

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2016

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

CONTENTS

Directors' Report	2
Independent Audit Report	5
Auditor's Independence Declaration	7
Statement of Profit or Loss & Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Notes to the Financial Statements	12
Directors' Declaration	29
Disclaimer on Additional Financial Information	30
Supplementary Information	31

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 June 2016.

Principal Activities

The principal activities of the company during the financial year were:

To provide and maintain lawn bowling facilities, to promote lawn bowling and other sporting and social activities and to provide members with facilities normally provided by licensed clubs.

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

Objectives & Strategies

The short and long term objectives of the company are to provide club facilities to members and guests.

The strategy for achieving these objectives is to conservatively manage and monitor the company's financial position, and ensure that member facilities are kept at the highest of standards.

Performance Measurement

The company uses industry accepted financial and non-financial KPI's to monitor performance.

Membership

The number of members registered in the Register of Members at 30 June 2016 were as follows:

Members	2,715
Total Members	<u>2,715</u>

The company is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the company is wound up, the Constitution states that each member is liable to contribute a maximum of \$2 each towards meeting any outstanding obligations of the entity. At 30 June 2016 the collective liability of members was \$5,430 (30 June 2015: \$5,586).

Directors

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

Kevin Dalton

Chairman

Qualifications, experience, and special duties:

Retired.

Board Member 8 years.

Alan Powell

Vice Chairman

Qualifications, experience, and special duties:

Retired.

Board Member 6 years.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

DIRECTORS' REPORT

Thomas Carroll

Treasurer

Qualifications, experience, and special duties:

Retired.

Board Member 8 years.

Francis Fleeton

Director

Qualifications, experience, and special duties:

Retired.

Board Member 4 years.

Robert Jackson

Director

Qualifications, experience, and special duties:

Retired.

Board Member 3 years.

Gary O'Shea

Director

Qualifications, experience, and special duties:

Retired.

Board Member 2 years.

Graham Sawyer

Director

Appointed 22/03/2016

Qualifications, experience, and special duties:

Board Member 1 year

Bruce Williams

Director

Resigned 15/03/2016

Qualifications, experience, and special duties:

Retired

Board Member 3 years.

Brian Russell

Director

Resigned 4/08/2016

Qualifications, experience, and special duties:

Board Member 1 year

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

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

DIRECTORS' REPORT

Summary of Meeting Attendances:


11 ordinary meetings and 2 special meetings were held during the year.

	<i>Number of Meetings Eligible To Attend</i>	<i>Number of Meetings Attended</i>
Kevin Dalton	13	13
Alan Powell	13	12
Thomas Carroll	13	13
Francis Fleeton	13	12
Robert Jackson	13	13
Gary O'Shea	13	12
Graham Sawyer	3	2
Bruce Williams	13	9
Brian Russell	13	4

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2016 has been received and can be found on page 7 of the financial report.

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

Director: 
Mr Kevin Dalton

Dated 16 August 2016

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905**

Scope

We have audited the accompanying financial statements of Sussex Inlet Bowling Club Limited being the statement of profit or loss and comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows, a summary of significant accounting policies and other explanatory notes and the directors' declaration for the financial year ended 30 June 2016.

The company's directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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

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

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

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001 provided to the directors of the company on 16 August 2016, would be in the same terms if provided to the directors as at the date of this auditor's report.

Matters relating to the electronic presentation of the audited financial report

The auditor's report relates to the financial report of Sussex Inlet Bowling Club Limited for the financial year ended 30 June 2016 included on the company's website. The directors are responsible for the integrity of the company's website. We have not been engaged to report on the integrity of the company's website. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this website.

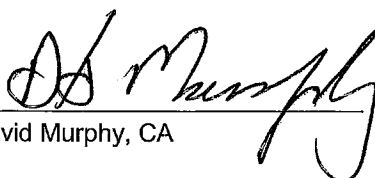
**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905**

Audit Opinion

In our opinion, the financial statements of Sussex Inlet Bowling Club Limited are in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the company's financial position as at the year ended 30 June 2016 and of their performance and cash flows for the year ended on that date; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board.

Booth Partners


David Murphy, CA

52 Osborne Street, Nowra NSW 2541


Dated 16 August 2016

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2016, 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.

