



Crowe Horwath™

GULGONG BOWLING & SPORTING CLUB LIMITED  
ABN: 68 001 068 417

# Financial Statements Including Audit Report

For the Year Ended 30 June 2015

# Gulgong Bowling & Sporting Club Limited

ABN: 68 001 068 417

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For the Year Ended 30 June 2015

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## SECRETARY MANAGERS REPORT

2015

It is my pleasure to be reporting to the members of the Gulgong Bowling & Sporting Club a profit for the 2014/2015 financial year.

The annual report and financial statements confirm that the club remains in a good financial position with positive cash flow results. With industry benchmarking your club is performing above the national average for similar clubs with less than 50 gaming machines.

The downturn in the local economy, caused in large part by the uncertainty in the local mining industry, along with rising costs for utilities and fuel will continue to be reflected in our yearly revenue and of course 'the bottom line'. The Board of Directors along with our loyal and hardworking staff continue to formulate initiatives to keep the club operating in a positive position.

We have been able to continue with our maintenance plan throughout this year and have made many updates and repairs the most noticeable of which is the cladding to the western and southern aspects of the club.

The past year has been successful in many ways with the biggest crowd yet turning out for the Annual Rabbit Races at Easter which will enable us to further support our local sporting bodies this year. Our Directors and staff make a massive contribution in time and effort to the success of these events and they should be congratulated on the results.

Our members have contributed also with both their patronage on a daily basis and their support of our weekly events in the form of raffles and badge draws, along with special events such as charity trivia nights, dinners and fun days. Members are the life blood of our club and your contribution has been invaluable.

Another of our successes this year has been our association with the Gulgong Terriers senior league football club. They have supported the club in an exemplary manner, running Sunday night raffles, injecting humour and good will and patronising the club after games. They have also held their major functions at the club house and displayed impeccable behaviour at all times. The Gulgong Terriers played their grand final against Gilgandra on Saturday 5 September and are now the Premiers in the Castlereagh Cup. Congratulations to all members and players on a great season of football and also to their hardworking committee for their contribution. We are proud to be associated with the Gulgong Terriers and look forward to continuing with them into the future.

Our men and women bowlers have also had a successful year with Gulgong winning through zone playoffs in four events taking them to the State Playoffs in October. Congratulations and best of luck to all involved.

Sadly our greenkeeper of 41 years, Bruce Hawkins, retired in July. We offer our heartfelt thanks for his contribution over the years and wish him every success in his

new adventures. Darryl Benson has taken over the grounds and greens on a part time basis and is doing a commendable job for which we are very grateful.

Our staff has reduced dramatically over recent years with the leasing of the Bistro facilities and those remaining are called upon to be versatile in covering many aspects including bar service, cleaning and general maintenance. They willingly take on whatever task necessary with good cheer and dedication second to none. As in previous years we owe them a huge vote of thanks for their ongoing contributions to the success of our club.

The Board of Directors are to be commended for their efforts in the planning and support role that they play. The tasks they undertake in a voluntary capacity are too many to list individually however they cover everything from running raffle nights and football tipping competitions, RSA marshal duties and general maintenance to strategic planning and clean up duties.

Our staff and board members are the backbone of this club and their commendable efforts are certainly appreciated.

In closing I would once again remind you all that your right to your opinion should be exercised and the venue for that would be the Annual General Meeting. You also have a voice in the running of your club via the election process of the Board of Directors and again the venue would be the Annual General Meeting. Please take the opportunity to add your voice and your vote to the successful running of your club by attending the meeting on Wednesday 30<sup>th</sup> September at 7.30pm.

Colleen Ryan



## **CHAIRMANS REPORT**

**AGAIN ANOTHER YEAR HAS PASSED WITH MIXED RESULTS. ONCE MORE FINANCES ARE ONE OF THE MAIN PROBLEMS WITH MOST BUSINESSES IN OUR SMALL TOWN FINDING IT HARD TO MAKE ENDS MEET. WITH THE DOWN TURN IN MINING AND THE LOSS OF CONTRACTORS THE INDUSTRY EMPLOYED, THE EXTRA DOLLARS WHICH THEY INJECTED INTO OUR COMMUNITY IS NO LONGER THERE.**

