

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

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2019

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

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SUSSEX INLET BOWLING CLUB LIMITED
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DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 June 2019.

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 changes in the state of affairs occurred during the financial 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 2019 were as follows:

Members	4,541
Total Members	<u>4,541</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 2019 the collective liability of members was \$9,082 (30 June 2018: \$8,852).

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 since 2008.

Robert Jackson

Vice Chairman

Qualifications, experience, and special duties:

Retired.

Board Member since 2015.

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DIRECTORS' REPORT

Thomas Carroll

Treasurer

Qualifications, experience, and special duties:

Retired.

Board Member since 2008.

Francis Fleeton

Director

Qualifications, experience, and special duties:

Retired.

Board Member since 2012.

Graham Sawyer

Director

Qualifications, experience, and special duties:

Board Member since 2016.

Todd Codey

Director

Qualifications, experience, and special duties:

Retired.

Board Member since 2016.

Barry Robertson

Director

Qualifications, experience, and special duties:

Retired.

Board Member since 2016.

Former director 2 years.

Sidney Brian Harbrow

Director

Appointed 14/10/2018

Qualifications, experience, and special duties:

Retired.

Board Member since 2018.

Alan Powell

Director

Term completed 14/10/2018

Qualifications, experience, and special duties:

Retired.

Board Member since 2013.

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
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DIRECTORS' REPORT

Summary of Meeting Attendances:

12 ordinary meetings were held during the year.

	<i>Number of Meetings Eligible To Attend</i>	<i>Number of Meetings Attended</i>
Kevin Dalton	12	11
Robert Jackson	12	7
Thomas Carroll	12	12
Francis Fleeton	12	12
Graham Sawyer	12	7
Todd Codey	12	11
Barry Robertson	12	10
Sidney Brian Harbrow	8	5
Alan Powell	5	4

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2019 has been received and can be found on page 6 of the financial report.

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

Director:


Kevin Dalton

Dated 19 September 2019

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

Audit Opinion

We have audited the financial report of Sussex Inlet Bowling Club Limited (the company), which comprises the statement of financial position as at year ended 30 June 2019, 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 our opinion, the accompanying financial report of Sussex Inlet Bowling Club Limited is 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 2019 and of their performance and cash flows for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis of Audit Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the company 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 our audit of the financial report in Australia. We have also fulfilled our 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 the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other Information

The directors are responsible for the other information. The other information does not include the financial report and our auditor's report thereon, but comprises the Supplementary Information contained in the annual report, which we obtained prior to the date of this auditor's report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the 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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

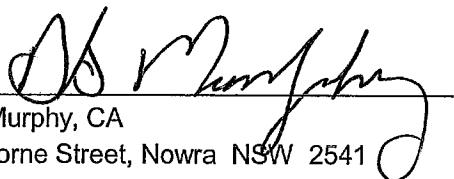
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the 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 this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our 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 2019 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.

Booth Partners



David Murphy, CA

52 Osborne Street, Nowra NSW 2541

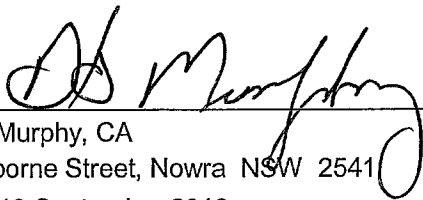
Dated 19 September 2019

**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 2019, 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

A handwritten signature in black ink, appearing to read 'D Murphy', is written over a horizontal line.

David Murphy, CA
52 Osborne Street, Nowra NSW 2541
Dated 19 September 2019

SUSSEX INLET BOWLING CLUB LIMITED
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STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Revenue	2	3,339,440	3,229,584
Other income	2	16,455	-
Cost of sales		(573,861)	(534,251)
Borrowing Costs		(327)	(2,620)
Depreciation & Amortisation		(327,874)	(319,449)
Motor Vehicle Costs		(77,080)	(70,506)
Occupancy		(296,872)	(276,169)
Promotions & Entertainment		(393,291)	(399,573)
Repairs & Maintenance		(259,859)	(271,548)
Wages & On Costs		(744,518)	(690,438)
Other expenses		(375,098)	(374,496)
Profit before income tax	3	307,115	290,534
Income tax expense		-	-
Profit (loss) attributable to members of the company		307,115	290,534
Total comprehensive income (loss) attributable to members of the company		307,115	290,534

