

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 April 2023.

Directors

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

G. Gunther	A. Bailey (resigned 2.8.22)
W. Lang (resigned 18.10.22)	B. Balij
J. Thomas	R. Driver
S. Fraser	T. Bunn (appointed 29.11.22)
G. Norden (appointed 29.11.22, resigned 2.3.23)	

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

Club Secretary

The following person held the position of Club Secretary at the end of the financial year.

Meliah McInnes, who is also the CEO of the Club, has been the Club Secretary since 22nd September 2021.

Principal Activities

The principal activities of the company during the financial year are that of a registered licensed club and the promotion of lawn bowls.

There are no significant changes in the nature of the company's principal activities during the financial year.

Operating Results

The loss of the company after providing for income tax amounted to \$39,406 (2022 loss \$127,961).

Review of Operations

Gross profit from bar trading amounted to \$289,223 and a gross profit percentage of 56.0% was obtained from sales of \$516,416. The gross profit from bistro trading amounted to \$138,205 and a gross profit percentage of 41.7% was obtained from sales of \$331,450. Net gaming revenue amounted to \$646,078 compared to \$451,958 in 2022.

Significant Changes in State of Affairs

No significant changes in the nature of these activities occurred during the year.

After Balance Date 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 future financial years.

Future Developments

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report.

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Environmental Issues

The company's operations are subject to environmental regulations under the laws of the Commonwealth and State of Australia. The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

Information on Directors

G. Gunther	—	Chairman
Experience	—	Mr Gunther has been a director for 11 years.
S. Fraser	—	Director
Experience	—	Mr Fraser has been a director for 15 years.
T. Bunn	—	Director
Experience	—	Mr Bunn was appointed to the board during the year.
B. Balij	—	Director
Experience	—	Mr Balij has been a director for 2 years.
R. Driver	—	Director
Experience	—	Mr Driver has been a director for 2 years.
J. Thomas	—	Director
Experience	—	Mr Thomas has been a director for 3 years.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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Members guarantee

Abermain Bowling and Recreation 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 member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$2, subject to the provisions of the Club's constitution.

At 30 April 2023 the number of members was 2,538 (2022: 1,493)

During the financial year 12 meetings of directors (including committees) are held. Attendances are:

	DIRECTORS' MEETINGS	
	Number eligible to attend	Number Attended
S. Fraser	12	12
G. Gunther	12	11
J. Thomas	12	12
W. Lang	6	6
A. Bailey	4	1
B. Balij	12	7
R. Driver	12	11
T. Bunn	6	6
G. Norden	5	5

Indemnifying Officers

The company has paid premiums to insure each of the directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the office of a director of the company, other than conduct involving a wilful breach of duty in relation to the company.

Mandatory Director Training

Under the Registered Clubs Amendment (disclosures) Regulation 2019 the company is required to provide its members certain information relating to mandatory training requirements undertaken by directors. As the company has annual gaming machines profits of less than \$1 million, the Regulation prescribes that two directors must complete their mandatory training within 12 months of appointment unless otherwise exempt.

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Proceedings on Behalf of Company

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

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

Short and Long-Term Objectives

The company has established short and long-term objectives which are reviewed on an annual basis. These objectives are both financial and non-financial and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non-financial key performance indicators that have been determined relevant to the club industry.

Disclosure of Core and Non-Core Property

Pursuant to Section 41J(2) of the Registered Clubs Act 1976 and for the financial year ended 30 April 2023, the Directors have determined that the property of the company shall be classified as follows:

Address	Current usage	Classification
64 Armidale Street, Abermain	Club premises	Core

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 4.

Auditor

Mark Walmsley continues in office in accordance with section 327 of the Corporations Act 2001.

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

10-8-23  Director

Dated this day of August, 2023.

MARK WALMSLEY *B Comm. CA*
CHARTERED ACCOUNTANT
ABN: 91 918 334 370

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

**AUDITOR'S INDEPENDENCE DECLARATION UNDER S307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF ABERMAIN BOWLING AND RECREATION CLUB LIMITED**

I declare that to the best of my knowledge and belief, there have been no contraventions of:

- i. the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.