**STILL, I THINK THE BOWLING CLUB IS TRAVELLING VERY WELL DUE TO THE CHANGES MADE WITHIN AND A HARDWORKING STAFF WHO GIVE THEIR ALL DAY IN AND DAY OUT. OUR STAFF ARE THE BEST IN TOWN AND ARE TO BE THANKED FOR THEIR EFFORTS OVER THE PAST YEARS. THANK YOU ONE AND ALL AND MAY WE HAVE MANY MORE IN OUR WONDERFUL CLUB.**

**DURING THE YEAR OUR GREENKEEPER RETIRED. BRUCE HAS BEEN PART OF THE FURNITURE FOR MORE THAN FORTY YEARS. THANK YOU FOR ALL THE INPUT YOU HAVE GIVEN THE CLUB IN ALL SPORTING AREAS, WE WISH YOU WELL IN YOUR RETIREMENT AND ONCE AGAIN OFFER OUR THANKS.**

**A SPECIAL THANK YOU TO ALL OUR MEMBERS WHO PATRONISE OUR CLUB IN VARIOUS AREAS FROM BINGO ON MONDAYS TO OUR FOOTBALLERS' RAFFLE ON SUNDAY EVENINGS. WITHOUT YOUR SUPPORT OUR CLUB WOULD NOT FUNCTION AND YOUR PATRONAGE ON OUR SPECIAL EVENT EVENINGS MAKES OUR STAFF AND DIRECTORS VERY HAPPY TO SEE YOUR SMILING FACES IN THE CLUB HOUSE.**

**IT IS GREAT TO SEE SO MANY SPORTING BODIES USING OUR VENUE FOR MEETINGS AND FUND RAISING EVENTS. I DO HOPE THAT YOU CONTINUE TO SUPPORT OUR CLUB AND USE OUR GREENS, SQUASH COURTS AND ALL FACILITIES OF THE CLUB. OUR AIM IS TO SUPPORT ALL SPORTS.**

**MANY THANKS TO THE GULGONG TERRIERS WHO HAVE SUPPORTED US THROUGH THE FOOTBALL SEASON AND WE WISH YOU ALL THE VERY BEST IN YOUR QUEST FOR GLORY IN THE UPCOMING GRAND FINAL.**

**THANK YOU TO ALL THE STAFF, YOU HAVE DONE A WONDERFUL JOB IN ALL AREAS. I FEEL SURE THAT WE ARE HEADED IN THE RIGHT DIRECTION AND IT IS DUE TO YOUR LEADERSHIP THAT IS HELPING OUR CLUB GAIN ITS ASCENDENCY IN OUR TOWN.**

**I WOULD LIKE TO THANK THE DIRECTORS FOR THEIR INPUT OVER THE PAST YEAR, WE HAVE HAD OUR UPS AND DOWNS THOUGH WE ALWAYS RESOLVE THE MATTER AT HAND AND CARRY ON WITH OUR DUTIES, THANK YOU ONE AND ALL. I HOPE TO SEE YOU ALL AGAIN NEXT YEAR!**

**THANK YOU**

**SPARE A THOUGHT FOR OUR DEPARTED MEMBERS AND THEIR FAMILIES. MAY THE LORD BE WITH YOU ALL**

**H. JOHN MOBBS**

**PRESIDENTS REPORT**  
**Gulgong Men's Bowling Club 2015**

Hello bowlers, another season of bowls is almost completed with mixed results. Our Pennant grades, 2's and 6's failed to make the Zone playoffs, with the 6's stumbling at the very last hurdle, which was a great effort. Our 2's tried very hard and were only narrowly beaten in the games that they lost. Overall a fair result and we now look forward to next season.

During the year our success in District events included Chris O'Neill winning the district singles at Lithgow City Bowling Club defeating Lee Stinson from Orange Country Club in the zone final. Also in the fours the team of Mark Gorrie (lead), Scott Fitzalen (second), Chris O'Neill (third) and John Mobbs (skip) progressed to the zone defeating the team from Molong in the final. These sides will compete at State level in Ettalong in October.

Our ladies pairs team of Colleen Ross and Colleen Ryan have also progressed to state level and will compete in Tuncurry in October. We wish all teams the best of luck and all success in their events.

