

**The Castellorizian Association of NSW Limited
(formerly The Castellorizian Club Ltd)**

ABN 98 000 791 159

Financial Statements

For the year ended 31 March 2016

Contents

For the Year Ended 31 March 2016

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The Castellorizian Association of NSW Limited
ABN 98 000 791 159
31 March 2016

Treasurer's Report

I hereby present the Company's FINANCIAL STATEMENTS for the year ended 31 March, 2016.

The Statement of Profit or Loss shows that the company produced a PROFIT of \$234,100.

This compares to the PROFIT generated in the prior year (31 March 2015) of \$84,444.

Included in the 2016 result are profits from the sale of the office at 440 Anzac Parade, Kingsford (\$242,227) and final liquidator returns on the sales of SSLC assets (\$13,117). Interest revenue was down on 2015 year (2016: \$33,924, 2015: \$125,587) due to the Association's primary asset being the building located at 46-48 Gardeners Road, Kingsford which generated residential income only. The Association's primary asset for most of 2015 year was a term deposit with the NAB.

New revenue items include Rental income (\$37,152) and membership subscriptions (\$11,326)

Total Expenditure (\$161,198) is up on 2015 year (\$115,140) by \$46,058, mostly due to Insurance on building (\$8,359) and Donations (\$6,750). Accounting costs were up \$2,843 and legal costs were down slightly \$504 largely due to the work being done by the Board and members at no charge and the appointment of new accounts and auditors.

The Association now carries NET ASSETS of \$4,628,982, compared to \$4,394,882 at March 2015. Key assets are the building at Kingsford at cost (\$3,147,927) and Cash on Hand (\$1,483,642)

During the year, the Association appointed BT&A Consultants to conduct the audit. BT&A are the auditor of The Hellenic Club of NSW, St Spyridon Church and the Castellorizian Nursing home, and the Board welcomed their knowledge and expertise, and appreciate their passion for our community.

Our Board is rigorous in promoting the financial security and financial prosperity of the Association, to ensure that it can successfully undertake the objectives of social growth, the support of our charities (the preferred charity being the Castellorizian Nursing Home), and the maintenance and preservation our traditions, objectives which are regarded as top priorities.



Treasurer

Signed on 18/5/2017 at Sydney

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
31 March 2016

Directors' Report

The directors present their report on The Castellorizian Association of NSW Limited ("the Company" "the Association") for the financial year ended 31 March 2016

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Nicholas Anastasas Experience	Board Member Appointed 30 March 2014 Company Director
John Michael Barboutis Experience	Board Member / President Appointed 30 March 2014 Solicitor
Christine Birnbaum Experience	Board Member / Vice President Appointed 30 March 2014 Company Director
Victoria Gallagher Experience	Board Member Appointed 30 March 2014 Company Director
Angelo Elliott Experience	Board Member Appointed 3 April 2016 Company director
George Peter Manettas Experience	Board Member / Vice President Appointed 30 March 2014 Company Director
George Pizanis Experience	Board Member Appointed 16 June 2015 Company Director
Tasha Vanos Experience	Board Member Appointed 30 March 2014 Retired 03 April 2016
Stace Vallianos Experience	Board Member / Treasurer Appointed 3 April 2016 Accountant
Dialektl Dianne Voyage Experience	Board Member / Secretary Appointed 30 March 2014 Company Director
Nicholas John Malaxos Experience	Board Member / Treasurer Resigned 3 April 2016 Audit and Risk Consultant

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

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
31 March 2016
Directors' Report (continued)

Principal Activities

The principal activities of The Castellorizian Association of NSW Limited during the financial year was the administration of Company's affairs. No significant changes in the nature of the Company's activities occurred during the year.

Objectives and strategy for achieving the objectives and performance measures

The Objects for which the Company is established are to promote, foster and celebrate the history tradition, culture, customs, local contribution, language, ethos and bonds of kinship of people of Greek origin in Australia especially those who are natives of the Island of Castellorizo or are descendants of such natives, or are married to such natives or their descendants through social intercourse and good fellowship amongst those people by amongst other thing: establishing and maintaining social, recreational, cultural and/or sporting associations; and providing such facilities as may be required for such purposes; and any other activities in furtherance of the above purposes.

The Principal activity has assisted in achieving these objectives and The Board closely monitors the financial performance of the Company.