Mark Walmsley
Stockton

Date: 3 August, 2023

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 APRIL 2023

	Note	2023 \$	2022 \$
Revenues from contracts with customers	2	1,741,671	1,256,702
Other revenue from ordinary activities	2	100,988	154,003
Changes in inventories		3,727	(10,677)
Purchases		(418,689)	(254,551)
Catering and entertainment		(184,082)	(152,251)
Insurance		(58,090)	(53,332)
Members discount		(102,767)	(86,156)
Legal fees		(849)	(522)
Repairs and maintenance		(51,781)	(54,021)
Employee benefits expense		(723,151)	(569,525)
Depreciation and amortisation expense	3	(142,275)	(161,413)
Finance costs		(3,829)	(5,104)
Other expenses		(200,279)	(191,114)
		<hr/>	<hr/>
Profit/(Loss) before income tax	3	(39,406)	(127,961)
Income tax expense		-	-
		<hr/>	<hr/>
Profit/(Loss) for the year		(39,406)	(127,961)
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The above income statement should be read in conjunction with the accompanying notes.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2023

	Note	2023 \$	2022 \$
CURRENT ASSETS			
Cash and cash equivalents	4	381,993	366,965
Trade and other receivables	5	6,300	9,538
Inventories	6	25,194	21,467
Other current assets	7	52,586	5,711
TOTAL CURRENT ASSETS		<u>466,073</u>	<u>403,681</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	853,732	943,714
Right of use asset	9	90,849	126,778
TOTAL NON-CURRENT ASSETS		<u>944,581</u>	<u>1,070,492</u>
TOTAL ASSETS		<u>1,410,654</u>	<u>1,474,173</u>
CURRENT LIABILITIES			
Trade and other payables	10	162,192	121,980
Borrowings	11	18,233	18,233
Lease liability	9	25,803	68,011
Provisions	12	33,298	15,876
TOTAL CURRENT LIABILITIES		<u>239,526</u>	<u>224,100</u>
NON-CURRENT LIABILITIES			
Borrowings	11	26,251	42,296
Lease liability	9	3,338	27,887
Provisions	12	2,020	965
TOTAL NON-CURRENT LIABILITIES		<u>31,609</u>	<u>71,148</u>
TOTAL LIABILITIES		<u>271,135</u>	<u>295,248</u>
NET ASSETS		<u>1,139,519</u>	<u>1,178,925</u>
EQUITY			
Retained profits		1,139,519	1,178,925
TOTAL EQUITY		<u>1,139,519</u>	<u>1,178,925</u>

The above balance sheet should be read in conjunction with the accompanying notes.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2023

	Note	2023 \$	2022 \$
Total equity at the beginning of the financial year		1,178,925	1,306,886
Net income recognised directly in equity			
Profit/(Loss) for the year		<u>(39,406)</u>	<u>(127,961)</u>
Total recognised income and expense for the year		<u>(39,406)</u>	<u>(127,961)</u>
Total equity at the end of the financial year		<u>1,139,519</u>	<u>1,178,925</u>

The above statement of change in equity should be read in conjunction with the accompanying notes

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 APRIL 2023

	Note	2023 \$	2022 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		1,843,896	1,409,337
Payments to suppliers and employees		(1,726,081)	(1,409,498)
Interest received		2,001	400
Interest paid		(3,829)	(5,104)
Net cash provided by (used in) operating activities	15b	<u>115,987</u>	<u>(4,865)</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds sale of property, plant and equipment		-	6,727
Payment for property, plant and equipment		(18,157)	(23,470)
Net cash provided by (used in) investing activities		<u>(18,157)</u>	<u>(16,743)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings		-	67,031
Repayment of borrowings		(16,045)	(6,502)
Repayment of lease liabilities		(66,757)	(53,493)
Net cash provided by (used in) financing activities		<u>(82,802)</u>	<u>7,036</u>
Net increase in cash held		15,028	(14,572)
Cash at beginning of the financial year		<u>366,965</u>	<u>381,537</u>
Cash at end of the financial year	15a	<u><u>381,993</u></u>	<u><u>366,965</u></u>

The above cash flow statement should be read in conjunction with the accompanying notes

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 1: STATEMENT 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 - Simplified Disclosure 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 historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(b) Significant changes in the current report period

Impact of COVID-19 on Club Operations

Since the World Health Organisation (“WHO”) declared COVID-19 as a pandemic in March 2020, the Club has experienced periods of closure and restricted trade due to directives from government and health authorities.