Over the past year many changes have been made to our District, now known as The Central Mountains Bowling Association. This District which has been in Zone 5 for many years has been granted permission to join Zone 4 as Zone 5 have re-located to the Nepean Southern Tablelands area due to the number of bowlers in the two areas.

Zone 4 has reduced its Districts from five to three to accommodate the three Districts dumped by Zone five. They are Central Mountains, Western Districts and Lachlan Valley. We will continue to play our District games as normal, also our Pennants will be unchanged with Zone playoffs in all grades. The same format as before.

Congratulations to all of our Club Championship winners in 2015. We all need to keep an eye on the notice board for upcoming events in our new Zone commencing January 1<sup>st</sup>. It is important to support our new Zone as we have always done in Zone 5. Times they are a changing.

In closing thank you all for your support during the last twelve months and I wish you all good bowling and the best of luck for 2016.

See you on the greens.

Darryl, our greens assistant, is doing a great job so please support him by using the greens as often as possible.

H John Mobbs



## GULGONG WOMENS BOWLING CLUB

### PRESIDENTS REPORT 2015

It certainly has been a huge first year as President for me and I must admit a very enjoyable one.

Our Club has had some fantastic results in our bowls, winning the No.4 Pennant in our district and progressing to the Zone playoff in Dubbo where we were leading going into the last round against Trangie. We were unfortunately soundly beaten by them though all of our girls were gallant in defeat having given their all throughout the Pennant season.

We were also well represented by Colleen Ross & Colleen Ryan in the District Pairs. They won the District title and travelled to Blayney to play in snow and rain to convincingly take out the Zone final against Dubbo City. Our girls will now compete at state level in October at Tuncurry Bowling Club.

Colleen Ryan was also this years District Singles Champion and competed in the Zone playoffs in Blayney however was defeated by Dubbo City in this discipline.

This years club results to date are;

Major Singles – Teri Gorrie

Minor Singles – Nicole Henry

Pairs – Teri Gorrie and Marilyn Gorrie

Fours – Mary Woolford, Jean McLehose and Kim Thackeray, Teri Gorrie

After two years of lobbying we are now in new uniforms and they are looking fantastic. I recently wore them to a tournament in Sydney and received many positive comments.

Our club is pleased to welcome new members this year with Mary Woolford, Kerry Sparks, Jean McLehose and Christine Thompson joining our small but strong club.

Our members have supported us well this year in our fundraising activities, particularly with our catering where they continue to turn out delicious homemade cakes and slices further enhancing our already solid reputation.

I would like to take this opportunity to thank Bruce Hawkins for lovely greens, which we sometimes take for granted, and wish him well for his retirement. Also a big thank you to Bec who performs many tasks to assist our club especially when we have events on. You're a gem Bec.

Mal Howchin, John Haberechth and Mary Woolford make themselves available many times during the year for umpiring duties and we are so very grateful to you all for your time and efforts.

Lastly I'd like to thank Colleen for all your help, guidance and support in my first year as President, the work you do does not go unnoticed and is very much appreciated.

I've made mistakes in my first year however this learning curve has had positive results too, look at me I'm even learning to use a computer!

I have enjoyed my new role in our club and hope to continue to serve with positive results. The game of bowls has consumed me and I am here because I love it.

Many thanks to the Gulgong Bowling Club for your continued support of the Women's Bowling Club.

Teri Gorrie

## **Directors' Report**

**30 June 2015**

The Directors present their report on Gulgong Bowling & Sporting Club Limited for the financial year ended 30 June 2015.

### **1. General Information**

#### **Information On Directors**

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

##### **John Hilton Mobbs**

Experience	Previously a Director/Chairman of Gulgong Bowling & Sporting Club. Director since October 2013; 2 years on Board.
Special Responsibilities	Chairman
Committees	Finance Committee and Building Committee

##### **Graham Germon**

Experience	Previous Director/Chairman; 5 years on Board.
Special Responsibilities	Vice Chairman
Committees	Entertainment Committee

##### **Alex Lithgow**

Experience	Director; 2 years on Board
Special Responsibilities	Vice Chairman
Committees	Finance Committee

##### **Julie Wood**

Experience	Director; 2 years on Board
Special Responsibilities	Treasurer
Committees	Finance Committee

##### **Andrew Cuthell**

Experience	Director; 2 years on Board
Committees	Entertainment Committee

##### **Steven Wood**

Experience	Director; 2 years on Board
Committees	Finance Committee

##### **Russell Pitt**

Experience	Director; 2 years on Board
Committees	Building Committee

##### **Debbie Lithgow**

Experience	Director; resigned September 2014
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##### **Kathryn Metcraft**

Experience	Director; resigned June 2015
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Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.



