 30 June 2019	6,475,856	1,319,388	31,458,037	(3,350)	39,249,931
Loss attributable to Members	(348,056)	-	-	-	(348,056)
Transfers	-	-	-	-	-
Total other comprehensive income for the year	-	-	2,825,456	(16,194)	2,809,262
Balance as at 30 June 2020	6,127,800	1,319,388	34,283,493	(19,544)	41,711,137
Loss attributable to Members	(1,143,339)	-	-	-	(1,143,339)
Transfers	-	-	-	-	-
Total other comprehensive income for the year	-	-	-	107,082	107,082
Balance as at 30 June 2021	4,984,461	1,319,388	34,283,493	87,538	40,674,880

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

significant impact on the Club's operating cash flows and financial position. Due to the uncertainty around the ongoing impacts of COVID and any potential future increases in restrictions, there is a degree of uncertainty associated with forecasting cash flows over the following 12 month period. Therefore, existing cash flow forecasts are based on minimal cash inflows and known cash outflows to enable the Directors to determine the maximum monthly cash flow loss.

The Directors believe there are reasonable grounds to conclude the Club will continue as a going concern on the basis of the following:

- The Club maintains significant balances of term deposit cash and liquid equity investments on which to draw, to fund expected shortfalls in cash flow for a period of over 24 months from signing of the financial report; and
- The Club holds no external debt, and as such is not subject to servicing any significant external liabilities.

Accounting Policies

(a) Income Tax

The income tax expense/(benefit) for the year comprises current income tax expense/ (benefit) and deferred tax expense/(benefit).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. Current tax liabilities/(assets) are therefore measured at the amounts expected to be paid to/(recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense/(income) is charged or credited outside the profit and loss when the tax relates to items that are recognised outside the profit and loss.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities, where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

(b) Inventories

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

(c) Property, Plant and Equipment

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic valuations by external independent valuers, less subsequent depreciation for buildings.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation surplus in other comprehensive income. Decreases that offset previous increases of the same asset are charged against revaluation surpluses directly in other comprehensive income; all other decreases are charged to the profit and loss account.

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

Plant and Equipment

Plant and equipment are measured on the cost basis less accumulated depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Repairs and maintenance are charged to the profit and loss account during the financial period in which they are incurred.

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. Depreciation is recognised in the profit and loss account.

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

Class of Fixed Asset	Depreciation Rate
Buildings	1.0% - 2.5%
Plant & Equipment	10.0% - 33.3%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the profit and loss account. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(d) Financial Instruments

Financial instruments are recognised initially on the date that the Club becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

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

Classification

On initial recognition, the Club classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Club changes its business model for managing financial assets.

Amortised cost

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

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

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Fair value through other comprehensive income

The Clubs investments in equity instruments not held for trading have been designated as fair value through other comprehensive income. The movement in fair value on equity instruments is accumulated in the financial assets reserve.

Dividend revenue received on underlying equity instruments investment is recognised in profit or loss.

Financial assets through profit or loss

The Club did not have any financial assets at fair value through profit or loss during the financial year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

Financial assets (continued)

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost

Under AASB 9 Financial Instruments, an expected credit loss model is applied in measuring impairment losses on financial assets. To reflect changes in credit risk this expected credit loss model requires the Club to account for expected credit losses since initial recognition. If the credit risk on a financial instrument has not shown significant change since initial recognition, an expected credit loss amount equal to the 12-month expected credit loss is used. However, a loss allowance is recognised at an amount equal to the lifetime expected credit loss if the credit risk on that financial instrument has increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, The Club considers reasonable and supportable information that is relevant and available. This includes both quantitative and qualitative information and analysis based on the Clubs historical experience and informed credit assessment and including forward looking information.

The Club uses the presumption that an asset which is more than 90 days past due has seen a significant increase in credit risk.

The Club uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Club in full, without recourse to the Club to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Club in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach. 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.

Trade receivables (and contract assets)

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Club has determined the probability of non-payment of the receivable and contract asset and multiplied this by the amount of the expected loss arising from default.

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

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Club measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Club comprise trade and other payables.

(e) Impairment of Assets

At the end of each reporting period, the Club assesses whether there is any indication that an asset has been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the profit and loss account.

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.

(f) Employee Benefits

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining

the liability, consideration is given to employee wage increases and the probability that the employees may not satisfy vesting requirements. Those cash flows are discounted using market yields on corporate bonds with terms to maturity that match the expected timing of cash flows.