In the prior year (2022), the club was forced to close from 5pm on 5 August 2021, by the NSW Government due to the escalating transmission of COVID-19 within NSW regional areas. The closure was imposed in a Statewide lockdown to restrict the spread of the virus. The Club was not able to trade during this closure period. The Club re-opened on 11 October 2021 (closure period was 66 days). The Club has complied with COVID-19 Safety and social distancing measures outlined by authorities.

The Club received Government financial assistance in 2022 financial year. The amount received in 2022 of \$65,418 from the NSW Government is shown in Note 2 as other revenue from non-ordinary activities.

The Club continues to monitor and adhere to NSW Government guidelines and review cashflows during the latest Omicron variant spread from mid December 2021. At the date of signing the 2023 financial report, no further closures of the Club have occurred since 11 October 2021.

(c) Critical accounting estimates and judgments

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

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(d) Critical accounting estimates and judgments (cont'd)

Key estimates - impairment

The company assesses impairment at the end of the reporting year 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.

(e) Comparative figures

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

(f) Income tax

The company is exempt from income tax under Section 50-45 of the Income Tax Assessment Act 1997. This exemption is subject to the provisions that the legislation does not change and that the objects and activities of the company do not alter in future years.

(g) Cash and cash equivalents

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

(h) Investments and other financial assets

i) Classification

The company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and
- those to be measured at amortised cost.

The classification depends on the company's business model for managing the financial assets and the contractual terms of the cash flows.

The company is using the measured at amortised cost method for all its financial assets, namely trade and other receivables. Assets measured at amortised cost are financial assets where:

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

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Investments and other financial assets (cont'd)

ii) Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on tradedate, the date on which the company commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the company has transferred substantially all the risks and rewards of ownership.

iii) Measurement

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

Interest income and impairment for expected credit losses are recognised in the profit or loss. Gain or loss on derecognition is recognised in profit or loss.

iv) Impairment

Impairment of financial assets is recognised on an expected credit loss (ECL) – forward looking – basis for all financial assets measured at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. The company considers reasonable and supportable information that is relevant and available, including both quantitative and qualitative information and analysis based on the company's historical experience and informed credit assessment, including forward looking information.

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

(i) Financial liabilities

i) Classification

The company classified its financial liabilities as those to be measured at amortised cost.

The company is using the measured at amortised cost method for all its financial liabilities. The financial liabilities of the company comprise trade payables and asset finance.

Liabilities measured at amortised cost are financial liabilities where the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

ii) Recognition and derecognition

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

The company derecognises financial liabilities when, and only when, the company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(j) Revenue and other income

The company recognises revenue when it transfers control over a product or service to a customer. Revenue is measured based on the amount of consideration expected to be received in exchange for the transfer of the good or service to the customer.

Revenue from contracts with customers

Revenue from the sale of goods is recognised at the point of delivery.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Gaming machine revenue is recognised at the point of sale and represents the amounts earned through gaming wagers.

Revenue from membership subscriptions are recognised on a straight line basis over the financial year.

Other revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

(k) Trade and other receivables

Trade receivables are recognised and carried at original invoice amount less an allowance for any uncollectable amounts.

(l) Inventories

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

(m) Property, plant and equipment

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

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Property, plant and equipment (cont'd)

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company commencing from the time the asset is held ready for use. Land is not depreciated.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5% - 20%
Plant and Equipment	10% - 20%
Greens	10%

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

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

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

(n) Impairment of non-financial assets

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

(o) Trade and other payables

Trade and other payables are carried at amortised cost and represent liabilities for goods and services provided to the company during the reporting period which remain unpaid at balance date. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(p) Employee benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured as the present value of expected future cash payments, taking into consideration expected future wage levels and experience of employees departures and periods of service. Government bond rates with terms that match, as closely as possible, the estimated future cash outflows were used in calculation.