Members Guarantee

The Castellorizian Association of NSW Limited is a Company limited by guarantee. In the event of, and for the purpose of, winding up of the Company, the amount Capable of being called up from each members and any person or association who was or ceased to be a member in the year prior to the winding up, is limited to \$2 for members that are corporations and for all other members, subject to the provisions of the Company's constitution. As at 31 March 2016 the number of members was 590 (2015 721) and their collective liability on winding up was 1,180 (2015: \$1,442)

Subsequent Events

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

Operating Result

The surplus of the Company after providing for income tax amounted to \$234,100 (2015: surplus of \$84,444).

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
31 March 2016

Directors' Report (continued)

Meetings of directors

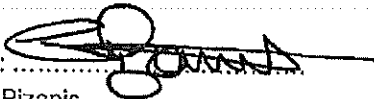
The number of directors' meetings (excluding special and sub-committee meetings) and number of meetings attended by each of the directors of the Company during the financial year are:

	Number eligible to attend	Number attended
Nicholas Anastasas	13	11
John Michael Barbouttis	13	11
Christine Birnbaum	13	10
Victoria Gallagher	13	10
Nicholas John Malaxos (retired 03/04/2016)	13	12
George Peter Manettas	13	10
George Pizanis (appointed 16/06/2015)	9	9
Tasha Vanos (retired 03/04/2016)	13	9
Constantine Vertzayias (resigned 20/05/2015)	2	2
Dialekti Dianne Voyage	13	12


Auditors Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 31 March 2016 has been received and can be found on page 4 of the financial report.

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

Director: 
George Pizanis

18/5/ 2017
Sydney


Director:
Stace Vallianos

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
31 March 2016

President's Report

Dear Members

As of the 1 April this year, you the members have elected a new board of directors as follows:

Mr George Pizanis - President

Mr George Manettas - Vice President

Ms Christine Birnbaum - Vice President (Social)

Ms Dianne Voyage - Secretary

Mr Stace Vallianos - Treasurer

Mr John Barbouttis

Mr Nick Anastasas

Ms Victoria Gallagher

Mr Angelo Elliott

Departing the board this year was Nicholas Malaxos, Tasha Vanos and Costa Vertzayias. On behalf of the Board we would like to thank them for their volunteered services over the last two years and they will always be welcome to give support and wisdom on our History and Archives committee.

We welcome Mr Stace Vallianos and Angelo Elliott to our team, who as you know have been with us from day one of our journey to resurrect the Castellorizian Club, now the New Castellorizian Association of NSW.

The plans for the new building and restaurant have been lodged with Randwick Council and the Restaurant plans lodged with a local Building Certifier, both waiting for approval.

We have spoken with prospective tenants for the café/restaurant who will be required to provide us with their business plans and menus. As you are well aware the process can be slow, but we are working hard to give our Members the very best outcome.

On Saturday 16th April the Association was represented by Stace Vallianos and myself and a wreath was laid to commemorate 75th Anniversary of The Battle of Crete.

On Friday 27th May our younger set committee (CYA), held a trivia night at our premises. Fun was had by all at this successful event and young members added to our current membership.

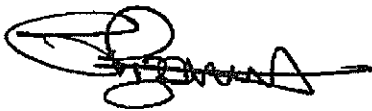
On Wednesday 15th June our social committee held a charity luncheon at Café Del Mar with part profits donated to chosen charity Sydney Neuro Oncology Group (SNOG). A lovely day was had by all and I take this opportunity to again thank our tireless committee for once again putting together a great event.

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
31 March 2016

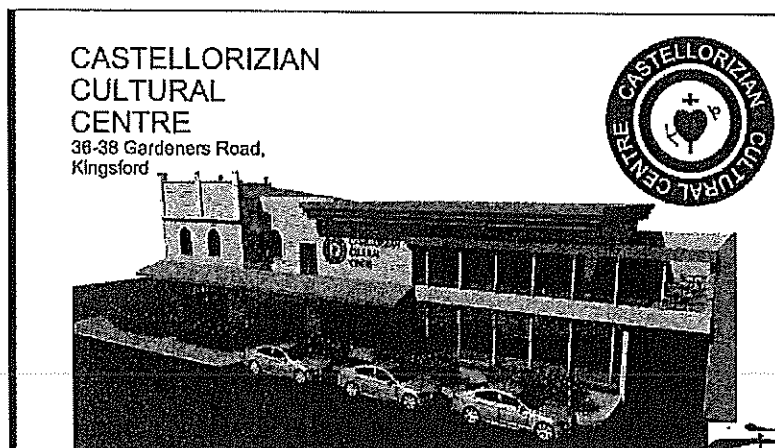
On 24th September this year we will be holding our 63rd Debutante Ball at the Wentworth Sofitel Hotel. I would like to extend an invitation to all members and the broader community to support us by attending this wonderful and important event. The Ball is the pinnacle of our social calendar and I again urge all members: Life , Ordinary and Associate to give us your full support at all our functions. Your attendance and support of all functions ensures the financial viability of our Association and in turn will assist this generation to leave a legacy for future generations.