(g) 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 reporting date.

(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 short-term borrowings in current liabilities on the statement of financial position.

(i) Revenue Recognition

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Club expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer;
2. Identify the performance obligations;
3. Determine the transaction price;
4. Allocate the transaction price to the performance obligations; and
5. Recognise revenue as the performance obligations are satisfied.

Accommodation revenue

Accommodation revenue is recognised at the point in time services are provided to the guest.

Room hire revenue

Other room hire is recognised at the time service is provided to the hirer.

Food and beverage sales

Food and beverage sales are recognised at the time the goods are delivered to the customer, being the point of sale. Income received in advance of the date of food and beverage consumption is deferred.

Membership subscription revenue

Membership income is recognised over time, through the period to which the membership renewal relates. Any membership subscription revenue relating to periods beyond the current financial year is carried forward in the Statement of Financial Position as income received in advance.

Lease income

Lease income from the tenanted shop is recognised on a straight line basis over the term of the lease.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Dividend income

Dividend revenue is recognised when the right to receive a dividend has been established.

Government grants – Jobkeeper subsidy

Government grants relating to costs are deferred and recognised in profit or loss over the period necessary to match them with the costs that they are intended to compensate. Government grants have been presented on a gross basis in the statement of profit or loss and other comprehensive income.

(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. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(k) Comparative Figures

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

	2021 \$	2020 \$		2021 \$	2020 \$
NOTE 2: REVENUE AND OTHER INCOME			NOTE 7: FINANCIAL ASSETS		
Provision of accommodation services	602,264	2,598,390	Current		
Sales of food and beverage	399,609	354,228	Fixed interest deposits	1,700,000	2,600,000
Poker machine takings	(700)	(761)	Non Current		
Rent received	42,693	48,205	Investments in equity instruments designated as at fair value through other comprehensive income		
Members' subscriptions	50,980	65,889	Listed investments:		
Room hire	132,276	118,104	- shares in listed corporations	597,448	454,513
Interest received	20,030	59,418	Investments in equity instruments comprise investments in the ordinary share capital of various entities. There are no fixed returns or fixed maturity dates attached to these investments. The Club is not-for-profit entity and, as such, is unable to distribute imputation credits derived from its dividend revenue.		
Dividends received	18,696	19,512			
Compensation payments received	56,500	46,000			
Australian Government Covid-19 cash boost	37,500	62,500			
Sale of gaming entitlements	-	102,667			
Other	185	1,395			
Total revenue	1,360,033	3,475,547			
Other income/(expense):					
Net gain/(loss) on disposal of property, plant and equipment	-	(169,491)			
Net gain/(loss) on disposal of investments	(3,675)	(675)			
	(3,675)	(170,166)			
Net gain/(loss) on available-for-sale financial assets at fair value (after tax effect)	107,082	(16,194)			
Net gain/(loss) on fair value of financial assets has been determined with reference to the market value of the investments at reporting date.					
NOTE 3: PROFIT BEFORE INCOME TAX			NOTE 8: INVENTORIES		
Depreciation of buildings	294,890	216,000	Current - at cost		
Depreciation of plant and equipment	260,718	307,740	Raw materials		
Auditor's remuneration – for audit services	21,474	30,420	Liquor and beverage, held for sale in the ordinary course of business	12,568	18,141
Auditor's remuneration – for taxation services	3,050	3,850			
NOTE 4: INCOME TAX EXPENSE			NOTE 9: OTHER ASSETS		
The components of tax expense comprise:			Current		
Current tax	(47,047)	-	Prepayments	49,968	56,894
Deferred tax	(37,608)	(13,551)	Income tax recoverable	47,047	-
	(84,655)	(13,551)		97,015	56,894
The prima facie tax on loss from ordinary activities before income tax is reconciled to the income tax expense as follows:			NOTE 10: PROPERTY, PLANT & EQUIPMENT		
Prima facie tax recoverable at 26.0% (2020: 27.5%)	(319,278)	(99,442)	(a) Land and Buildings		
Add/(less) tax effect of:			Freehold land at independent valuation 2020	13,000,000	13,000,000
Income tax rate change on deferred tax assets	5,395	5,612	Buildings, lifts and integral plant and equipment		
Mutuality rate change on timing differences	9,806	(14,300)	- at independent valuation 2020	24,800,000	24,800,000
Franked dividends received	(4,967)	(5,009)	Accumulated depreciation	(294,890)	-
Net non-allowable/non-assessable items	(15,987)	(17,095)		24,505,110	24,800,000
Net mutual income and non-allowable items	105,842	19,733	Building improvements – at cost	40,164	-
Prior years' income tax paid recoverable	(47,047)	-	Accumulated depreciation	-	-
Benefit of tax losses not taken up	181,581	96,950		40,164	-
Income Tax Benefit	(84,655)	(13,551)	Total buildings	24,545,274	24,800,000
The applicable weighted average effective tax rates are:	6.89%	3.75%	Total land and buildings	37,545,274	37,800,000
NOTE 5: CASH AND CASH EQUIVALENTS			(b) Plant and Equipment		
Cash on hand	5,000	5,000	Plant, furniture and equipment – at cost	2,432,764	2,410,674
Cash at bank	242,689	358,044	Accumulated depreciation	(2,432,764)	(2,172,045)
	247,689	363,044		-	238,629
NOTE 6: TRADE AND OTHER RECEIVABLES			Capital works in progress – at cost	831,860	471,360
Current			Total plant and equipment	831,860	709,989
Trade receivables	39,350	3,935	Total property, plant and equipment	38,377,134	38,509,989
Provision for impairment	(5,155)	(5,155)			
Other receivables	13,868	161,595			
	48,063	160,375			
Lease commitments receivable			Movements in carrying amounts		
Future minimum lease payments receivable from non-cancellable operating leases at reporting date:			The movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:		
Receivable -					
Not later than one year	-	18,692			
Later than one year and not later than five years	-	-			
	-	18,692			
Lease receivables relate to premises owned and let by the Club.					