## **Directors' Report**

**30 June 2015**

### **Principal Activities**

The principal activity of Gulgong Bowling & Sporting Club Limited during the financial year was to provide bowling and club facilities for its members and guests.

No significant changes in the nature of the Company's activity occurred during the financial year.

### **Short Term Objectives**

The Company's short term objectives are to:

- Improve the consistency and quality of the catering service at the club and reduce annual expenses to the club for the catering operations;
- Utilise more effectively and increase revenue streams from the club's sporting and function facilities;
- Provide for a family friendly club that caters for the needs of all our members including those with children;
- Increase board sub committee activity with frequent formal reviews of operations and financial performance;
- Provide the best package of goods, services, facilities and customer service to our members; and
- Ensure that the club has within 1 year trading with a reported profit to the members.

### **Long Term Objectives**

The Company's long term objectives are to:

- Reduce the club's dependence on gaming revenue to subsidise catering and the provision of sporting facilities for our members;
- Develop in conjunction with our members and the community land held by the club to provide for diversified income and long term financial stability; and
- Maintain the best bowling greens in the district and continue to promote lawn bowls.

### **Strategy For Achieving The Objectives**

To achieve these objectives, the Company has adopted the following strategies:

- Building relationship with local sporting organisations to ensure mutually beneficial outcomes and to promote the club's sporting and function facilities through assisted fundraising and promotion;
- Increased budgetary controls and measures of efficiency for major expenses including utilities;
- Form a club development committee to provide reporting to the board on development and better utilisation of club land; and
- Extensive review off the pricing of all goods and services.

## **Directors' Report**

**30 June 2015**

### **Performance Measures**

The following measures are used within the Company to monitor performance:

- The company made a gain of \$27,194 for the 2015 financial year (2014: (\$31,719). The Industry has experienced a decline over the past year.
- Membership for the financial year was 1370 (2014: 1104)
- The company has complied with all Workplace Health and Safety, Employment and Environmental reviews conducted by external regulatory bodies

### **Members Guarantee**

Gulgong Bowling & Sporting Club 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 ceased to be a member in the year prior to the winding up, is limited to \$11 for members that are playing members, nil for life members and \$5.50 for all other members, subject to the provisions of the company's constitution.

At 30 June 2015 the collective liability of members was \$12,898 (2014: \$10,511).

## **2. Other Items**

### **Significant Changes In State Of Affairs**

There have been no significant changes in the state of affairs of the Company during the year.

### **Matters or Circumstances Arising After the End of the Year**

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

### **Environmental Matters**

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory.

# Directors' Report

30 June 2015

## Meetings of Directors

During the financial year, 20 meetings of directors held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
John Hilton Mobbs	20	19
Graham Geron	20	16
Alex Lithgow	20	15
Julie Wood	20	20
Andrew Cuthell	20	15
Steven Wood	20	20
Russell Pitt	20	18
Debbie Lithgow	6	4
Kathryn Metcraft	20	13

## Indemnification and Insurance of Officers and Auditors

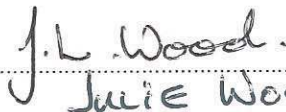
No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Gulgong Bowling & Sporting Club Limited.

## Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2015 has been received and can be found on page 5 of the financial report.

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

Director:  .....  
 John Hilton Mobbs

Director:  .....  
 Julie Wood. 9/9/15.

Dated this 09 day of 09 2015



**Crowe Horwath  
Central West**

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**Gulgong Bowling & Sporting Club Limited**  
ABN: 68 001 068 417

## **Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Gulgong Bowling & Sporting Club Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015, 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.