We are in the early stages of renovating / rebuilding our new 'home' at 36-38 Gardeners Road, Kingsford. We are working with our architect, advisors and council to provide the best Association premises possible, always keeping in mind costs and the importance of the premises to provide revenue and a sound financial return. We as an Association will do our best to ensure that this building will be the pride of Greek association houses in Australia, just as we were before .

Please support our vision by renewing your memberships annually and attending our events .



Yours sincerely
George Pizanis
President



The Castellorizian Association of NSW Limited
ABN 98 000 791 159
31 March 2016

**Auditors Independence Declaration
Under Section 307C of the Corporations Act 2001**

I declare that, to the best of my knowledge and belief, during the year ended 31 March 2016 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



B T & A Consultants Pty Ltd

**Spiros Arvanitakis
Partner**

19/05/ 2017

Sydney

The Castellorizian Association of NSW Limited
 ABN 98 000 791 159

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 31 March 2016

	Note	2016 \$	2015 \$
Revenue	2	395,298	199,585
- Administrative costs	3	(36,974)	(37,091)
- Operating costs	3	(114,237)	(74,746)
- Other costs		(9,500)	(2,750)
Results from operating activities		<u>234,587</u>	<u>84,998</u>
Finance costs	3	<u>(487)</u>	<u>(554)</u>
Net finance costs		<u>(487)</u>	<u>(554)</u>
Profit before income tax		<u>234,100</u>	<u>84,444</u>
Income tax expenses	12	-	-
Profit from continuing operations		<u>234,100</u>	<u>84,444</u>
Profit for the period		<u>234,100</u>	<u>84,444</u>
Other Comprehensive Income		-	-
Total Comprehensive Income for the period		<u>234,100</u>	<u>84,444</u>

The Castellorizian Association of NSW Limited
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Statement of Financial Position

For the year ended 31 March 2016

	Note	2016 \$	2015 \$
Assets			
CURRENT ASSETS			
Cash and cash equivalents	4	1,483,642	601,293
Trade and other receivables	5	2,763	221,539
TOTAL CURRENT ASSETS		<u>1,486,405</u>	<u>822,832</u>
NON-CURRENT ASSETS			
Plant and equipment	6	1,090	1,340
Land and buildings	7	3,147,927	3,612,534
Total NON-CURRENT ASSETS		<u>3,149,017</u>	<u>3,613,874</u>
TOTAL ASSETS		<u>4,635,422</u>	<u>4,436,706</u>
LIABILITIES			
CURRENT LIABILITIES			
Payables	8	6,440	41,824
TOTAL CURRENT LIABILITIES		<u>6,440</u>	<u>41,824</u>
TOTAL LIABILITIES		<u>6,440</u>	<u>41,824</u>
NET ASSETS		<u>4,628,982</u>	<u>4,394,882</u>
EQUITY			
Retained surplus		<u>4,628,982</u>	<u>4,394,882</u>
TOTAL EQUITY		<u>4,628,982</u>	<u>4,394,882</u>

The Castellorizian Association of NSW Limited
ABN 98 000 791 159

Statement of Changes in Equity

For the year ended 31 March 2016

	2016	2015
	\$	\$
Profit for the period	234,100	84,444
Total recognized income and expense for the period	<u>234,100</u>	<u>84,444</u>
Retained earnings at 1 April	4,394,882	4,310,438
Retained earnings at 30 March	<u>4,628,982</u>	<u>4,394,882</u>

The Castellorizian Association of NSW Limited
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Statement of Cash Flows