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

NOTE 10: PROPERTY, PLANT & EQUIPMENT (continued)

Asset revaluations

The freehold land and buildings were independently valued at 30 June 2020 by Andrew Nock Pty Limited. The valuation was based on fair value less cost to sell. The critical assumptions adopted in determining the valuation included the location of the land and buildings, recent sales data for land and buildings in the area and took into account the heritage status of the building. The valuation resulted in a valuation increment of \$2,825,456 being recognised in the revaluation reserve for the year ended 30 June 2020. The Directors have performed a desktop valuation during the current financial year and determined there to be no material change to the fair value derived at 30 June 2020.

	2021 \$	2020 \$
NOTE 11: TRADE AND OTHER PAYABLES		
Current		
Trade payables	33,021	193,438
Sundry payables and accrued expenses	150,530	74,517
	<u>183,551</u>	<u>267,955</u>

NOTE 12: INCOME TAX

Deferred Tax Assets comprise:

Provisions and accruals	49,022	45,067
Property, plant & equipment – tax allowances	84,339	51,582
Revaluation adjustments taken directly to equity	(29,179)	6,866
Capital losses carried forward	1,518	623
Total net non-current deferred tax assets	<u>105,700</u>	<u>104,138</u>

NOTE 13: EMPLOYEE BENEFITS LIABILITIES

Current

Employee entitlements		
Annual leave	149,945	132,474
Long service leave	54,952	47,357
	<u>204,897</u>	<u>179,831</u>

Non-Current

Employee entitlements		
Long service leave	56,190	47,424

A provision has been recognised for employee benefits relating to 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 the historical data. The measurement and recognition criteria for employee benefits have been included in Note 1(f).

	2021 \$	2020 \$
--	------------	------------

NOTE 14: OTHER LIABILITIES

Current

Subscriptions received in advance	28,566	31,557
Advance booking deposits	37,533	27,574
Security deposits held relating to leased premises	-	952
Deferred income	-	664
	<u>66,099</u>	<u>60,747</u>

NOTE 15: RELATED PARTY TRANSACTIONS

The following benefits were provided to directors and their guests under the terms of the resolutions passed at the 2020 Annual General Meeting:

	2021 \$	2020 \$
Meetings – food and beverages	8,410	8,428
Accommodation and travelling	-	-
President's dinner	-	-
Board members' partners night	-	3,243
Professional development	427	-
Food and beverage allowance – directors	6,653	12,210
Directors' fees paid or payable to all directors of the Club	<u>27,666</u>	<u>51,500</u>

The number of directors whose income from the Club fell within the following bands:

	No.	No.
\$0 - \$10,000	8	10
\$10,001 - \$20,000	-	1

NOTE 16: KEY MANAGEMENT PERSONNEL COMPENSATION

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity, is considered key management personnel (KMP).