*Crowe Horwath Central West*  
**Crowe Horwath Central West**

*Clare Wagner*

**Clare Wagner**  
**Audit Partner**  
Registered Company Auditor No. 335972

Dated at the Dubbo office on the 10<sup>th</sup> day of September 2015

# Gulgong Bowling & Sporting Club Limited

ABN: 68 001 068 417

## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2015

		2015	2014
	Note	\$	\$
Revenue	4	1,094,660	1,184,981
Cost of Goods Sold		(258,541)	(323,980)
Employee Benefits Expense	5	(367,512)	(437,539)
Depreciation and Amortisation Expense	5	(59,005)	(68,265)
Other Expenses	5	(382,408)	(386,916)
<b>Profit Before Income Tax</b>		<b>27,194</b>	<b>(31,719)</b>
Income Tax Expense		-	-
<b>Profit From Continuing Operations</b>		<b>27,194</b>	<b>(31,719)</b>
<b>Profit for the Year</b>		<b>27,194</b>	<b>(31,719)</b>
<b>Total Comprehensive Income for the Year</b>		<b>27,194</b>	<b>(31,719)</b>

The accompanying notes form part of these financial statements.

# Gulgong Bowling & Sporting Club Limited

ABN: 68 001 068 417

## Statement of Financial Position

30 June 2015

	Note	2015 \$	2014 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	6	245,096	231,695
Trade and Other Receivables	7	3,789	346
Inventories	8	22,047	23,227
Other Assets	10	9,942	9,539
<b>TOTAL CURRENT ASSETS</b>		<b>280,874</b>	<b>264,807</b>
<b>NON-CURRENT ASSETS</b>			
Property, Plant and Equipment	9	1,013,805	688,644
<b>TOTAL NON-CURRENT ASSETS</b>		<b>1,013,805</b>	<b>688,644</b>
<b>TOTAL ASSETS</b>		<b>1,294,679</b>	<b>953,451</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	11	45,917	64,165
Financial Liabilities	12	28,543	20,501
Short-Term Provisions	13	56,730	45,198
<b>TOTAL CURRENT LIABILITIES</b>		<b>131,190</b>	<b>129,864</b>
<b>NON-CURRENT LIABILITIES</b>			
Financial Liabilities	12	13,736	33,154
Long-Term Provisions	13	9,706	15,250
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>23,442</b>	<b>48,404</b>
<b>TOTAL LIABILITIES</b>		<b>154,632</b>	<b>178,268</b>
<b>NET ASSETS</b>		<b>1,140,047</b>	<b>775,183</b>
<b>EQUITY</b>			
Reserves		510,806	173,136
Retained Earnings		629,241	602,047
<b>TOTAL EQUITY</b>		<b>1,140,047</b>	<b>775,183</b>

The accompanying notes form part of these financial statements.



# Gulgong Bowling & Sporting Club Limited

ABN: 68 001 068 417

## Statement of Changes in Equity

For the Year Ended 30 June 2015

2015

	Retained Earnings	Asset Realisation Reserve	Total
	\$	\$	\$
<b>Balance at 1 July 2014</b>	<b>602,047</b>	<b>173,136</b>	<b>775,183</b>
Profit or Loss Attributable to Members of the Entity	27,194	-	27,194
Revaluation Increment	-	337,670	337,670
<b>Balance at 30 June 2015</b>	<b>629,241</b>	<b>510,806</b>	<b>1,140,047</b>

2014

	Retained Earnings	Asset Realisation Reserve	Total
	\$	\$	\$
<b>Balance at 1 July 2013</b>	633,767	173,136	806,903
Surplus Attributable to Members of the Entity	(31,719)	-	(31,719)
Rounding Movement	(1)	-	(1)
<b>Balance at 30 June 2014</b>	<b>602,047</b>	<b>173,136</b>	<b>775,183</b>

The accompanying notes form part of these financial statements.