(q) Leases

At inception of a contract, the company assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognized by the company where the company is lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low-value assets are recognized as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the company uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentive;
- lease payments under extension options if lessee is reasonable certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated amortisation and impairment losses.

Right-of-use assets are amortised over the lease term of useful life or the underlying asset whichever is the shortest.

(r) Gaming Machine Rebate

The company received a rebate to compensate the loss of gaming machine income due to the introduction of GST. The period which the rebate relates to is from 1 September 2022 to 31 August 2023.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(s) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

(t) New accounting standards and interpretations

AASB 1060 – General Purpose Financial Statements – Simplified Disclosures for For-Profit and Non-for-Profit Tier 2 Entities (applicable to annual reporting periods beginning on or after 1 July 2021)

AASB 1060 is a new self-contained standard that sets out all of the disclosure requirements relevant to a Tier 2 General Purpose financial Statement (GPFS) preparer. The new disclosures have been significantly simplified when compared to either those required by a Tier 1 entity or those required under the AASB's existing Tier 2 Reduced Disclosure Framework (RDR), especially in the areas of revenue, leases, impairment and financial instruments.

This new standard applies to all entities preparing GPFS-Tier 2 and replaces the current Reduced Disclosure Requirements (RDR) Framework.

(u) Authorisation of Financial Statements

The financial statements were authorised for issue on 10th August, 2023 by the Directors.



ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

	2023	2022
	\$	\$
NOTE 2: REVENUE		
From contracts with customers		
Sale of bar goods	584,846	397,119
Sale of bistro goods	365,787	220,852
Gaming revenue	696,466	547,965
Entertainment	84,157	84,523
Membership subscriptions	7,789	5,452
Bowls and other revenue	2,626	791
	<u>1,741,671</u>	<u>1,256,702</u>
Other revenue from ordinary activities		
Interest	2,001	400
Insurance recovery – workers compensation	23,206	14,241
GST rebate	17,180	17,180
Commissions	58,601	47,366
Grants – COVID subsidies and jobkeeper	-	65,418
Grants - other	-	2,200
Other revenue	-	3,606
Profit on disposal of property, plant and equipment	-	3,592
	<u>100,988</u>	<u>154,003</u>
Total revenue	<u>1,842,659</u>	<u>1,410,705</u>

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

	2023	2022
NOTE 3: PROFIT FOR THE YEAR	\$	\$
Cost of sales	420,438	271,366
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Depreciation and amortisation of non-current assets		
— buildings	21,821	21,685
— plant and equipment	29,954	32,972
— poker machines	18,249	32,783
— greens	18,971	18,971
— dinning room equipment	5,363	5,176
— furniture and fittings	1,132	1,636
— motor vehicles	10,857	12,440
— right to use assets	35,928	35,750
Total depreciation expense	142,275	161,413
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NOTE 4: CURRENT ASSETS – CASH ASSETS		
Cash at bank	241,006	227,978
Term deposits	140,987	138,987
	381,993	366,965
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NOTE 5: CURRENT ASSETS – RECEIVABLES		
Trade and other debtors	800	4,038
TAB security deposit	5,000	5,000
Security bond	500	500
	6,300	9,538
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NOTE 6: CURRENT ASSETS – INVENTORIES		
Stock on hand – bar	12,072	11,612
Stock on hand – bingo and raffle	7,930	7,255
Stock on hand – bistro	5,192	2,600
	25,194	21,467
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NOTE 7: CURRENT ASSETS – OTHER ASSETS		
Prepayments	52,586	5,711
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ABERMAIN BOWLING AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 8: NON-CURRENT ASSETS - PROPERTY, PLANT AND EQUIPMENT	2023	2022
	\$	\$
Freehold land at cost	102,320	102,320
Buildings, at cost	880,341	876,708
Less accumulated depreciation	(391,357)	(369,634)
	488,984	507,074
Total Land and Buildings	591,304	609,394
Plant and equipment at cost	209,132	205,830
Less accumulated Amortisation	(158,757)	(130,050)
	50,375	75,780
Greens at cost	189,708	189,708
Less accumulated depreciation	(63,442)	(44,471)
	126,266	145,237
Dining room equipment at cost	59,868	51,783
Less accumulated depreciation	(28,030)	(22,667)
	31,838	29,116
Furniture and fittings at cost	27,841	27,841
Less accumulated depreciation	(26,919)	(25,787)
	922	2,054
Poker machines at cost	262,505	262,505
Less accumulated depreciation	(247,811)	(229,562)
	14,694	32,943
Motor Vehicles at cost	60,315	60,315
Less accumulated depreciation	(21,982)	(11,125)
	38,333	49,190
Total Plant and Equipment	262,428	334,320
Total Property, Plant and Equipment	853,732	943,714