The totals of remuneration paid to KMP of the Club during the year are as follows:

	2021 \$	2020 \$
KMP compensation	<u>193,821</u>	<u>239,441</u>
	No.	No.
KMP compensation	9	12

There were no other related party transactions during the year other than as disclosed in Note 23. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

NOTE 17: RESERVES

(a) Capital Reserve

The capital reserve records profits on sale of non-current assets.

(b) Asset Revaluation Reserve

The revaluation reserve records revaluations of non-current assets.

(c) Financial Assets Reserve

The financial assets reserve records revaluation of financial assets.

NOTE 18: CAPITAL AND LEASING COMMITMENTS

Capital expenditure commitments

Capital expenditure commitments contracted for at the reporting date amounted to \$391,558 (2020 \$nil).

NOTE 19: FINANCIAL RISK MANAGEMENT

The Club's financial instruments consist primarily of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, listed securities and leases.

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

	2021 \$	2020 \$
Financial Assets at Amortised Cost		
Cash and cash equivalents	247,689	363,044
Term deposits and receivables	1,748,063	2,760,375
Investments in equity instruments at fair value through OCI:		
- Listed investments	597,448	454,513
Total Financial Assets	<u>2,593,200</u>	<u>3,577,932</u>
Financial Liabilities		
Financial liabilities at amortised cost		
- Trade and other payables	183,551	267,955
Total Financial Liabilities	<u>183,551</u>	<u>267,955</u>

NOTE 20: CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There are no contingent assets or liabilities.

NOTE 21: MEMBERS' GUARANTEE

The Club is a company limited by guarantee, incorporated and domiciled in Australia. If the Club is wound up, the Memorandum of Association states that each Member is required to contribute a maximum of \$4 each towards meeting any outstanding obligations of the Club. At the reporting date the number of Members was 1,389 (2020 – 1,454).

In any case, where a Member has been in breach of paragraph 4 of the Club's constitution, entitled "Memorandum of Association", the liability of a Member on winding up is unlimited. Please refer to "Liability of Members on a Winding Up" as set out in the Directors' Report.

NOTE 22: EVENTS AFTER THE REPORTING PERIOD

Transport for NSW's construction of the Sydney Metro station to the immediate south of the Club's building continues, with the project now in the construction stage of the Metro train station. To this date there has been minimal effect on the Club's building and its operations resulting

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTE 22: EVENTS AFTER THE REPORTING PERIOD (continued)

from the Metro construction works. However, the future effect of such construction works on the Club's building and operations cannot be determined at this stage.

The Club is progressing its obligations under the Sydney City Council ("SCC") issued Fire Safety Order, supported by our fire safety engineers and heritage consultants to develop a timeline and engineered solution that preserves the heritage character of the Club's building. Substantial capital expenditure is likely to be incurred once funds permit.

On 25 June 2021, the Government announced forced closure of registered and licensed clubs, licensed premises in hotels and pubs, entertainment venues and cinemas, casinos and nightclubs effective from 5 pm 25 June 2021 until 11 October 2021. As such, the Club was closed for all food, beverage and function activities for this period. Prior to the date of this report, the NSW Government had announced that all clubs can re-open around mid-October, but most likely under restricted conditions such as social distancing. Such rules are changing day to day. The financial impact of these rules cannot be predicted.

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

NOTE 23: SPECIAL REPORTING REQUIREMENTS

The Registered Clubs Act (as amended) requires the Club to make available to Members the following information in relation to the financial year:

- | | |
|--|---------|
| (i) There were no contracts of employment with a top executive of the Club approved during the reporting period. | |
| (ii) Purpose and details of overseas travel by a director or employee of the Club. | Nil |
| (iii) Total profits/(losses) from gaming machines in the Club during the 12 month period ended 30 November in the financial year to which this report relates. | (\$700) |
| (iv) Amount applied by the Club to community development and support during the 12 month period ended 30 November in the financial year to which this report relates. | Nil |
| (v) Loans made to employees of the Club. | Nil |
| (vi) Consultants to the Club that were paid in excess of \$30,000: Dimension 5 Design - \$55,328. | |
| (vii) Total consultancy fees paid, excluding amounts disclosed above - \$63,973 | |
| (viii) There was no settlement made with a Member of the governing body or employee as a result of a legal dispute and no associated legal fees. | |
| (ix) No legal fees were paid on behalf of a Member of the governing body or an employee. | |
| (x) The Core Property of the Club as at 30 June 2021 was the property known as 169-173 Castlereagh Street, Sydney. As at that date there was no Non-Core Property of the Club. | |
| (xi) Set out below are disclosures made by a director, top executive or employee in relation to: | |
| • A material personal interest that a director has in a matter relating to the affairs of the Club - nil. | |
| • A personal or financial interest of a director or top executive in a contract relating to the procurement of goods or services or any major capital works of the Club: | |
| • Peter Zeilic - \$55,328. | |
| • Any financial interest of a director or top executive in a hotel situated within 40 kilometres of the Club's premises - nil. | |
| • A gift or remuneration of \$1,000 or more from an affiliated body of the Club or from a person or body that has entered into a contract with the Club - nil. | |
| (xii) Donations made to the Club's internal sub-clubs, other entities utilising the Club's facilities and charitable institutions amounted to \$4,050. | |