# Gulgong Bowling & Sporting Club Limited

ABN: 68 001 068 417

## Statement of Cash Flows For the Year Ended 30 June 2015

	2015	2014
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts From Customers	1,199,441	1,184,981
Payments to Suppliers and Employees	(1,129,650)	(1,143,126)
Interest Received	1,483	4,960
Net Cash Provided By/(Used In) Operating Activities	15 <u>71,274</u>	<u>46,815</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of Property, Plant and Equipment	<u>(46,496)</u>	(68,091)
Net Cash Used by Investing Activities	<u>(46,496)</u>	(68,091)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Increase In Finance Lease Commitments	21,900	50,370
Repayment of Finance Lease Commitments	<u>(33,277)</u>	(17,684)
Net Cash Used By Financing Activities	<u>(11,377)</u>	32,686
Net Increase/(Decrease) In Cash and Cash Equivalents Held	13,401	11,410
Cash and Cash Equivalents At Beginning of Year	<u>231,695</u>	220,285
Cash and Cash Equivalents At End of Financial Year	6 <u><u>245,096</u></u>	<u><u>231,695</u></u>

The accompanying notes form part of these financial statements.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2015**

The financial report covers Gulgong Bowling & Sporting Club Limited as a not-for-profit entity.

The functional and presentation currency of Gulgong Bowling & Sporting Club Limited is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

#### **1 Basis of Preparation**

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

#### **2 Summary of Significant Accounting Policies**

##### **(a) Income Tax**

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

##### **(b) Leases**

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the Company are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the estimated useful lives where it is likely that the Company will obtain ownership of the asset or over the term of the lease.

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

##### **(c) 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.

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Donations and bequests are recognised as revenue when received.



## **Notes to the Financial Statements**

**For the Year Ended 30 June 2015**

### **2 Summary of Significant Accounting Policies continued**

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

#### **Interest Revenue**

Interest is recognised using the effective interest method.

#### **(d) 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 payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included 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.

#### **(e) Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

#### **(f) Property, Plant and Equipment**

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

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

##### **Land and Buildings**

Land and buildings are measured using the revaluation model.

##### **Plant and Equipment**

Plant and equipment are measured using the cost model.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2015**

### **2 Summary of Significant Accounting Policies continued**

#### **(f) Property, Plant and Equipment continued**

##### **Plant and Equipment Continued**

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

##### **Depreciation**

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The depreciation rates used for each class of depreciable asset are shown below:

<b>Fixed Asset Class</b>	<b>Depreciation Rate</b>
Buildings	2.5%
Plant and Equipment	10% - 40%

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.

#### **(g) Financial Instruments**

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Company 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*

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in Profit or Loss or in Other Comprehensive Income.

All income and expenses relating to financial assets are recognised in the statement of profit or loss and other comprehensive income in the 'finance income' or 'finance costs' line item respectively.

##### *Loans and Receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2015**

### **2 Summary of Significant Accounting Policies Continued**

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in Profit or Loss.

The Company's trade and most other receivables fall into this category of financial instruments.

#### *Financial Liabilities*

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired. Although the Company uses derivative financial instruments in economic hedges of currency and interest rate risk, it does not hedge account for these transactions.

The Company's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

#### *Impairment of Financial Assets*

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

#### **(h) Impairment of Non-Financial Assets**

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

#### **(i) Cash and Cash Equivalents**

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

#### **(j) Employee Benefit Provisions**

Provisions are recognised when the Company 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.

Employee Benefit Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period.

#### **(k) Adoption of New and Revised Accounting Standards**

<b>Standard Name</b>	<b>Impact</b>
AASB 2011-9 Amendments to Australian Accounting Standards - Presentation of Items of Other Comprehensive Income	The adoption of this standard has not change the reported financial position and performance of the entity, however the presentation of items in other comprehensive income has changed.

### **3 Critical Accounting Estimates and Judgments**

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.



## Notes to the Financial Statements

For the Year Ended 30 June 2015

### 3 Critical Accounting Estimates and Judgments Continued

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 significant estimates and judgements made have been described below.

#### Key estimates - Impairment of Property, Plant and Equipment

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

#### Key Estimates - Provisions

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

#### Key Estimates - Receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

### 4 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:

	<b>2015</b>	<b>2014</b>
	\$	\$
Sales Revenue		
- Bar Sales	<b>479,204</b>	508,305
- Bistro and Catering Sales	<b>11,164</b>	110,142
- Poker Machines Revenue	<b>409,645</b>	348,260
	<b>900,013</b>	966,707
Finance Income		
- Interest Received	<b>1,483</b>	4,960
Other Revenue		
- GST Rebate	<b>17,180</b>	17,180
- Raffles	<b>42,169</b>	50,710
- Subscriptions	<b>12,261</b>	12,262
- Commissions Received	<b>36,241</b>	48,864
- Kitchen Lease	<b>5,173</b>	-
- Other Revenue	<b>74,379</b>	80,225
- Competition Revenue	<b>5,761</b>	4,073

