

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 2022.

Directors

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

G. Gunther	A. Bailey
W. Lang	B. Balij
J. Thomas	R. Driver
S. Fraser	

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

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 \$127,961 (2021 profit \$13,743).

Review of Operations

Gross loss from bar trading amounted to \$160,973 and a gross profit percentage of 46.8% was obtained from sales of \$343,495. The gross profit from bistro trading amounted to \$99,475 and a gross profit percentage of 52.8% was obtained from sales of \$188,319. Net gaming revenue amounted to \$451,958 compared to \$504,767 in 2021.

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.

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.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832

DIRECTORS' REPORT

Information on Directors

- G. Gunther — Chairman
- Experience — Mr Gunther has been a director for 10 years.

- S. Fraser — Director
- Experience — Mr Fraser has been a director for 14 years.

- W. Lang — Director
- Experience — Mr Lang has been a director for 4 years.

- A. Bailey — Director
- Experience — Mr Bailey has been a director for 2 years.

- 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 2 years.

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 2022 the number of members was 1,493 (2021: 1,117)

Meetings of Directors

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

	DIRECTORS' MEETINGS	
	Number eligible to attend	Number Attended
S. Fraser	9	9
G. Gunther	9	9
J. Thomas	9	8
W. Lang	9	8
A. Bailey	9	7
B. Balij	9	7
R. Driver	9	9

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

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 capacity of 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 disclose to 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 at least two directors must complete their mandatory training within 12 months of appointment unless otherwise exempt.

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 2022, 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

Coronavirus Pandemic

Due to the spread of the coronavirus, global and local economies have been significantly affected and during the year there was a mandated closure from 4 August 2021 to 11 October 2021.

As of the date of this financial report, the board is unable to determine the future impact of the pandemic on the company and the financial report. However, the company has applied for government relief where available through the Jobsaver support program. The Board and management continue to assess the situation on an ongoing basis.

The board is confident that the company will be successful in navigating the challenges of the pandemic and accordingly, the board has prepared the financial report on a going concern basis. However, should circumstances arising from the pandemic such as long-term mandated closures of the club facilities occur, there is uncertainty on the ability of the company to continue as a going concern and realise its assets and extinguish its liabilities in the ordinary course of business. No provision for such circumstances has been reflected in the financial report.

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

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 5.

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.

A handwritten signature in cursive script, appearing to read 'Mark Walmsley', is written over a horizontal line.

Director

Dated this 16th day of September, 2022.

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: 9 September, 2022

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 APRIL 2022

	Note	2022 \$	2021 \$
Revenues from contracts with customers	2	1,256,702	1,417,249
Other revenue from ordinary activities	2	154,003	337,548
Changes in inventories		(10,677)	5,762
Purchases		(254,551)	(303,468)
Catering and entertainment		(152,251)	(183,193)
Insurance		(53,332)	(36,807)
Members discount		(86,156)	(92,725)
Legal fees		(522)	(5,590)
Repairs and maintenance		(54,021)	(69,618)
Employee benefits expense		(569,525)	(699,606)
Depreciation and amortisation expense	3	(161,413)	(137,318)
Finance costs		(5,104)	(4,576)
Other expenses		(191,124)	(213,915)
Profit/(Loss) before income tax	3	(127,961)	13,743
Income tax expense		-	-
Profit/(Loss) for the year		<u>(127,961)</u>	<u>13,743</u>