Booth Partners



David Murphy, CA

52 Osborne Street, Nowra NSW 2541

Dated 16 August 2016

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Revenue	2	3,476,008	2,813,134
Other income	2	-	10,995
Cost of sales		(589,958)	(509,274)
Borrowing Costs		(7,955)	(7,949)
Depreciation & Amortisation		(280,447)	(232,199)
Motor Vehicle Costs		(65,851)	(61,590)
Occupancy		(404,762)	(300,481)
Promotions & Entertainment		(399,842)	(365,859)
Wages & On Costs		(719,066)	(742,802)
Other expenses		(584,691)	(438,700)
Profit before income tax	3	423,436	165,275
Income tax expense		-	-
Profit (loss) attributable to members of the company		423,436	165,275
Total comprehensive income (loss) attributable to members of the company		423,436	165,275

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash and cash equivalents	4	549,928	296,161
Trade and other receivables	5	47,282	20,817
Inventories	6	101,827	121,933
Other current assets	7	52,929	47,491
TOTAL CURRENT ASSETS		<u>751,966</u>	<u>486,402</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	2,905,013	2,735,180
TOTAL NON-CURRENT ASSETS		<u>2,905,013</u>	<u>2,735,180</u>
TOTAL ASSETS		<u>3,656,979</u>	<u>3,221,582</u>
CURRENT LIABILITIES			
Trade and other payables	9	126,800	108,351
Borrowings	10	78,819	99,016
Short term provisions	11	85,495	89,776
Other current liabilities	12	24,082	20,492
TOTAL CURRENT LIABILITIES		<u>315,196</u>	<u>317,635</u>
NON-CURRENT LIABILITIES			
Borrowings	10	36,863	19,778
Long term provisions	11	5,935	8,620
TOTAL NON-CURRENT LIABILITIES		<u>42,798</u>	<u>28,398</u>
TOTAL LIABILITIES		<u>357,994</u>	<u>346,033</u>
NET ASSETS		<u>3,298,985</u>	<u>2,875,549</u>
EQUITY			
Retained earnings		3,298,985	2,875,549
TOTAL EQUITY		<u>3,298,985</u>	<u>2,875,549</u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016

	Retained Profits
Balance at 1 July 2014	2,710,274
Profit (loss) for the year	165,275
Other comprehensive income for the year	-
Total comprehensive income attributable to members of the entity	165,275
Income tax expense	-
Balance at 30 June 2015	<u>2,875,549</u>
Balance at 1 July 2015	2,875,549
Profit (loss) for the year	423,436
Other comprehensive income for the year	-
Total comprehensive income attributable to members of the entity	423,436
Balance at 30 June 2016	<u><u>3,298,985</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		3,474,638	2,988,162
Payments to suppliers and employees		(2,765,953)	(2,571,605)
Interest received		3,471	511
Borrowing costs paid		(7,955)	(7,949)
Net cash provided by (used in) operating activities		<u>704,201</u>	<u>409,119</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	10,995
Payments for property, plant and equipment		(317,594)	(170,891)
Net cash provided by (used in) investing activities		<u>(317,594)</u>	<u>(159,896)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		30,250	25,240
Repayment of borrowings		(163,090)	(172,193)
Net cash provided by (used in) financing activities		<u>(132,840)</u>	<u>(146,953)</u>
Net increase (decrease) in cash held		253,767	102,270
Cash at beginning of financial year		296,161	193,891
Cash at end of year	4	<u><u>549,928</u></u>	<u><u>296,161</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

1 Summary of Significant Accounting Policies

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the requirements of the Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in the financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below. They have been consistently applied unless otherwise stated.

The financial statements, except for cash flow information, have been prepared on an accrual 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements of Sussex Inlet Bowling Club Limited for the year ended 30 June 2016 were authorised for issue in accordance with a resolution of the directors on 16 August 2016.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and cessation of all involvement in those goods.

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

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

Donations and bequests are recognised as revenue when received.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

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 three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

Trade and Other Receivables

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in statement of comprehensive income.

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis.

Stores are valued at cost.