The licensed premises located at Armidale Street Abermain is the core property of the Club.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 8: NON-CURRENT ASSETS - PROPERTY, PLANT AND EQUIPMENT

At 1 May 2022	Freehold Land	Buildings	Plant & Equipment	Dining Room Equipment	Furniture & Fittings	Poker Machines
- Cost	102,320	876,708	205,830	51,783	27,841	262,505
- Valuation	-	-	-	-	-	-
Accumulated depreciation	-	(369,634)	(130,050)	(22,667)	(25,787)	(229,562)
Net book value	102,320	507,074	75,780	29,116	2,054	32,943

Year ended 30 April 2023

Opening net book value	102,320	507,074	75,780	29,116	2,054	32,943
Additions	-	4,279	5,793	8,085	-	-
Disposals	-	(548)	(1,244)	-	-	-
Depreciation charge	-	(21,821)	(29,954)	(5,363)	(1,132)	(18,249)
Closing net book value	102,320	488,984	50,375	31,838	922	14,694

At 30 April 2023

- Cost	102,320	880,341	209,132	59,868	27,841	262,505
- Valuation	-	-	-	-	-	-
Accumulated depreciation	-	(391,357)	(158,757)	(28,030)	(26,919)	(247,811)
Net book value	102,320	488,984	50,375	31,838	922	14,694

At 1 May 2022

	Greens	Motor Vehicles	TOTAL
- Cost	189,708	60,315	1,777,010
- Valuation	-	-	-
Accumulated depreciation	(44,471)	(11,125)	(833,296)
Net book value	145,237	49,190	943,714

Year ended 30 April 2023

Opening net book value	145,237	49,190	943,714
Additions	-	-	18,157
Disposals	-	-	(1,792)
Depreciation charge	(18,971)	(10,857)	(106,347)
Closing net book value	126,266	38,333	853,732

At 30 April 2023

- Cost	189,708	60,315	1,792,030
- Valuation	-	-	-
Accumulated depreciation	(63,442)	(21,982)	(938,298)
Net book value	126,266	38,333	853,732

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

	2023	2022
	\$	\$

NOTE 9: LEASES

This note provides information for leases where the company is a lessee.

(i) Amounts recognised in the balance sheet relating to leases.

Right of use assets

Plant and equipment	15,444	15,444
Less: Provision for amortisation	(6,000)	(2,911)
Poker machines	180,918	180,918
Less: Provision for amortisation	(99,513)	(66,673)
	<u>90,849</u>	<u>126,778</u>

Lease Liabilities

Current	25,803	68,011
Non-Current	3,338	27,887
	<u>29,141</u>	<u>95,898</u>

Future lease payments in relation to lease liabilities as at year end are as follows:

Within one year	25,803	68,493
Later than one year but no later than 5 years	3,556	29,477
Later than 5 years	-	-
	<u>29,359</u>	<u>97,970</u>

(ii) Depreciation of right of use assets

The depreciation and amortisation disclosed in the statement of profit and loss including the following amount for right of use assets:

Plant and equipment	<u>35,928</u>	<u>35,750</u>
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ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

	2023	2022
NOTE 10: CURRENT LIABILITIES – PAYABLES	\$	\$
Unsecured liabilities		
Trade creditors and accrued expenses	154,343	88,893
GST payable	6,126	32,280
Subscriptions in advance	1,723	807
	<u>162,192</u>	<u>121,980</u>

NOTE 11: LIABILITIES – BORROWINGS
CURRENT

Loan – Toyota Finance	<u>18,233</u>	<u>18,233</u>
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NON-CURRENT

Loan – Toyota Finance	<u>26,251</u>	<u>42,296</u>
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Total borrowings	<u>44,484</u>	<u>60,529</u>
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The finance is secured over the bus for a four year term and will be completed in October 2025.

NOTE 12 LIABILITIES –PROVISIONS
CURRENT

Provision for employee entitlements	27,910	9,660
Provision for members balances	2,623	4,764
Provision for members points	2,765	1,452
	<u>33,298</u>	<u>15,876</u>

NON-CURRENT

Employee entitlements	<u>2,020</u>	<u>965</u>
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ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

**NOTE 13: KEY MANAGEMENT PERSONNEL
COMPENSATION**

Key management personal compensation	130,461	<u>92,940</u>
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NOTE 14: RELATED PARTY TRANSACTIONS

The company's main related parties are as follows:

a. Key Management Personnel of the Club

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly, including any Director (whether executive or otherwise) of the company, is considered key management personnel. Refer to Note 13.

b. Other Related Parties of the Company

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Transactions and Outstanding Balances with Related Parties

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

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

	2023	2022
	\$	\$
NOTE 15: CASH FLOW INFORMATION		
a. Reconciliation of Cash		
Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:		
Cash at bank	241,006	227,978
Term deposits	140,987	138,987
	<u>381,993</u>	<u>366,965</u>
b. Reconciliation of Cash Flow from Operations with Profit from ordinary activities after income tax		
Profit/(loss) from ordinary activities after income tax	(39,406)	(127,961)
Non-cash flows in profit from ordinary activities:		
— Depreciation and amortisation	142,275	161,413
— (Profit)/loss on sale of fixed assets	1,792	(3,592)
Changes in assets and liabilities, net of the effects of purchase and disposals of subsidiaries		
Decrease/(increase) in receivables	3,238	2,624
Decrease/(increase) in inventories	(3,727)	10,677
Decrease/(increase) in prepayments	(46,875)	38,833
(Decrease)/Increase in payables	40,213	(82,280)
(Decrease)/Increase in provisions	18,477	(4,579)
Cash flows from operations	<u>115,987</u>	<u>(4,865)</u>

c. Non-Cash Financing and Investing Activities

The company did not have any non-cash transactions during the year.

d. Credit Stand-by Arrangements and Loan Facilities

The company does not have any unused credit or loan facilities.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2023

NOTE 16: COMPANY DETAILS

The registered office of the company is: Cnr Goulburn & Armidale Streets
Abermain, NSW.

The principal place of business is: Cnr Goulburn & Armidale Streets, Abermain
NSW.

The principal activities of the company are a registered licensed bowling club.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

DIRECTORS' DECLARATION

The directors of the company declare that:

1. the financial statements and notes, as set out on pages 6 to 25 are in accordance with the Corporations Act 2001 and:
 - (a) Comply with Australian Accounting Standards – Simplified Disclosure.
 - (b) Give a true and fair view of the financial position as at 30 April 2023 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



Dated this *10th* day of August, 2023

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
ABERMAIN BOWLING AND RECREATION CLUB LIMITED

Opinion

I have audited the financial report of Abermain Bowling and Recreation Club Limited, which comprises the statement of financial position as at 30th April 2023 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors declaration.

In my opinion, the financial report of Abermain Bowling and Recreation Club Limited has been prepared in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30th April, 2023, and of its financial performance for the year then ended; and
- (b) complying with the Australian Accounting Standards – Simplified Disclosure Requirements and the Corporations Regulations 2001.