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
CURRENT ASSETS			
Cash and cash equivalents	4	1,165,801	1,144,908
Trade and other receivables	5	30,886	12,938
Inventories	6	48,539	64,766
Other current assets	7	60,922	64,453
TOTAL CURRENT ASSETS		<u>1,306,148</u>	<u>1,287,065</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	3,177,800	2,838,970
TOTAL NON-CURRENT ASSETS		<u>3,177,800</u>	<u>2,838,970</u>
TOTAL ASSETS		<u>4,483,948</u>	<u>4,126,035</u>
CURRENT LIABILITIES			
Trade and other payables	9	184,823	151,408
Borrowings	10	2,573	5,360
Short term provisions	11	38,066	46,267
Other current liabilities	12	10,432	14,644
TOTAL CURRENT LIABILITIES		<u>235,894</u>	<u>217,679</u>
NON-CURRENT LIABILITIES			
Long term provisions	11	62,684	30,101
TOTAL NON-CURRENT LIABILITIES		<u>62,684</u>	<u>30,101</u>
TOTAL LIABILITIES		<u>298,578</u>	<u>247,780</u>
NET ASSETS		<u>4,185,370</u>	<u>3,878,255</u>
EQUITY			
Retained earnings		4,185,370	3,878,255
TOTAL EQUITY		<u>4,185,370</u>	<u>3,878,255</u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

	Retained Profits
Balance at 1 July 2017	3,587,721
Profit (loss) for the year	290,534
Other comprehensive income for the year	-
Total comprehensive income attributable to members of the entity	<u>290,534</u>
Income tax expense	-
Balance at 30 June 2018	<u><u>3,878,255</u></u>
Balance at 1 July 2018	3,878,255
Profit (loss) for the year	307,115
Other comprehensive income for the year	-
Total comprehensive income attributable to members of the entity	<u>307,115</u>
Balance at 30 June 2019	<u><u>4,185,370</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		3,314,046	3,243,513
Payments to suppliers and employees		(2,643,596)	(2,603,241)
Interest received		3,806	4,286
Borrowing costs paid		(327)	(2,620)
Net cash provided by (used in) operating activities		<u>673,929</u>	<u>641,938</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of plant and equipment		16,455	-
Payments for property, plant and equipment		(666,704)	(254,772)
Net cash provided by (used in) investing activities		<u>(650,249)</u>	<u>(254,772)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		(5,360)	(31,503)
Net cash provided by (used in) financing activities		<u>(5,360)</u>	<u>(31,503)</u>
Net increase (decrease) in cash held		18,320	355,663
Cash at beginning of financial year		1,144,908	789,245
Cash at end of year	4	<u><u>1,163,228</u></u>	<u><u>1,144,908</u></u>

The accompanying notes form part of these financial statements.

SUSSEX INLET BOWLING CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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 2019 were authorised for issue in accordance with a resolution of the directors on 19 September 2019.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest 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.

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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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.

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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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.

Financial Instruments

Initial Application of AASB 9: Financial Instruments

The company has adopted AASB9. As a result the company has changed its financial instruments accounting policies as detailed in this note.

Considering the initial application of AASB 9 during this financial period, financial statement line items have been affected for the current and prior period. The following tables summarise the adjustments made to the affected financial statement line items. AASB 9 requires retrospective application with some exemptions and exceptions.

There were no financials assets or liabilities which the company had previously designated as at fair value through profit or loss under AASB 139: Financial Instruments: Recognition and Measurement that were subjected to reclassification upon the application of AASB 9.

The company applied AASB 9 and the related consequential amendments to other AASB 's. New requirements were introduced for the classification and measurement of financial assets and financial liabilities as well as for impairment. Comparative amounts have been restated where appropriate.

Financial Assets

Financial assets in terms of AASB 9 need to be measured subsequently at either amortised cost or fair value on the basis of the company's business model and the cash flow characteristics of the financial assets:

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

- Debt investments that are held within a business model whose goal is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal amounts outstanding, are subsequently measured at amortised cost;
- Debt investments that are held within a business model whose goal is both to collect contractual cash flows and to sell it, and that have contractual cash flows that are purely payments of principal and interest on the principal amount outstanding, are subsequently measured at fair value through other comprehensive income; and
- All other debt investments and equity investments are measured at fair value through profit or loss.

Debt instruments that are subsequently measured at amortised cost are subject to impairment.

The directors of the company determined that based on the facts and circumstances, initial application of AASB 9 had the following effect on existing financial assets:

- The company's investments in equity instruments not held for trading that were previously classified as available-for-sale financial assets and were measured at fair value have now been designated as at fair value through other comprehensive income.
- Financial assets as held-to-maturity and loans and receivables that were measured at amortised cost continue to be measured at amortised cost under AASB 9, as they are held to collect contractual cash flows that consist solely of payments of principal and interest on the principal amount outstanding.
- Financial assets measured at fair value through profit or loss under AASB 139 are still measured as such under AASB 9.