Prepayments

Prepayments are recognised when a payment is made for services that the company expects to utilise over a period of time. Prepayments are measured at the unexpended portion of the contractual cost of the services. Expenditure is transferred to profits and losses on a straight line basis over the period to which it relates.

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.

Property

Freehold land and buildings are measured at cost less depreciation. It is the policy of the entity to have annual appraisals by the directors to ensure the carrying amount is not in excess of the recoverable amount from those assets.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5% - 5%
Poker Machines	20% - 30%
Plant, Equipment, Furniture and Fittings	10% - 30%

The asset's residual values 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 or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting adopted).

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

Classification and Subsequent Measurement

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

Amortised cost is the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

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

(i) **Financial assets at fair value through profit or loss**

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

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses and foreign exchange gains and losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as current assets when they are expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as non-current assets.

(v) Financial liabilities

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

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are immediately recognised in profit or loss. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

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

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

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

Derecognition

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

Impairment of Assets

At each reporting date, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement, unless the asset is carried at a revalued amount in accordance with another standard. Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other standard.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

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.

Cash flows are presented on a gross basis, except for the GST component of investing and financing activities which are disclosed as operating cash flows.

Income Tax

The company is exempt from income tax under section 50-40 of the Income Tax Assessment Act 1997.

Employee Benefits

Short term employee benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages and salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages and salaries are recognised as a part of current liabilities in the statement of financial position.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

Other long-term employee benefits

The company classifies employee's long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the company's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current liabilities in the statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

Leases

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted). Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit or loss" in which case transaction costs are recognised immediately as expenses in profit or loss.

Finance leases are capitalised, recognising an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

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

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

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the income statement in the period in which they are incurred.

Comparative Figures

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

Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

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 judgments - Employee benefits

For the purpose of measurement, AASB 119: Employee Benefits (September 2011) defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related services. As the company expects that most employees will not use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows the directors believe that obligations for annual leave entitlements satisfy the definition of other long-term employee benefits and, therefore, are required to be measured at the present value of the expected future payments to be made to employees.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
2 Revenue		
Operating activities		
Trading Revenue	1,397,736	1,160,803
Interest	3,471	511
Bingo Income	65,429	65,207
Raffle Income	142,057	115,661
Members Subscriptions	39,397	33,945
Green Fees	25,729	29,440
Rent & Gas - Bistro	21,273	21,273
Sundry Income	59,076	38,015
Telephone Collections	289	379
Admission Fees - Bands & Shows	9,059	14,312
Poker Machine Net Clearances	1,599,579	1,244,325
Keno Commissions	100,442	79,257
TAB Commissions	12,471	10,006
	<u>3,476,008</u>	<u>2,813,134</u>
Non-operating activities		
Profit on disposal of property, plant and equipment	-	10,995
	-	10,995
	<u>3,476,008</u>	<u>2,824,129</u>
3 Profit from Ordinary Activities		
Profit from ordinary activities before income tax expense has been determined after:		
Expenses:		
Cost of sales	589,958	509,274
Accountancy Fees	23,800	23,800
Audit Fees	19,000	19,000
Total Auditor's Remuneration	<u>42,800</u>	<u>42,800</u>
Revenue and Net Gains:		
Net gain on disposal of plant and equipment	-	10,995

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
4 Cash and Cash Equivalents		
Current		
Cash on Hand	110,227	101,812
St George Bank - Working Account	22,999	68,496
St. George Bank - Keno Account	7,671	4,625
St. George Bank - TAB Account	7,082	10,743
Business Interest Account	401,949	110,485
	<u>549,928</u>	<u>296,161</u>
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 balance sheet as follows:		
Cash and cash equivalents	<u>549,928</u>	<u>296,161</u>
	<u>549,928</u>	<u>296,161</u>
5 Trade and Other Receivables		
Current		
Other Debtors	<u>47,282</u>	<u>20,817</u>
6 Inventories		
Current		
Stock on Hand - Other	26,565	57,112
Stock on Hand	<u>75,262</u>	<u>64,821</u>
	<u>101,827</u>	<u>121,933</u>
7 Other Current Assets		
Current		
Prepayments	<u>52,929</u>	<u>47,491</u>