Basis for Opinion

I have conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial Reports section of my report. I am independent of the registered entity in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of Abermain Bowling and Recreation Club Limited, would be in the same terms if given to the directors as at the time of this audit report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

**ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
ABERMAIN BOWLING AND RECREATION CLUB LIMITED**

Responsibilities of Directors and Those Charged with Governance for the Financial Report

Directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements, and the Corporations Act 2001, and for such internal control as Directors determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, where due to fraud or error.

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

Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

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

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain profession scepticism throughout the audit. I also:


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

**ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
ABERMAIN BOWLING AND RECREATION CLUB LIMITED**

Auditor's Responsibilities for the Audit of the Financial Report (cont'd)

- Obtaining an understanding of internal control relevant to the audit in order to design and 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.
- Conclude on the appropriateness of the directors entity's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast a significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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


MARK WALMSLEY

Date 10 August 2023

16 Dunbar Street
STOCKTON NSW 2295

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

COMPILATION REPORT TO ABERMAIN BOWLING AND RECREATION CLUB LIMITED

On the basis of the information provided by the directors of Abermain Bowling and Recreation Club Limited, I have compiled, in accordance with APS 9: Statement of Compilation of Financial Reports the special purpose financial report consisting of the detailed profit and loss account, bar trading account and poker machine trading account for year ended 30 April 2023.

The specific purpose for which the special purpose financial report has been prepared is to provide private information to the directors. The extent to which Accounting Standards and other mandatory professional reporting requirements have not been adopted in the preparation of the special purpose financial report is set out in Note 1.

The company's directors are solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent and are appropriate to meet the needs of the directors.

My procedures use accounting expertise to collect, classify and summarise the financial information which the directors provided into a financial report. My procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, I do not accept liability for any loss or damage which any person other than the entity may suffer arising from any negligence on My part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared exclusively for the benefit of the company. I do not accept responsibility to any other person for the contents of the special purpose financial report.

PO BOX 379
CESSNOCK NSW 2325

Dated 10th August, 2023

LIDLAW & ASSOCIATES



Joanne Laidlaw

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 APRIL 2023

	2023	2022
INCOME	\$	\$
Net profit on trading	634,667	343,647
TAB commission	6,251	7,085
Commission received	22,551	9,610
Keno commission	29,799	30,671
Entertainment income (refer page 34)	84,157	84,523
Interest received	2,001	400
Insurance recovery - workers compensation	23,206	14,241
Members subscriptions	7,789	5,452
Bowls Income	2,626	-
Sundry income	-	791
Jobsaver	-	65,418
Grants - other	-	2,200
Wages subsidy	-	3,606
Profit on disposal of property plant and equipment	-	3,592
Total Income	<u>813,047</u>	<u>571,236</u>
Less: Expenses		
Accountancy and auditing fees	13,600	13,500
Bank charges	4,921	3,249
Bingo - wages	11,869	6,100
Bookkeeping contractor	3,804	4,288
Bowls expenses	11,016	11,104
Bus expenses	5,751	3,092
Catering and entertainment (refer page 34)	184,082	152,251
Cleaning	8,758	4,129
Cleaning – wages	32,665	31,284
Depreciation	124,026	95,792
Directors expenses	1,016	272

This Revenue Account does not form part of the audited financial report and should be read
In conjunction with the attached compilation report.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 APRIL 2023

	2023	2022
	\$	\$
Electricity and gas	47,367	28,299
General expenses	761	3,208
Insurance	58,090	53,322
Interest paid	3,829	5,104
Keno maintenance and stationery	1,523	1,365
Legal fees	849	522
Loss on disposal of assets	1,792	-
Printing, stationery and advertising	8,886	25,812
Provision for employee leave	19,304	(23,066)
Provision for members points	1,849	(1,761)
Rates and taxes	11,951	12,560
Repairs and maintenance	34,456	34,866
Security costs	811	865
Sponsorship	3,200	-
Staff training, seminars and uniforms	8,248	5,386
Subscriptions, licences and donations	19,668	27,120
Superannuation fund contributions	63,931	50,508
TAB expenses	15,202	12,130
Telephone	5,458	4,902
Wages – Administration	117,011	113,136
Wages – Grounds	1,602	5,403
Wages – Workers compensation	25,157	14,455
Total Expenses	<u>852,453</u>	<u>699,197</u>
Operating profit/(loss) before income tax	<u>(39,406)</u>	<u>(127,961)</u>