**Notes to the Financial Statements**

**For the Year Ended 30 June 2015**

	<b>194,647</b>	218,274
<b>Total Revenue</b>	<b>1,094,660</b>	1,184,981

**5 Result for the Year**

	<b>2015</b>	<b>2014</b>
	\$	\$
- Depreciation and Amortisation Expense	<b>59,005</b>	68,265
<b>Total Depreciation and Amortisation Expense</b>	<b>59,005</b>	68,265

The result for the year includes the following specific expenses:

	<b>2015</b>	<b>2014</b>
	\$	\$
Other Expenses:		
- Advertising & Promotions	<b>114,292</b>	118,520
- Insurance	<b>16,147</b>	15,875
- Entertainment & Membership	<b>52,765</b>	51,829
- Repairs And Maintenance	<b>17,166</b>	17,676
- Utilities	<b>58,151</b>	64,441
- Other Operating Expenses	<b>123,558</b>	118,575
Total Other Expenses	<b>382,079</b>	386,916
- Employee Benefits Expense	<b>367,512</b>	437,539

**6 Cash and Cash Equivalents**

	<b>2015</b>	<b>2014</b>
	\$	\$
Cash on Hand	<b>39,600</b>	30,754
Cash at Bank	<b>205,496</b>	200,941
Total Cash at Bank and in Hand	<b>245,096</b>	231,695

**Reconciliation of Cash**

Cash and cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

	<b>2015</b>	<b>2014</b>
	\$	\$
Cash and Cash Equivalents	<b>245,096</b>	231,696
<b>Balance as Per Statement of Cash Flows</b>	<b>245,096</b>	231,696

## Notes to the Financial Statements

For the Year Ended 30 June 2015

### 7 Trade and Other Receivables

	2015	2014
	\$	\$
Current		
Other Receivables	3,789	346
<b>Total Current Trade and Other Receivables</b>	<b>3,789</b>	<b>346</b>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

### 8 Inventories

	2015	2014
	\$	\$
CURRENT		
At Cost:		
Stock On Hand	22,047	23,227
	<b>22,047</b>	<b>23,227</b>

Write downs of inventories to net realisable value during the year were \$ NIL (2014: \$ NIL).

### 9 Property, Plant and Equipment

Leasehold Land		
At Independent Valuation	250,000	229,000
Total Land	<b>250,000</b>	229,000
Buildings		
At Independent Valuation	635,000	371,000
Accumulated Depreciation	(11,663)	(52,670)
Total Buildings	<b>623,337</b>	318,330
Total Land and Buildings	<b>873,337</b>	547,330
Plant and Equipment		
Plant and Equipment		
At Cost	844,456	797,960
Accumulated Depreciation	(703,988)	(656,646)
Total Plant and Equipment	<b>140,468</b>	141,314
Total Plant and Equipment	<b>140,468</b>	141,314

**Notes to the Financial Statements**

**For the Year Ended 30 June 2015**

**9 Property, Plant and Equipment Continued**

<b>Total Property, Plant and Equipment</b>	<b>1,013,805</b>	688,644
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**(a) Movements in Carrying Amounts**

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

	Land	Buildings	Plant and Equipment	Total
<b>Parent</b>	\$	\$	\$	\$
<b>Year Ended 30 June 2015</b>				
Balance at the Beginning of the Year	229,000	318,330	141,314	688,644
Additions	-	-	46,496	46,496
Depreciation Expense	-	(11,663)	(47,342)	(59,005)
Revaluation Increase Recognised In Equity	21,000	316,670	-	337,670
<b>Balance At The End Of The Year</b>	<b>250,000</b>	<b>623,337</b>	<b>140,468</b>	<b>1,013,805</b>

**10 Other Assets**

	2015	2014
	\$	\$
Current		
Prepayments	4,942	4,539
Tabcorp Deposit	5,000	5,000
	<b>9,942</b>	<b>9,539</b>