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 2022

	Note	2022 \$	2021 \$
CURRENT ASSETS			
Cash and cash equivalents	4	366,965	381,537
Trade and other receivables	5	9,538	12,162
Inventories	6	21,467	32,144
Other current assets	7	5,711	44,544
TOTAL CURRENT ASSETS		<u>403,681</u>	<u>470,387</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	943,714	1,049,042
Right of use asset	9	126,778	147,084
TOTAL NON-CURRENT ASSETS		<u>1,070,492</u>	<u>1,196,126</u>
TOTAL ASSETS		<u>1,474,173</u>	<u>1,666,513</u>
CURRENT LIABILITIES			
Trade and other payables	10	131,640	213,919
Borrowings	11	18,233	-
Lease liability	9	68,011	64,227
Provisions	12	6,216	8,147
TOTAL CURRENT LIABILITIES		<u>224,100</u>	<u>286,293</u>
NON-CURRENT LIABILITIES			
Borrowings	11	42,296	-
Lease liability	9	27,887	69,721
Provisions	12	965	3,613
TOTAL NON-CURRENT LIABILITIES		<u>71,148</u>	<u>73,334</u>
TOTAL LIABILITIES		<u>295,248</u>	<u>359,627</u>
NET ASSETS		<u>1,178,925</u>	<u>1,306,886</u>
EQUITY			
Retained profits		1,178,925	1,306,886
TOTAL EQUITY		<u>1,178,925</u>	<u>1,306,886</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 2022

	Note	2022 \$	2021 \$
Total equity at the beginning of the financial year		1,306,886	1,293,143
Net income recognised directly in equity			
Profit/(Loss) for the year		(127,961)	13,743
Total recognised income and expense for the year		(127,961)	13,743
Total equity at the end of the financial year		<u>1,178,925</u>	<u>1,306,886</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 2022

	Note	2022 \$	2021 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		1,409,337	1,785,107
Payments to suppliers and employees		(1,409,498)	(1,517,781)
Interest received		400	1,997
Interest paid		(5,104)	(4,576)
Net cash provided by (used in) operating activities	15b	<u>(4,865)</u>	<u>264,747</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds sale of property, plant and equipment		6,727	-
Payment for property, plant and equipment		(23,470)	(297,077)
Net cash provided by (used in) investing activities		<u>(16,743)</u>	<u>(297,077)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings		67,031	-
Repayment of borrowings		(6,502)	-
Repayment of lease liabilities		(53,493)	(40,190)
Net cash provided by (used in) financing activities		<u>7,036</u>	<u>(40,190)</u>
Net increase in cash held		(14,572)	(72,520)
Cash at beginning of the financial year		<u>381,537</u>	<u>454,057</u>
Cash at end of the financial year	15a	<u><u>366,965</u></u>	<u><u>381,537</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 2022

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) Covid-19 Pandemic

Due to the spread of the coronavirus, global and local economies have been significantly affected and during the year there was a mandated closure from 4 August 2021 to 11 October 2021.

Notwithstanding the impact of the pandemic, the financial statements have been prepared on a going concern basis which contemplates the realisation of assets and extinguishment of liabilities in the ordinary course of business.

As of the date of this financial report, the directors are unable to determine the future impact of the pandemic on the company and the financial report. However, the company has applied and received government stimulus and relief where available through the Jobsaver.

The directors are confident that the company will be successful in navigating the challenges of the pandemic and accordingly, the directors have prepared the financial report on a going concern basis. However, should circumstances arising from the pandemic such as long-term mandated closures of the club facilities occur, there is uncertainty on the ability of the company to continue as a going concern and realise its assets and extinguish its liabilities in the ordinary course of business. No provision for such circumstances has been reflected in the financial report.

(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.

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.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(d) Comparative figures

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

(e) 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.

(f) 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.

(g) 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.

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.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Investments and other financial assets (continued)

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.

(h) 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
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(i) 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).

(j) Trade and other receivables

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

(k) Inventories

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

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(l) 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.

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.

(m) 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.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(n) 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.

(o) 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.

(p) 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.

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(q) 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 2021 to 31 August 2022.

(r) 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.

(s) 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.

(t) Authorisation of Financial Statements

The financial statements were authorised for issue on 16th September, 2022 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 2022

NOTE 2: REVENUE	2022	2021
	\$	\$
From contracts with customers		
Sale of bar goods	397,119	487,151
Sale of bistro goods	220,852	212,659
Gaming revenue	547,965	607,488
Entertainment	84,523	102,251
Membership subscriptions	5,452	6,433
Bowls and other revenue	791	1,267
	<u>1,256,702</u>	<u>1,417,249</u>
Other revenue from ordinary activities		
Interest	400	1,997
Insurance recovery – workers compensation	14,241	66,296
GST rebate	17,180	17,180
Commissions	47,366	55,546
Grants – COVID subsidies and jobkeeper	65,418	180,259
Grants - other	2,200	-
Other revenue	3,606	16,270
Profit on disposal of property, plant and equipment	3,592	-
	<u>154,003</u>	<u>337,548</u>
Total revenue	<u>1,410,705</u>	<u>1,754,797</u>