For the year ended 31 March 2016

	Notes	2016 \$	2015 \$
Cash flows from operating activities			
Cash receipts in the course of operations		337,923	72,739
Cash payments in the course of operations		<u>(172,271)</u>	<u>(549,351)</u>
Net cash provided by operating activities		<u>165,652</u>	<u>(476,612)</u>
Cash flows from investing activities			
Interest received		33,925	125,586
Proceeds from sale of property, plant and equipment		692,226	-
Payment for property, plant and equipment		<u>(9,454)</u>	<u>(3,163,874)</u>
Net cash used in investing activities		<u>716,697</u>	<u>(3,038,288)</u>
Cash flows from financing activities			
Net cash provided by financing activities			
Net increase / (decrease) in cash held		882,349	(3,514,900)
Cash and cash equivalents at the beginning of the financial year		<u>601,293</u>	<u>4,116,193</u>
Cash and cash equivalents at the end of the financial year	4	<u>1,483,642</u>	<u>601,293</u>

Note 1. Summary of significant Accounting Policies

(a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Act 2001.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

Comparatives are consistent with prior year, unless otherwise stated.

(b) Property, Plant and Equipment

Plant and equipment

Plant and equipment is measured on the cost basis and are carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present. The cost of fixed assets constructed by the association included the cost of materials, direct labour, borrowing cost and an appropriate proportion of fixed and variable overheads. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

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

Property

Property is measured either using the fair value or the cost model. If measured at fair value it is carried at fair value at the valuation date less any subsequent accumulated impairment losses. Assessments of value are performed whenever there is a material movement in the value of an asset under the revaluation model. Property carried at cost is treated in the same way as plant and equipment – per above.

Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land, is depreciated on a straight-line method from the date that management determine that the asset is available for use. Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate. When an asset is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

(c) Investment property

Investment property is held to generate long term income and capital growth. Investment property is carried cost or fair value on an asset by asset basis. Where carried at fair value it is subject to periodic independent valuation. Changes to fair value are recorded in the statement of profit or loss and other comprehensive income as other income/expense. Where it is carried at cost the element which relates to the building is depreciated over its estimated useful life, which has been assessed as 30 years from the date the property came into use, and the property is assessed for impairment annually.

(d) Impairment of Assets

At the end of each reporting period, the Directors review the carrying amounts of the associations tangible assets to determine whether there is any indication that those assets have 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 of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

(e) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and shore term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(f) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is the equivalent to the date that the Company commits itself to either the purchase or sale of the asset.

Financial instruments are initially measured at fair value plus transactions costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expenses to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either of fair value, amortised cost using the effective interest rate method, or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

Financial assets at fair value through profit or loss

Financial assets are classified as 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period. All other loans and receivables are classified as non-current assets.

Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

Impairment of financial instruments

A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

The Castellorizian Association of NSW Limited
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Notes to Financial Statements
For the year ended 31 March 2016

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the association recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised where the contractual right to receipt of cash flows expires or the asset is transferred to another party, whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(g) Income Tax

No provision for income tax has been raised as the company has significant carried forward revenue and capital losses.

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income). Current income tax expense charged to profit or loss is the tax payable or taxable income. Current tax liabilities (assets) are 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.

(h) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST. Cash flows are included in the statement of cash flows on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(l) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the company and specific criteria relating to the type of revenue as noted below, has been satisfied criteria relating to the type of revenue as noted below, has been satisfied. All revenue is stated net of amount of goods and services tax (GST).

Other Revenue

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Donations

Donations and bequests are recognised as revenue when received.

Interest revenue

Interest is recognised using the effective interest method.

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

(j) Critical accounting estimates and assumptions

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances. These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The estimates and assumptions that may give rise to a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows: Carrying value of investment property, and property plant and equipment.

(k) New accounting standards for application in future periods

An assessment of accounting standards and interpretations issued by the AASB that are not yet mandatorily applicable to the association and their potential impact on the association when adopted in future periods is discussed below.

AASB 9: Financial Instruments (December 2014) and associated Amend standards (applicable for annual reporting periods commencing on or after 1 January 2018). These Standards will be applicable retrospectively (subject to the provisions on hedge accounting outlined below) and include revised requirement for the classification and measurement of financial instruments, revised recognition and derecognition requirements for financial instruments.

The Key changes that may affect the association on initial application of AASB 9 and associated Amending Standards include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, upfront accounting for expected credit loss and the irrevocable election to recognise gains and losses on investments in equity instruments that are not held for trading in other comprehensive income.

Although the directors anticipate that the adoption of AASB 9 may have an impact on the association's financial instruments, it is impracticable at this stage to provide a reasonable estimate of such impact.