**11 Trade and Other Payables**

	2015	2014
	\$	\$
Current		
Sundry Payables And Accrued Expenses	7,537	12,386
Trade Payables	38,380	51,779
	<b>45,917</b>	<b>64,165</b>

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

**12 Borrowings**

	2015	2014
	\$	\$
CURRENT		
Hire Purchase Liabilty	2,629	2,629

**Notes to the Financial Statements**

**For the Year Ended 30 June 2015**

**12 Borrowings Continued**

Other Financial Liabilities	<b>25,914</b>	17,872
<b>Total Current Borrowings</b>	<b>28,543</b>	<b>20,501</b>

	2015	2014
	\$	\$
NON-CURRENT		
Hire Purchase Liability	<b>13,736</b>	33,154
<b>Total Non-Current Borrowings</b>	<b>13,736</b>	<b>33,154</b>
<b>Total Borrowings</b>	<b>42,279</b>	<b>53,655</b>

**(a) Defaults and Breaches**

During the current and prior year, there were no defaults or breaches on any of the loans.

**13 Employee Benefit Provisions**

	2015	2014
	\$	\$
Current	<b>56,730</b>	45,198
Non-Current	<b>9,706</b>	15,250
	<b>66,436</b>	<b>60,448</b>

**14 Contingencies**

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2015 (30 June 2014:None).

**15 Cash Flow Information**

**(a) Reconciliation of Cash**

	2015	2014
	\$	\$
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash and Cash Equivalents	<b>245,096</b>	231,696



## **Notes to the Financial Statements**

**For the Year Ended 30 June 2015**

### **15 Cash Flow Information Continued**

#### **(b) Reconciliation of Result for the Year to Cashflows from Operating Activities**

Reconciliation of net income to net cash provided by operating activities:

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Profit / (Loss) For The Year	<b>27,194</b>	(32,542)
Cash Flows Excluded From Profit Attributable To Operating Activities		
Non-Cash Flows In Profit:		
- Depreciation	<b>59,005</b>	68,265
Changes In Assets And Liabilities;		
- (Increase)/Decrease In Trade and Other Receivables	<b>(3,443)</b>	11,601
- (Increase)/Decrease In Other Assets	<b>(403)</b>	(10)
- (Increase)/Decrease In Inventories	<b>1,180</b>	10,886
- Increase/(Decrease) In Trade And Other Payables	<b>(18,246)</b>	(16,780)
- Increase/(Decrease) In Provisions	<b>5,987</b>	5,395
Cashflow From Operations	<b>71,274</b>	46,815

### **16 Events Occurring After the Reporting Date**

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 future financial years.

### **17 Company Details**

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

Gulgong Bowling & Sporting Club Limited  
Tallawang Road  
GULGONG NSW 2852

**Gulgong Bowling & Sporting Club Limited**


ABN: 68 001 068 417

**Directors' Declaration**

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 7 to 19, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
  - b. give a true and fair view of the financial position as at 30 June 2015 and of the performance for the year ended on that date of the Company.
2. 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.

Director ..... 

Director ..... 

Dated this 9 day of Sept, 2015

**Gulgong Bowling & Sporting Club Limited**

ABN: 68 001 068 417

**Independent Audit Report to the Members of  
Gulgong Bowling & Sporting Club Limited****Report on the Financial Report**

We have audited the accompanying financial report being a special purpose financial report, of Gulgong Bowling & Sporting Club Limited, which comprises the Statement of Financial Position as at 30 June 2015, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, Notes Comprising a Summary of Significant Accounting Policies and other explanatory information, and the director' declaration of the Company and the consolidated entity.

*Director's 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 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.

*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 Reduced Disclosure Requirements. 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 judgement, 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 control relevant to the Company'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 Company's internal control. 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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of Gulgong Bowling & Sporting Club Limited, would be in the same terms if

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Dubbo NSW 2830 Australia  
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Bathurst NSW 2795 Australia  
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given to the directors as at the time of this auditor's report.

*Opinion*

In our opinion, the financial report of Gulgong Bowling & Sporting Club Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

*Crowe Horwath Central West*  
**Crowe Horwath Central West**

*Clare Wagner*

**Clare Wagner**  
**Audit Partner**

Registered Company Auditor No. 335972

Dated at the Dubbo office on the 10<sup>th</sup> day of September 2015