Training

The Board of Directors has met its governance obligations under Part 6 of the Registered Clubs Regulations 2015. The following directors and General Manager (Club Secretary) have completed the required training, as prescribed:

Stephen Bates	Director
William Redpath	Director
Robert Eaglesham	Director
Paul Brasch	General Manager

DIRECTORS' DECLARATION

The directors of the New South Wales Masonic Club (the "Company") declare that:

- The financial statements and notes are in accordance with the Corporations Act 2001 and:
 - comply with Australian Accounting Standards – Simplified Disclosures applicable to the Company; and
 - give a true and fair view of the financial position as at 30 June 2021 and performance for the year ended on that date of the Company,
- in the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



STEPHEN G BATES
(President)

Dated: 6th day of October 2021

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NEW SOUTH WALES MASONIC CLUB

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of New South Wales Masonic Club (the Company), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the accompanying financial report of New South Wales Masonic Club, is in accordance with the Corporations Act 2001, including:

- Giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the year ended on that date; and
- Complying with Australian Accounting Standards – Simplified Disclosures and the Corporations Regulations 2001.

Basis for opinion

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

Other information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the annual report, 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NEW SOUTH WALES MASONIC CLUB (CONTINUED)

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, 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 Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd



Clayton Eveleigh
Director
Sydney, 6 October 2021

DISCOUNTED PARKING

Parking vouchers for Hilton Secure Carpark are on sale at the hotel reception desk.

The discounted parking options are offered by the Castlereagh Boutique Hotel to all Members and guests as a service, however, it is ultimately the responsibility of the guests to ensure that they adhere to the entry/exit conditions that apply.

PROCEDURE

- Please contact Hotel Reception on the day **at least an hour prior to arrival**.
- Reception will reserve parking and provide you a code to enter Car Park.
- Hilton Secure Parking is located at 259 Pitt Street, Sydney and operated 24 hours.
- To exit take lift from Hilton Hotel Lobby to car park area.
- Please follow exit instructions on your Reservation.

HILTON SECURE CARPARK

259 Pitt St, Sydney CBD

Access: Turn left into the Hilton Hotel entrance from Pitt Street – access via the 2nd driveway Secure Parking.

RATES

\$55.00 Voucher Mon - Fri	Day Voucher Single entry / exit Maximum 24 hours from the time of entry.
\$25.00 Voucher Mon - Fri	Evening/Overnight Single entry / exit Valid for entry after 6pm exit by 9am the following day. CANNOT be used in conjunction with Day and Weekend Vouchers.
\$25.00 Voucher Sat - Sun	Weekends Single entry / exit Maximum 24 hours from the time of entry.

Late checkout penalties apply.

DECEASED MEMBERS

It is with great sadness that we report the passing of the following loyal Members of the Club and we express our sympathies to their families.

Mr Robert Timothy Anderson
Mr Kenneth Ian Braham
Mr Graham Byrne
Mr Peter Edmonds
Mr William Forster

Mr Stanley Hing
Mr John Loveday
Mr Basil Macree
Mr Albert Penson
Mr Michael Pajor
Miss Margaret Enid Starr