The Castellorizian Association of NSW Limited
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 Notes to Financial Statements
 For the year ended 31 March 2016

Note 2. Revenue and other Income

Revenue from continuing operations

Finance income includes all interest related income, other than those arising from financial assets at fair value through profit or loss. The following amounts have been included in the finance income line in the statement of profit or loss and other comprehensive income for the reporting periods presented:

	Note	2016 \$	2015 \$
Revenue and other Income			
- Membership subscriptions		11,326	-
- Interest income		33,924	125,587
- Profit on Sale of Property, Plant & Equipment		242,227	1,818
- Rental Income		37,152	-
- Other		70,669	72,180
Total revenue and other Income		<u>395,298</u>	<u>199,585</u>

Note 3. Expense

	2016 \$	2015 \$
Administrative costs		
- Salaries and wages	-	75
- Accountancy and Audit	15,892	18,280
- Legal	19,207	16,364
- Postage	1,172	1,676
- Filing fees	703	696
	<u>36,974</u>	<u>37,091</u>
Finance costs		
- Bank fees and charges	487	554
	<u>487</u>	<u>554</u>
Operating costs		
- Advertising and promotion	5,188	5,210
- Agency fee	3,310	-
- Cleaning and Rubbish removal	350	2,706
- Computer Software	2,698	1,473
- Consultants fees	(1,100)	2,990
- Depreciation	24,313	-
- Eastlakes Golf Club	5,046	4,091
- Electricity and gas	3,005	186
- Flowers/Welfare	1,509	1,400
- General Expense	8,918	4,926
- Hire Plant & Equipment	-	1,262
- Insurance	10,056	1,697
- Printing & Stationary	3,903	2,739
- Rate & Land tax	7,464	4,981
- Repair & maintenance	4,584	6,852
- Special Events Expense	32,652	33,592
- Subscription	1,908	-
- Telephone	433	643
	<u>114,237</u>	<u>74,748</u>

The Castellorizian Association of NSW Limited
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 Notes to Financial Statements
 For the year ended 31 March 2016

Note 4. Cash and cash equivalents

	2016	2015
Note	\$	\$
Cash on hand	270	270
Cash a bank	83,372	601,023
Short-term bank deposits	1,400,000	-
	<u>1,483,642</u>	<u>601,293</u>

Note 5. Trade and other receivable

	2016	2015
Note	\$	\$
CURRENT		
Prepayments	2,471	15,941
GST receivable	292	205,598
	<u>2,763</u>	<u>221,539</u>

The Castellorizian Association of NSW Limited
 ABN 98 000 791 159
 Notes to Financial Statements
 For the year ended 31 March 2016

Note 6. Plant and equipment

	2016	2015
Note	\$	\$
Plant and equipment		
At cost	1,090	1,340
Total plant and equipment	<u>1,090</u>	<u>1,340</u>

Movements in Carrying Amounts

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

	2016	2015
Note	Office Equipment \$	Office Equipment \$
Opening Balance	1,340	-
Additions	-	1,340
Depreciation	(250)	-
Balance at the end of the year	<u>1,090</u>	<u>1,340</u>

Note 7. Land and Buildings

	2016	2015
Note	\$	\$
Shop 7/438 -448 Anzac Parade, Kingsford; At fair value	-	450,000
36-38 Gardeners Road, Kingsford; At cost - Land	<u>2,200,000</u>	<u>2,200,000</u>
At cost - building	971,990	962,534
Less accumulated depreciation	<u>(24,063)</u>	-
Net book value of 36-38 Gardeners Road, Kingsford, held on the cost basis	<u>3,147,927</u>	<u>3,612,534</u>
Total Land and Buildings	<u>3,147,927</u>	<u>3,612,534</u>

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
Notes to Financial Statements
For the year ended 31 March 2016

Note 8. Trade and other payables

	Note	2016 \$	2015 \$
CURRENT			
Trade payables		-	2,134
Sundry payables and accrued expenses		6,440	26,081
Deferred income – special functions		-	13,609
		6,440	41,824

Note 9. Members' guarantee

The Castellorizian Association of NSW Limited is a Company limited by guarantee. In the event of, and for the purpose of, winding up of the Company, the amount capable of being called up from each members and any person or association who was or ceased to be a member in the year prior to the winding up, is limited to \$2 for members that are corporations and for all other members, subject to the provisions of the Company's constitution. As at 31 March 2016 the number of members was 590 (2015: 721) and their collective liability on winding up was \$1,180 (2015: \$1,442).