Impairment

As per AASB 9 an expected credit loss model is applied and not an incurred credit loss model as per the previous applicable standard. To reflect changes in credit risk this expected credit loss model requires the company to account for expected credit losses since initial recognition.

AASB 9 also determines that a loss allowance for expected credit loss be recognised on debt investments subsequently measured at amortised cost at fair value through other comprehensive income, lease receivables, contract assets, loan commitments and financial guarantee contracts as the impairment provision would apply to them.

If the credit risk on a financial instrument has shown no significant change since initial recognition, an expected credit loss amount equal to the 12-month expected credit loss is used. However, a loss allowance is recognised at an amount equal to the lifetime expected credit loss if the credit risk on that financial instrument has increased significantly since initial recognition, or if the instrument is an acquired credit-impaired financial asset.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

The company reviewed and assessed the existing financial assets. The assessment was done to test the impairment of these financial assets using reasonable and supportable information that was available to determine the credit risk of the respective items at the date they were initially recognised. The assessment was compared to the credit risk at the start of each applicable year and was done without undue cost or effort in accordance with AASB 9.

The application of the AASB 9 impairment requirements did not result in any change to the loss allowances previously recorded and as such, no restatement of comparatives was required.

Financial Liabilities

The application of AASB 9 has had no impact on the classification and measurement of the entity's financial liabilities.

The following summary indicates the reclassification of financial assets and liabilities due to AASB9 transition:

	Carrying amount under AASB 139 30 June 2018	Reclassif - ication	Carrying amount under AASB 9 1 July 2018
Financial assets			
Amortised Costs		21,653	21,653
Reclassification from AASB 139:			
- Loans & Receivables	21,653	(21,653)	-
Total	21,653	-	21,653
Total Financial Assets	21,653	-	21,653
Financial Liabilities			
Amortised Cost		63,600	63,600
Reclassification from AASB 139:			
- Amortised Cost	63,600	(63,600)	-
Total Financial Liabilities	63,600	-	63,600

The application of these changes in accounting policies had no impact on:

- The cash flows of the entity;
- The statement of financial position; or
- The statement of profit or loss and other comprehensive income.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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.

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 50-45 of the Income Tax Assessment Act 1997.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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.

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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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 2019

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 2019

	2019 \$	2018 \$
2 Revenue		
Operating activities		
Trading Revenue	1,357,179	1,288,844
Interest	3,806	4,286
Bingo Income	56,621	60,554
Raffle Income	132,024	135,980
Members Subscriptions	36,534	36,135
Green Fees	27,871	26,036
Rent & Gas - Bistro	25,235	23,707
Sundry Income	37,364	48,021
Admission Fees - Bands & Shows	2,545	3,345
Poker Machine Net Clearances	1,539,094	1,491,997
Keno Commissions	99,470	92,105
TAB Commissions	21,697	18,574
	<u>3,339,440</u>	<u>3,229,584</u>
Non-operating activities		
Profit on Disposal of Property, Plant and Equipment	16,455	-
	<u>16,455</u>	<u>-</u>
	<u><u>3,355,895</u></u>	<u><u>3,229,584</u></u>

3 Profit from Ordinary Activities

Profit from ordinary activities before income tax expense has been determined after:

Expenses:

Cost of sales	573,861	534,251
Depreciation of non-current assets	327,874	319,449

Revenue and Net Gains:

Net gain on disposal of property, plant, and equipment	16,455	-
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SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
4 Cash and Cash Equivalents		
Current		
Cash on Hand	111,000	111,298
St George Bank - Working Account	19,489	40,068
Bendigo Bank	34,117	29,295
St. George Bank - Keno Account	-	856
St. George Bank - TAB Account	874	5,213
Business Interest Account	1,000,321	958,178
	<u>1,165,801</u>	<u>1,144,908</u>
5 Trade and Other Receivables		
Current		
Other Debtors	<u>30,886</u>	<u>12,938</u>
6 Inventories		
Current		
Stock on Hand - Other	6,170	17,443
Stock on Hand	42,369	47,323
	<u>48,539</u>	<u>64,766</u>
7 Other Current Assets		
Current		
Prepayments	<u>60,922</u>	<u>64,453</u>
8 Property, Plant and Equipment		
Land and Buildings		
Club Land - at Cost	316,975	316,975
Bowling Greens - at Cost	366,174	342,374
Accumulated Depreciation	(36,152)	(19,172)
	<u>646,997</u>	<u>640,177</u>
Clubhouse Building and Improvements - at Cost	4,193,806	3,764,390
Less: Accumulated Depreciation	(2,398,019)	(2,296,320)
	<u>1,795,787</u>	<u>1,468,070</u>
Total Land and Buildings	<u>2,442,784</u>	<u>2,108,247</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
Plant and Equipment		
Construction in progress	49,772	55,443
	<u>49,772</u>	<u>55,443</u>
Motor Vehicles - at Cost	113,272	61,107
Less: Provision for Depreciation	(63,952)	(59,044)
	<u>49,320</u>	<u>2,063</u>
Furniture & Equipment - at Cost	1,062,047	1,033,601
Less: Provision for Depreciation	(818,259)	(794,240)
	<u>243,788</u>	<u>239,361</u>
Bar Plant & Equipment - at Cost	253,697	251,897
Less: Accumulated Depreciation	(193,220)	(183,200)
	<u>60,477</u>	<u>68,697</u>
Poker Machines - at Cost	1,529,791	1,495,195
Less: Provision for Depreciation	(1,201,574)	(1,134,966)
	<u>328,217</u>	<u>360,229</u>
Keno Plant & Equipment - at Cost	6,719	6,719
Less: Accumulated Depreciation	(5,724)	(4,773)
	<u>995</u>	<u>1,946</u>
TAB Plant & Equipment - at Cost	5,245	5,245
Less: Accumulated Depreciation	(2,798)	(2,261)
	<u>2,447</u>	<u>2,984</u>
Total Plant and Equipment	<u>735,016</u>	<u>730,723</u>
Total Property, Plant and Equipment	<u>3,177,800</u>	<u>2,838,970</u>

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 Clubs Act 1976).

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$

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 2018	Additions	Disposals	Depreciation	30 Jun 2019
Land & Buildings	2,108,247	453,216	-	(118,679)	2,442,784
Poker Machines	360,229	100,356	-	(132,368)	328,217
Plant, Equipment, Furniture and Fittings	315,050	118,804	-	(76,827)	357,027
Construction in Progress	55,443	49,772	(55,443)	-	49,772
	<u>2,838,969</u>	<u>722,148</u>	<u>(55,443)</u>	<u>(327,874)</u>	<u>3,177,800</u>

9 Trade and Other Payables

Current

Other creditors	-	8,517
Trade Creditors	107,105	58,240
Accrued Expenses	66,432	69,846
GST Liability	11,286	14,805
	<u>184,823</u>	<u>151,408</u>

10 Borrowings

Current

Bank Overdraft	2,573	-
Other Finance	-	5,360
	<u>2,573</u>	<u>5,360</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
11 Provisions		
Current		
Provision for Holiday Pay	12,346	23,088
Provision for Long Service Leave	25,720	23,179
	<u>38,066</u>	<u>46,267</u>
Non-Current		
Provision for Holiday Leave	42,560	16,796
Provision for Long Service Leave	20,124	13,305
	<u>62,684</u>	<u>30,101</u>
Aggregate Employee Benefit Liability	<u>100,750</u>	<u>76,368</u>
12 Other Liabilities		
Current		
Subscriptions in Advance	<u>10,432</u>	<u>14,644</u>
13 Capital and Leasing Commitments		
Capital Expenditure Commitments		
Capital expenditure commitments contracted for:		
Capital expenditure projects	<u>80,000</u>	-
	<u>80,000</u>	-
Payable:		
Not later than 12 months	<u>80,000</u>	-
	<u>80,000</u>	-
A commitment was made in March 2019 to renovate the Kitchen, the project is expected to be completed by September 2019.		
14 Key Management Personnel Compensation		
Total Compensation	<u>102,978</u>	<u>103,857</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
<hr/>		
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.		
16 Financial Risk Management		
The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable, and leases.		
The carrying amounts for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:		
Financial Assets		
Financial assets at amortised cost:		
- Cash and cash equivalents	1,165,801	1,144,908
- Trade and other receivables	25,460	11,505
Total Financial Assets	<u>1,191,261</u>	<u>1,156,413</u>
Financial Liabilities		
Financial Liabilities at amortised cost		
- Trade and other payables	107,403	68,428
- Borrowings	2,573	5,360
Total Financial Liabilities	<u>109,976</u>	<u>73,788</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.
 - (b) give a true and fair view of the financial position of the company as at 30 June 2019 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:


Kevin Dalton

Dated 19 September 2019

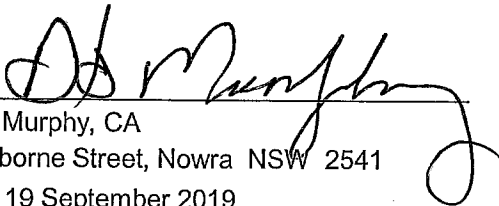
SUSSEX INLET BOWLING CLUB LIMITED
A.B.N. 72 001 057 905

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 2019. 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

A handwritten signature in black ink, appearing to read 'D Murphy', is written over a horizontal line.