WE'D LIKE TO WELCOME OUR NEWEST MEMBERS TO THE CLUB

Mr Michael Azzi, Facilities Manager	Mr Robert Jurukovski, Architect
Mr Kushal Mandavia, Account Manager	Ms Lesley Kerl, Celebrant
Mr Aidan Rosa, Casual Academic	Miss Jacqueline Lackey, Retired Secretary
Mrlan Alexander, Teacher	Mrs Trish Lane, Social Worker
Barton Barrack, NSW Public Servant	Mr Hugh Langford-Smith, NSW Government
Mr Stanley Beaman, Retired Teacher	Mr Roy Lawson, Businessman
Mr Ross Berry, Manager NSW Govt	Mr Deeban, Lean
Mr Peter Binning, Opera Singer	Mr Giuseppe Lecca, Plumber
Mr Adam Black, Accountant	Ms Peggy Lim, Bank Manager
Mr Konrad Bohleke, Academic	Mr Gregor Lockyer, Retired
Mr Ken Broomhead, Retired	Mrs Xinyang Lu, Accountant
Mr David Brow, Facilities Manager	Mrs Catherine Brown, Retired
Mrs Catherine Brown, Retired	Mr Robin Brown, Farmer
Mr Robin Brown, Farmer	Mrs Leith Bruce-Steer, Social Worker
Mrs Leith Bruce-Steer, Social Worker	Mr Alan Chan, Project Manager
Mr Alan Chan, Project Manager	Mr Aaron Cleavelly-Millwood, Director
Mr Aaron Cleavelly-Millwood, Director	Mr Leo Colgar, Accountant
Mr Leo Colgar, Accountant	Mr Peter Conelius, Emergency MGT
Mr Peter Conelius, Emergency MGT	Mr. Joseph Corrigan, Company Director
Mr. Joseph Corrigan, Company Director	Mr Phillip Cottrell, Farmer
Mr Phillip Cottrell, Farmer	Mr Jeremy Curtis, Chartered Accountant
Mr Jeremy Curtis, Chartered Accountant	Mr Julius D Delino, RN
Mr Julius D Delino, RN	Prof Gabriel Donleavy, Professor of Accounting
Prof Gabriel Donleavy, Professor of Accounting	Ms Helen Duckham, Lawyer
Ms Helen Duckham, Lawyer	Mr Christian Dupressoir, Chemist/Industrial Hygienist
Mr Christian Dupressoir, Chemist/Industrial Hygienist	Mrs Christene Dupressoir, High School Teacher
Mrs Christene Dupressoir, High School Teacher	Mrs Gabriella Dyer, Diversional Therapist
Mrs Gabriella Dyer, Diversional Therapist	Mr Bruce Eldridge, Retired
Mr Bruce Eldridge, Retired	Mr Matthew Federici, Graduate Heritage
Mr Matthew Federici, Graduate Heritage	Mr Louis Figueroa, Retired
Mr Louis Figueroa, Retired	Mrs Leone Frogley, School Teacher
Mrs Leone Frogley, School Teacher	Mr Anthony Gargaro
Mr Anthony Gargaro	Mr Shane Garth, Mental Health Services
Mr Shane Garth, Mental Health Services	Mrs Lynda Gaskell, External Events Manager
Mrs Lynda Gaskell, External Events Manager	Mrs Lindey, Goldsbrough
Mrs Lindey, Goldsbrough	Mr Russell Griffiths, Civil engineer
Mr Russell Griffiths, Civil engineer	Mr William Hahn, Electronic Security Technician
Mr William Hahn, Electronic Security Technician	Mr Christopher Hahn, Business Owner
Mr Christopher Hahn, Business Owner	Mr Michael Handley, Police Officer
Mr Michael Handley, Police Officer	Mr Peter Harris, Instrumentation Technician
Mr Peter Harris, Instrumentation Technician	Mr William Hodder, Business Proprietor
Mr William Hodder, Business Proprietor	Prof Michael Hough, Professor
Prof Michael Hough, Professor	Mr Douglas Hughes, Cleaner
Mr Douglas Hughes, Cleaner	Mr Wayne Jones
Mr Wayne Jones	

Your Heritage Meeting & Event Venue

It is a rare and beautiful thing to have such charming art deco surrounds, fitting for so many styles of special events, meetings, conferences and memorable occasions. We are proud to host a range of events, from extravagant themed functions with entertainment, to smaller, more intimate affairs, plus corporate meetings and conferences that feel a world away from the office!

A GATSBY PARTY TO REMEMBER

Guests danced the night away at our Sorcery & Swing Gala Dinner



A COLOURFUL AFFAIR

Nothing quite compares with the ambience of a magnificent 1920s grand dining room



UNIQUE FUNCTION & MEETING ROOMS

Delightful art deco rooms make an elegant meeting space or easily transform into an intimate, themed party room



ROLL OUT THE RED CARPET

Say "I do" or create the conference of your dreams!

FINE STYLE FOR A DIGNITARY

Her Excellency the Honourable Margaret Beazley
AC QC, Governor of NSW delivers an address



WHEN ONLY A STEINWAY WILL DO

Pianos and parquetry, the perfect dance partners



SPECIAL EVENT & FUNCTION ENQUIRIES

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