This Revenue Account does not form part of the audited financial report and should be read
In conjunction with the attached compilation report.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
BAR TRADING ACCOUNT FOR THE YEAR ENDED 30 APRIL 2023

	2023	2022
	\$	\$
Sales	584,846	397,119
Less: Members discount	(68,430)	(53,624)
	<u>516,416</u>	<u>343,495</u>
Less: Cost of Goods Sold		
Opening stock	11,612	25,308
Purchases	222,852	165,707
Freight	4,801	3,119
	<u>239,265</u>	<u>194,134</u>
Closing stock	(12,072)	(11,612)
Cost of goods sold	<u>227,193</u>	<u>182,522</u>
Gross Profit	289,223	160,973
Less: Direct costs		
Wages	231,518	216,784
Bar replacements	3,028	3,126
Bar wastage	-	363
	<u>234,546</u>	<u>220,273</u>
Net (Loss)/Profit	<u>54,677</u>	<u>(59,300)</u>

This Revenue Account does not form part of the audited financial report and should be read
In conjunction with the attached compilation report.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

POKER MACHINE TRADING ACCOUNT FOR THE YEAR ENDED 30 APRIL 2023

	2023	2022
	\$	\$
Gross poker machine takings	4,004,865	2,768,590
Less: Poker machine payouts	3,308,399	2,220,625
	<u>696,466</u>	<u>547,965</u>
GST Rebate	17,180	17,180
	<u>713,646</u>	<u>565,145</u>
Less: Direct costs		
Data monitoring service	14,006	11,096
Repairs and maintenance	15,173	14,941
Wages	20,140	21,528
Depreciation and amortisation	18,249	65,622
	<u>67,568</u>	<u>113,187</u>
Net Profit	<u>646,078</u>	<u>451,958</u>

This Revenue Account does not form part of the audited financial report and should be read
In conjunction with the attached compilation report.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

BISTRO TRADING ACCOUNT FOR THE YEAR ENDED 30 APRIL 2023

	2023	2022
	\$	\$
Sales	365,787	220,852
Less: Members Discounts	(34,337)	(32,533)
	<u>331,450</u>	<u>188,319</u>
Less: Cost of Goods Sold		
Opening stock	2,600	2,600
Purchases	195,837	88,844
	<u>198,437</u>	<u>91,444</u>
Closing stock	(5,192)	(2,600)
Cost of goods sold	<u>193,245</u>	<u>88,844</u>
Gross Profit	138,205	99,475
Less: Direct costs		
Wages	199,954	133,393
Bistro consumables and licences	2,187	10,879
Repairs and maintenance	2,152	4,214
	<u>204,293</u>	<u>148,486</u>
Net Loss	<u>(66,088)</u>	<u>(49,011)</u>

This Revenue Account does not form part of the audited financial report and should be read
In conjunction with the attached compilation report.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

Dissection of entertainment income and expenses

	2023	2022
	\$	\$
Entertainment Income		
Bingo	18,524	17,904
Darts - Thursday	510	-
Raffle	65,123	66,619
	<u>84,157</u>	<u>84,523</u>

Catering and entertainment expenses

Badge draw	6,050	4,700
Bingo	6,734	48,134
Entertainers	17,005	7,337
Kids disco and party	2,499	446
Poker games	14,030	-
Pool and darts	2,234	2,767
Raffles	122,191	81,437
Staff christmas	2,001	1,201
Vouchers and general promotions	11,338	6,229
	<u>184,082</u>	<u>152,251</u>

This Revenue Account does not form part of the audited financial report and should be read
 In conjunction with the attached compilation report.