Note 10. Related party disclosures

a) Key management personnel disclosures

The following were key management personnel of the Company at any time during the reporting period, and unless otherwise indicated were key management personnel for the entire periods:

Non-executive directors

Nicholas Anastasas, John Michael Barbouttis, Christine Birnbaum, Victoria Gallagher, Nicholas John Malaxos (retired 03/04/2016), George Peter Manettas, George Pizanis, Tasha Vanos (retired 03/04/2016), Constantine Vertzayias (resigned 20/05/2015) and Dialekti Dianne Voyage.

b) Transactions with key management personnel

No director of the Company receives any remuneration or retirement benefit.

c) Other key management personnel transactions with the Company

No key management personnel have entered into a material contract with the Company since the end of the previous financial year and there were no material contracts involving key management personnel interest existing at year-end. Mr. J. Barbouttis is the brother of a partner in the firm of BT & A Consultants, which provided audit services amounting to \$5,000.

Note 11. Company Details

The registered office of the company is:
The Castellorizian Association of NSW Limited
36-38 Gardeners Road
Kingsford NSW 2032

Note 12. Income Tax

The Company has tax losses of \$6,551,516 (2015: \$6,785,943) for which no deferred tax asset is recognised on the balance sheet given that it is not probable that taxable profit will be available against which the tax loss can be utilised.

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
Notes to Financial Statements
For the year ended 31 March 2016

Note 13. Contingencies, commitments, and events after the reporting date

Sale of 7/438-448 Anzac Parade, Kingsford

On 19th May 2015, the Association sold Shop 7/438-448 Anzac Parade, Kingsford, for the sum of \$690,000. The contract settled on the same date.

Building repairs contingency

As part of the agreement for the development of the apartment building at 438-448 Anzac Parade, Kingsford, the contracted developer Exceland Group was responsible for certain repairs to the apartment building. Exceland Group ceased operations and is in liquidation and has not met these obligations, so the liability to pay for the repairs may fall on the Association.

South Sydney Leagues Club Loan and claims

The company provided a loan of \$2,000,000 to South Sydney Leagues Club Redfern on the 26th April 2012. Security was provided by way of a general security agreement over certain South Sydney Leagues Club's assets excluding land and buildings, together with a residual guarantee of the loan from Mr. Frank Vrachas, a Director of South Sydney Leagues Club.

On the 6th March 2013 South Sydney Leagues Club was placed in administration. On the 12th March 2013, a formal Notice of Default and demand was issued by the Association to South Sydney Leagues Club and to Mr Frank Vrachas as guarantor. The Association appointed a receiver who recovered certain amounts against the associations security interests, the net amount received from the exercise of the Associations security being approximately \$610,000.

A formal demand, followed by a statement of Claim has been made against the guarantor, Mr Frank Vrachas for the balance of the amounts receivable under the loan, plus interest. On 30 October 2015 documents were lodged with Supreme Court of New South Wales in relation to this matter. The amounts which are subject to the proceedings total \$1,879,053 including interest at 22 October 2015. The association has also made a claim against former director Nicholas Moraitis in relation to same.

Any amounts which maybe recoverable under any actions are uncertain in their timing and amount, and have therefore not been recognised in these financial statements.

The Castellorizian Association of NSW Limited
ABN 98 000 791 159
Directors' Declaration
For the year ended 31 March 2016

The director of the company declares that:

1. The financial statements and notes, as set out on pages 7 to 18, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Accounting Standards and the Corporations Regulations; and
 - (b) give a true and fair view of the company's financial position as at 31 March 2016 and of its performance for the year ended on that date of the Company.

2. in the director's 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.

Director:
George Pizanis



Director:
Stace Vallianos



..... 18/5/2017
Sydney

The Castellorizian Association of NSW Limited
ABN 98 000 791 159

Independent Audit Report to the members of The Castellorizian Association of NSW Limited

Report on the financial report

We have audited the accompanying financial report of The Castellorizian Association of NSW Limited ("The Company), which comprises the statement of financial position as at 31 March 2016, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility 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 – Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal controls as the directors determine are necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the directors' report. We confirm that the Auditor's Independence Declaration would be in the same terms if given to the directors as at the time of this auditor's report.

BT & A CONSULTANTS
ACCOUNTANTS

Opinion

In our opinion the financial report of The Castellorizian Association of NSW Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the financial position of The Castellorizian Association of NSW Limited at 30 March 2016 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Act 2001*.

BT & A Consultants

BT & A Consultants

[Signature]
Spiros Arvanitakis
Partner

Sydney

Dated: 19/5/2017