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

	2022	2021
	\$	\$
NOTE 3: PROFIT FOR THE YEAR		
Cost of sales	271,366	304,579
Depreciation and amortisation of non-current assets		
— buildings	21,685	21,479
— plant and equipment	32,972	32,144
— poker machines	32,783	37,596
— greens	18,971	6,517
— dinning room equipment	5,176	4,882
— furniture and fittings	1,636	7,843
— motor vehicles	12,440	2,068
— right to use assets	35,750	24,789
Total depreciation expense	161,413	137,318

NOTE 4: CURRENT ASSETS – CASH ASSETS

Cash at bank	227,978	157,841
Term deposits	138,987	223,696
	366,965	381,537

NOTE 5: CURRENT ASSETS – RECEIVABLES

Trade and other debtors	4,038	7,162
TAB security deposit	5,000	5,000
Security bond	500	-
	9,538	12,162

NOTE 6: CURRENT ASSETS – INVENTORIES

Stock on hand – bar	11,612	25,308
Stock on hand – bingo and raffle	7,255	3,514
Stock on hand – bistro	2,600	2,600
Stock on hand – cleaning	-	722
	21,467	32,144

NOTE 7: CURRENT ASSETS – OTHER ASSETS

Prepayments	5,711	44,544
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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 2022

NOTE 8: NON-CURRENT ASSETS - PROPERTY, PLANT AND EQUIPMENT	2022	2021
	\$	\$
Freehold land at cost	102,320	102,320
Buildings, at cost	876,708	862,518
Less accumulated depreciation	369,634	347,949
	507,074	514,569
Total Land and Buildings	609,394	616,889
Plant and equipment at cost	205,830	196,549
Less accumulated Amortisation	130,050	97,077
	75,780	99,472
Greens at cost	189,708	189,708
Less accumulated depreciation	44,471	25,500
	145,237	164,208
Dining room equipment at cost	51,783	51,783
Less accumulated depreciation	22,667	17,491
	29,116	34,292
Furniture and fittings at cost	27,841	27,841
Less accumulated depreciation	25,787	24,151
	2,054	3,690
Poker machines at cost	262,505	295,960
Less accumulated depreciation	229,562	230,234
	32,943	65,726
Motor Vehicles at cost	60,315	70,315
Less accumulated depreciation	11,125	5,550
	49,190	64,765
Total Plant and Equipment	334,320	432,153
Total Property, Plant and Equipment	943,714	1,049,042

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 2022

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

At 1 May 2021	Freehold Land	Buildings	Plant & Equipment	Dining Room Equipment	Furniture & Fittings	Poker Machines
- Cost	102,320	862,518	196,549	51,783	27,841	295,960
- Valuation	-	-	-	-	-	-
Accumulated depreciation	-	(347,949)	(97,077)	(17,491)	(24,151)	(230,234)
Net book value	102,320	514,569	99,472	34,292	3,690	65,726

Year ended 30 April 2022

Opening net book value	102,320	514,569	99,472	34,292	3,690	65,726
Additions	-	14,190	9,280	-	-	-
Disposals	-	-	-	-	-	-
Depreciation charge	-	(21,685)	(32,972)	(5,176)	(1,636)	(32,783)
Closing net book value	102,320	507,074	75,780	29,116	2,054	32,943

At 30 April 2022

- 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

At 1 May 2021

	Greens	Motor Vehicles	TOTAL
- Cost	189,708	70,315	1,796,994
- Valuation	-	-	-
Accumulated depreciation	(25,500)	(5,550)	(747,952)
Net book value	164,208	64,765	1,049,042

Year ended 30 April 2022

Opening net book value	164,208	64,765	1,049,042
Additions	-	-	23,470
Disposals	-	(3,135)	(3,135)
Depreciation charge	(18,971)	(12,440)	(125,663)
Closing net book value	145,237	49,190	943,714

