

INDEPENDENT AUDIT REPORT

To the Committee of Management of Swan Hill RSL Sub Branch Incorporated.

Report on the Community Benefit Statement

We have audited the attached Community Benefit Statement of the Swan Hill RSL Sub Branch Incorporated for the year ended 30 June 2012. We have conducted an independent audit of the Community Benefit Statements in order to express an opinion on it to the Victorian Commission for Gambling and Liquor Regulation.

Committee's Responsibility for the Community Benefit Statement

The Swan Hill RSL Sub Branch Incorporated management is responsible for the preparation of the Community Benefit Statement as required by the Gambling Regulation Act 2003. This responsibility includes designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the Community Benefit Statement that is free from material misstatement, whether due to fraud or error; selection and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

We conducted an independent audit of the Community Benefit Statement in order to express an opinion on it to the Committee of Management of the Sub Branch. Our audit was conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance as to whether the Community Benefit Statement is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the Community Benefit Statement presents fairly, in accordance with the Gambling Regulation Act 2003, Accounting Standards in Australia, and other mandatory financial reporting requirements in Australia.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the Community Benefit Statement; and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Committee of Management.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

We performed procedures to assess whether the substance of business transactions was accurately reflected in the Community Benefit Statement. These and our other procedures did not include consideration or judgement of the appropriateness or reasonableness of the business plans or strategies adopted by the Committee of Management and management of the Swan Hill RSL Sub Branch Incorporated.

Independence

We are independent of the Swan Hill RSL Sub Branch Incorporated and have met the independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Audit Opinion

In our opinion, the Community Benefit Statement of Swan Hill RSL Sub Branch Incorporated presents fairly in accordance with applicable Accounting Standards in Australia and Section 3.6.9 of the Gambling Regulation Act 2003 for the financial year ended 30 June 2012.

Richmond Sinnott & Delahunty

**Richmond Sinnott & Delahunty
Chartered Accountants**

Warren Sinnott

**Warren Sinnott
Partner
Bendigo
Date: 20 September 2012**