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
8 Property, Plant and Equipment		
Land and Buildings		
Club Land - at Cost	316,975	316,975
Bowling Greens - at Cost	214,428	108,468
Accumulated Depreciation	(2,140)	-
	<u>529,263</u>	<u>425,443</u>
Clubhouse Building and Improvements - at Cost	3,850,101	3,805,324
Less: Accumulated Depreciation	(2,193,911)	(2,037,844)
	<u>1,656,190</u>	<u>1,767,480</u>
Total Land and Buildings	<u>2,185,453</u>	<u>2,192,923</u>
Plant and Equipment		
Motor Vehicles - at Cost	58,852	58,852
Less: Provision for Depreciation	(43,324)	(34,602)
	<u>15,528</u>	<u>24,250</u>
Furniture & Equipment - at Cost	1,469,450	1,399,983
Less: Provision for Depreciation	(1,243,514)	(1,282,732)
	<u>225,936</u>	<u>117,251</u>
Bar Plant & Equipment - at Cost	213,844	199,558
Less: Accumulated Depreciation	(163,277)	(154,252)
	<u>50,567</u>	<u>45,306</u>
Poker Machines - at Cost	1,419,225	1,692,883
Less: Provision for Depreciation	(1,000,059)	(1,340,231)
	<u>419,166</u>	<u>352,652</u>
Keno Plant & Equipment - at Cost	9,580	5,880
Less: Accumulated Depreciation	(5,701)	(4,765)
	<u>3,879</u>	<u>1,115</u>
TAB Plant & Equipment - at Cost	16,094	12,395
Less: Accumulated Depreciation	(11,610)	(10,712)
	<u>4,484</u>	<u>1,683</u>
Total Plant and Equipment	<u>719,560</u>	<u>542,257</u>
Total Property, Plant and Equipment	<u>2,905,013</u>	<u>2,735,180</u>

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$

All of the land owned by the club is located at 10 St Georges Avenue, Sussex Inlet, NSW 2540 and is considered 'Core Property' (as defined in the Registered Club Act 1976).

Movements in Carrying Amounts

Movements in carrying amount for each class of property, plant and equipment between the beginning and the end of the financial year:

	Carrying Value				Carrying Value
	1 Jul 2015	Additions	Disposals	Depreciation	30 Jun 2016
Land & Buildings	2,184,473	105,960	-	(104,980)	2,185,453
Poker Machines	352,652	178,112	-	(111,599)	419,165
Plant, Equipment, Furniture, and Fittings	198,055	166,208	-	(63,868)	300,395
	<u>2,735,180</u>	<u>450,280</u>	<u>-</u>	<u>(280,447)</u>	<u>2,905,013</u>

9 Trade and Other Payables

Current

Other creditors	178	1,076
Trade Creditors	59,041	48,015
Accrued Expenses	58,320	47,994
GST Liability	9,261	11,266
	<u>126,800</u>	<u>108,351</u>

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
Financial liabilities at amortised cost classified as trade and other payables		
Trade and other payables:		
- Total current	126,800	108,351
- Total non-current	-	-
	<u>126,800</u>	<u>108,351</u>
Less:		
GST Liability	(9,261)	(11,266)
Accrued Expenses	(58,320)	(47,994)
Financial liabilities as trade and other payables	<u>59,219</u>	<u>49,091</u>
10 Borrowings		
Current		
Other Finance	70,165	73,056
St George Bank - Hire Purchase	8,654	25,960
Total current borrowings	<u>78,819</u>	<u>99,016</u>
Non-Current		
Other Finance	36,863	11,124
St George Bank - Hire Purchase	-	8,654
Total non-current borrowings	<u>36,863</u>	<u>19,778</u>
Total borrowings	<u>115,682</u>	<u>118,794</u>

St George Bank Limited holds the following security:

- i) Registered mortgage over the Club's land and buildings
- ii) Registered mortgage debenture over the Club's plant, equipment, furniture, fittings and stock.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
11 Provisions		
Current		
Provision for Holiday Pay	53,885	57,748
Provision for Long Service Leave	31,610	32,028
	<u>85,495</u>	<u>89,776</u>
Non-Current		
Provision for Long Service Leave	<u>5,935</u>	<u>8,620</u>
 Aggregate Employee Benefit Liability	 <u>61,430</u>	 <u>98,396</u>
12 Other Liabilities		
Current		
Other Income in Advance	11,033	1,923
Subscriptions in Advance	13,049	18,569
	<u>24,082</u>	<u>20,492</u>
13 Capital and Leasing Commitments		
Finance Lease Commitments		
The acquisition of 2 Poker Machines was financed by Ainsworth and Konami and is for a period of 12 months.		
14 Key Management Personnel Compensation		
Total Compensation	<u>93,762</u>	<u>90,261</u>
15 Related Party Transactions		

Transactions between related parties are on normal commercial terms and conditions. These terms and conditions are no more favourable than those available to other parties unless otherwise stated.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
<hr/>		
16 Financial Risk Management		
<p>The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable, and leases.</p> <p>The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:</p>		
Financial Assets		
Cash and cash equivalents	549,928	296,161
Loans and receivables	47,282	20,817
Total Financial Assets	<u>597,210</u>	<u>316,978</u>
Financial Liabilities		
Financial Liabilities at amortised cost		
- Trade and other payables	59,219	49,091
- Borrowings	115,682	118,794
Total Financial Liabilities	<u>174,901</u>	<u>167,885</u>

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

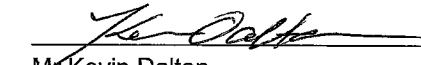
DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements;
 - (b) give a true and fair view of the financial position of the company as at 30 June 2016 and of its performance for the year ended on that date.
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:


Mr Kevin Dalton

Dated 16 August 2016

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

DISCLAIMER ON ADDITIONAL FINANCIAL INFORMATION

The additional information on the following pages is in accordance with the books and records of Sussex Inlet Bowling Club Limited which have been subjected to the auditing procedures applied in the audit of the company for the year ended 30 June 2016. It will be appreciated that the audit did not cover all details of the additional financial information. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

In accordance with our firm policy, we advise that neither the firm nor any member or employee of the firm undertakes responsibility arising in any way whatsoever to any person (other than the company) in respect of such information, including any errors or omissions therein, arising through negligence or otherwise however caused.

Booth Partners



David Murphy, CA

52 Osborne Street, Nowra NSW 2541

Dated 16 August 2016

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

SUPPLEMENTARY INFORMATION
DEPARTMENTAL PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Bar Trading			
Bulk Beer		883,778	725,721
Wine & Spirits		314,986	254,504
Bottles		78,058	88,394
Sundries		113,645	85,791
Klub Kafe Takings		7,269	6,393
		<u>1,397,736</u>	<u>1,160,803</u>
LESS: COST OF GOODS SOLD			
Opening Stock		64,821	59,810
Purchases		600,399	514,285
Closing Stock		<u>(75,262)</u>	<u>(64,821)</u>
		<u>589,958</u>	<u>509,274</u>
GROSS PROFIT FROM TRADING		<u>807,778</u>	<u>651,529</u>
EXPENDITURE			
Holiday Leave		24,817	14,400
Repairs & Maintenance		7,079	7,657
Wages		278,627	274,372
Wastage		<u>2,138</u>	<u>1,530</u>
		<u>312,661</u>	<u>297,959</u>
NET PROFIT		<u><u>495,117</u></u>	<u><u>353,570</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

SUPPLEMENTARY INFORMATION
DEPARTMENTAL PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Poker Machine Trading			
INCOME			
Poker Machine Net Clearances		1,599,579	1,244,325
		<u>1,599,579</u>	<u>1,244,325</u>
EXPENDITURE			
Community Development Contribution Cat 1		6,755	3,733
Data Monitoring Service		22,080	21,455
Promotions		1,225	-
Repairs & Maintenance		41,278	36,957
Turnover Tax		191,412	85,563
Wages		48,039	47,413
		<u>310,789</u>	<u>195,121</u>
NET PROFIT		<u><u>1,288,790</u></u>	<u><u>1,049,204</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