At 30 April 2022

- 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

ABERMAIN BOWLING AND RECREATION CLUB LIMITED
ABN 78 001 049 832
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2022

	2022	2021
	\$	\$

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	-
Less: Provision for amortisation	(2,911)	-
Poker machines	180,918	180,918
Less: Provision for amortisation	(66,673)	(33,834)
	<u>126,778</u>	<u>147,084</u>

Lease Liabilities

Current	68,011	64,227
Non-Current	27,887	69,721
	<u>95,898</u>	<u>133,948</u>

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

Within one year	68,493	64,227
Later than one year but no later than 5 years	29,477	74,931
Later than 5 years	-	-
	<u>97,970</u>	<u>139,150</u>

Additions to the right of use assets during the 2022 financial year were \$15,444 (2021 \$75,353)

(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>35,750</u>	<u>24,789</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 2022

	2022	2021
NOTE 10: CURRENT LIABILITIES – PAYABLES	\$	\$
Unsecured liabilities		
Trade creditors and accrued expenses	88,893	178,756
GST payable	32,280	3,799
Employee benefits	9,660	30,077
Subscriptions in advance	807	1,287
	<u>131,640</u>	<u>213,919</u>

NOTE 11: LIABILITIES – BORROWINGS

CURRENT

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

Loan – Toyota Finance	<u>42,296</u>	-
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Total borrowings	<u>60,529</u>	-
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During the year the company took out a loan to fund the purchase of a bus.
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 members balances	4,764	4,923
Provision for members points	1,452	3,224
	<u>6,216</u>	<u>8,147</u>

NON-CURRENT

Employee entitlements	<u>965</u>	<u>3,613</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 2022

**NOTE 13: KEY MANAGEMENT PERSONNEL
COMPENSATION**

Key management personal compensation	92,940	<u>106,205</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 2022

	2022	2021
	\$	\$
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	227,978	157,841
Term deposits	138,987	223,696
	<u>366,965</u>	<u>381,537</u>
b. Reconciliation of Cash Flow from Operations with Profit from ordinary activities after income tax		
Profit/(loss) from ordinary activities after income tax	(127,961)	13,743
Non-cash flows in profit from ordinary activities:		
— Depreciation and amortisation	161,413	137,318
— (Profit)/loss on sale of fixed assets	(3,592)	1,267
Changes in assets and liabilities, net of the effects of purchase and disposals of subsidiaries		
Decrease/(increase) in receivables	2,624	43,675
Decrease/(increase) in inventories	10,677	(5,762)
Decrease/(increase) in prepayments	38,833	(2,372)
(Decrease)/Increase in payables	(82,280)	72,146
(Decrease)/Increase in provisions	(4,579)	4,732
Cash flows from operations	<u>(4,865)</u>	<u>264,747</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 2022

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 2022 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 16th  day of September, 2022

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 2022 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, 2022, 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

Mark Walmsley

Date 16 September 2022

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 2022.

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 16th September, 2022

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 2022

	2022	2021
	\$	\$
INCOME		
Net profit on trading	343,647	471,539
TAB commission	7,085	8,255
Commission received	9,610	14,032
Keno commission	30,671	33,259
Entertainment income (refer page 34)	84,523	102,251
Interest received	400	1,997
Insurance recovery - workers compensation	14,241	66,296
Kitchen utilities	-	606
Members subscriptions	5,452	6,433
Sponsorship	-	2,414
Sundry income	791	1,267
Jobkeeper subsidy	-	115,500
Jobsaver	65,418	-
Cashboost	-	61,759
Grants - other	2,200	-
NSW Covid Grant	-	3,000
Wages subsidy	3,606	13,250
Profit on disposal of property plant and equipment	3,592	-
Total Income	<u>571,236</u>	<u>901,858</u>
 Less: Expenses		
Accountancy and auditing fees	13,500	12,250
Bank charges	3,249	1,774
Bingo - wages	6,100	6,840
Bookkeeping contractor	4,288	-
Bowls expenses	11,104	10,877
Bus expenses	3,092	5,323
Catering and entertainment (refer page 34)	152,251	183,193
Cleaning	4,129	9,276
Cleaning – wages	31,284	26,876
Depreciation	95,792	74,933
Directors expenses	272	1,248