SUPPLEMENTARY INFORMATION
DEPARTMENTAL PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Keno Trading			
INCOME			
Keno Commissions		100,442	79,257
		<u>100,442</u>	<u>79,257</u>
EXPENDITURE			
Repairs & Maintenance		5,108	4,380
Stationery		805	46
Wages		24,018	23,707
		<u>29,931</u>	<u>28,133</u>
NET PROFIT		<u><u>70,511</u></u>	<u><u>51,124</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

SUPPLEMENTARY INFORMATION
DEPARTMENTAL PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
TAB Trading			
INCOME			
TAB Commissions		12,471	10,006
		<u>12,471</u>	<u>10,006</u>
EXPENDITURE			
Sky Channel		36,924	32,220
Stationery		3,120	6,671
Wages		24,019	23,707
		<u>64,063</u>	<u>62,598</u>
NET LOSS		<u><u>(51,592)</u></u>	<u><u>(52,592)</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905
PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
INCOME		
Bar Trading	495,117	353,570
Poker Machine Trading	1,288,790	1,049,204
Keno Trading	70,511	51,124
TAB Trading	(51,592)	(52,592)
Admission Fees - Bands & Shows	9,059	14,312
Bingo Income	65,429	65,207
Green Fees	25,729	29,440
Interest Received	3,471	511
Members Subscriptions	39,397	33,945
Profit on Disposal of Fixed Assets	-	10,995
Raffle Income	142,057	115,661
Rent & Gas - Bistro	21,273	21,273
Sundry Income	59,076	38,015
Telephone Collections	289	379
	<u>2,168,606</u>	<u>1,731,044</u>
LESS : EXPENDITURE		
Accountancy Fees	23,800	23,800
Advertising	24,277	25,268
Affiliation Fees	8,822	15,936
Audit Fees	19,000	19,000
Bank Fees	3,393	2,749
Cleaning - Contract	75,455	76,906
Courtesy Bus Expenditure	65,851	61,590
Depreciation - Building & Extensions	104,980	101,254
Depreciation - Furniture & Equipment	175,467	130,945
Donations	8,308	4,592
Electricity & Gas	90,607	94,700
Entertainment & Catering	92,533	86,885
General Expenses	45,084	40,885
Hire of Plant & Equipment	7,717	5,653
Insurance	57,125	53,019

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905
PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
Interest	7,955	7,949
Long Service Leave	9,475	(2,417)
Loss on Disposal of Assets	54	-
Payroll Tax	3,215	-
Printing, Stationery and Postage	19,265	17,124
Promotion Expenses	311,096	280,875
Rates & Taxes	5,142	5,108
Repairs & Maintenance	165,302	107,949
Repairs & Maintenance - Greens	48,177	1,874
Security Costs	1,258	1,322
Sick & Holiday Leave	19,592	22,800
Staff Training	4,234	2,662
Superannuation	78,401	82,251
Telephone	11,440	11,903
Unders & Overs - Cash Variances	2,820	4,099
Wages - Administration	170,255	170,186
Wages - Greens	66,249	96,280
Water Rates	18,821	12,622
	<u>1,745,170</u>	<u>1,565,769</u>
OPERATING PROFIT	<u><u>423,436</u></u>	<u><u>165,275</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
17 Sundry Income		
ATM Rebate	23,500	21,427
Barefoot Bowls	586	98
Bowls Clothing Sales	292	879
Catering Income	1,818	-
Commissions	6,152	7,172
Courtesy Bus Collections	7,491	5,914
Insurance Refund - Club Repairs	16,419	-
Locker Rent	500	545
Melbourne Cup	2,007	2,407
Photocopying Income	207	130
Presentation Night	-	573
Sponsorship and Advertising	104	(6,591)
Sundry Income	-	333
Traineeship Subsidy	-	5,128
	<u>59,076</u>	<u>38,015</u>
18 General Expenses		
Blazers, Ties & Uniforms	3,495	(1,160)
Bowls Organisers Expenses	23,400	27,500
Christmas Decorations	43	(15)
Directors Expenses	5,000	3,050
Floral Tributes - Welfare	159	132
General Expenses	255	167
Legal Fees	250	1,058
Licences & Registrations	10,260	6,787
Travel Expenses	2,222	3,366
	<u>45,084</u>	<u>40,885</u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached disclaimer of Booth Partners.