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 2022

	2022	2021
	\$	\$
Electricity and gas	28,299	29,659
General expenses	3,208	3,063
Insurance	53,322	36,807
Interest paid	5,104	4,576
Keno maintenance and stationery	1,365	2,107
Legal fees	522	5,590
Loss on disposal of assets	-	1,267
Printing, stationery and advertising	25,812	35,219
Provision for employee leave	(23,066)	(41,344)
Provision for members points	(1,761)	1,987
Rates and taxes	12,560	8,834
Repairs and maintenance	34,866	48,428
Security costs	865	1,882
Staff training, seminars and uniforms	5,386	4,327
Subscriptions, licences and donations	27,120	26,322
Superannuation fund contributions	50,508	54,796
TAB expenses	12,130	14,950
Telephone	4,902	4,451
Wages – Administration	113,136	154,043
Wages – Jobkeeper topup and May 2020 wages	-	88,692
Wages – Grounds	5,403	3,246
Wages – Workers compensation	14,455	66,623
Total Expenses	<u>699,197</u>	<u>888,115</u>
Operating profit/(loss) before income tax	<u>(127,961)</u>	<u>13,743</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 2022

	2022	2021
	\$	\$
Sales	397,119	487,151
Less: Members discount	(53,624)	(69,117)
	<u>343,495</u>	<u>418,034</u>
Less: Cost of Goods Sold		
Opening stock	25,308	24,087
Purchases	165,707	223,531
Freight	3,119	4,932
	<u>194,134</u>	<u>252,550</u>
Closing stock	(11,612)	(25,308)
Cost of goods sold	<u>182,522</u>	<u>227,242</u>
Gross Profit	160,973	190,792
Less: Direct costs		
Wages	216,784	203,565
Bar replacements	3,126	8,311
Bar wastage	363	-
	<u>220,273</u>	<u>211,876</u>
Net (Loss)/Profit	<u>(59,300)</u>	<u>(21,084)</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 2022

	2022	2021
	\$	\$
Gross poker machine takings	2,768,590	3,057,575
Less: Poker machine payouts	2,220,625	(2,450,087)
	<u>547,965</u>	<u>607,488</u>
GST Rebate	17,180	17,180
	<u>565,145</u>	<u>624,668</u>
Less: Direct costs		
Data monitoring service	11,096	10,946
Repairs and maintenance	14,941	10,525
Wages	21,528	36,045
Depreciation and amortisation	65,622	62,385
	<u>113,187</u>	<u>119,901</u>
Net Profit	<u>451,958</u>	<u>504,767</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 2022

	2022	2021
	\$	\$
Sales	220,852	212,659
Less: Members Discounts	(32,533)	(23,608)
	<u>188,319</u>	<u>189,051</u>
Less: Cost of Goods Sold		
Opening stock	2,600	-
Purchases	88,844	79,937
	<u>91,444</u>	<u>79,937</u>
Closing stock	(2,600)	(2,600)
Cost of goods sold	<u>88,844</u>	<u>77,337</u>
Gross Profit	99,475	111,714
Less: Direct costs		
Wages	133,393	100,224
Bistro consumables	10,879	12,969
Repairs and maintenance	4,214	10,666
	<u>148,486</u>	<u>123,859</u>
Net Loss	<u>(49,011)</u>	<u>(12,145)</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

	2022	2021
	\$	\$
Entertainment Income		
Bingo	17,904	28,516
Raffle	66,619	73,735
	<u>84,523</u>	<u>102,251</u>

Catering and entertainment expenses

Annual dinner	-	53
Badge draw	4,700	2,400
Bingo	48,134	60,074
Entertainers	7,337	13,600
Kids disco and party	446	138
Pool and darts	2,767	1,080
Raffles	81,437	86,203
Staff christmas	1,201	1,310
Vouchers and general promotions	6,229	18,335
	<u>152,251</u>	<u>183,193</u>

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