David Murphy, CA
52 Osborne Street, Nowra NSW 2541
Dated 19 September 2019

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 2019

	Note	2019 \$	2018 \$
Bar Trading			
Bulk Beer		876,441	830,160
Wine & Spirits		312,438	291,187
Bottles		62,633	64,817
Sundries		100,378	96,401
Klub Kafe Takings		5,289	6,279
		<u>1,357,179</u>	<u>1,288,844</u>
LESS: COST OF GOODS SOLD			
Opening Stock		46,765	46,399
Purchases		569,465	534,617
Closing Stock		<u>(42,369)</u>	<u>(46,765)</u>
		573,861	534,251
GROSS PROFIT FROM TRADING		<u>783,318</u>	<u>754,593</u>
EXPENDITURE			
Holiday Leave		15,442	8,111
Repairs & Maintenance		7,579	7,270
Wages		321,831	304,573
Wastage		<u>1,492</u>	<u>1,284</u>
		346,344	321,238
NET PROFIT		<u>436,974</u>	<u>433,355</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 2019

	Note	2019 \$	2018 \$
Poker Machine Trading			
INCOME			
Poker Machine Net Clearances		1,539,094	1,491,997
		<u>1,539,094</u>	<u>1,491,997</u>
EXPENDITURE			
Community Development Contribution Cat 1		3,766	5,986
Data Monitoring Service		23,774	23,316
Promotions		-	5
Repairs & Maintenance		46,941	46,261
Turnover Tax		176,528	164,523
Wages		55,502	53,432
		<u>306,511</u>	<u>293,523</u>
NET PROFIT		<u><u>1,232,583</u></u>	<u><u>1,198,474</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 2019

	Note	2019 \$	2018 \$
Keno Trading			
INCOME			
Keno Commissions		99,470	92,105
		<u>99,470</u>	<u>92,105</u>
EXPENDITURE			
Repairs & Maintenance		3,524	3,349
Stationery		1,345	1,576
Wages		<u>27,751</u>	<u>26,716</u>
		32,620	31,641
NET PROFIT		<u><u>66,850</u></u>	<u><u>60,464</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 2019

	Note	2019 \$	2018 \$
TAB Trading			
INCOME			
TAB Commissions		21,697	18,574
		<u>21,697</u>	<u>18,574</u>
EXPENDITURE			
Sky Channel		42,257	41,350
Stationery		3,194	3,120
Wages		27,751	26,716
		<u>73,202</u>	<u>71,186</u>
NET LOSS		<u>(51,505)</u>	<u>(52,612)</u>

The accompanying notes form part of these financial statements.

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

SUPPLEMENTARY INFORMATION
PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

		2019 \$	2018 \$
INCOME			
Bar Trading		436,974	433,355
Poker Machine Trading		1,232,583	1,198,474
Keno Trading		66,850	60,464
TAB Trading		(51,505)	(52,612)
Admission Fees - Bands & Shows		2,545	3,345
Bingo Income		56,621	60,554
Green Fees		27,871	26,036
Interest Received		3,806	4,286
Members Subscriptions		36,534	36,135
Profit on Disposal of Fixed Assets		16,455	-
Raffle Income		132,024	135,980
Rent & Gas - Bistro		25,235	23,707
Sundry Income	17	37,364	48,021
		<u>2,023,357</u>	<u>1,977,745</u>
LESS : EXPENDITURE			
Accountancy Fees		23,800	23,800
Advertising		24,033	20,646
Affiliation Fees		14,576	13,794
Audit Fees		19,000	19,000
Bank Fees		4,298	3,078
Cleaning - Contract		74,004	76,906
Courtesy Bus Expenditure		77,080	70,506
Depreciation - Building & Extensions		118,824	113,456
Depreciation - Furniture & Equipment		209,050	205,993
Donations		7,995	12,052
Electricity & Gas		115,017	104,595
Entertainment & Catering		80,104	95,928
General Expenses	18	38,923	38,422
Hire of Plant & Equipment		-	2,217

The accompanying notes form part of these financial statements.

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

SUPPLEMENTARY INFORMATION
PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
Insurance	73,617	61,890
Interest	327	2,620
Long Service Leave	9,360	(1,940)
Loss on Disposal of Assets	-	7
Payroll Tax	-	103
Printing, Stationery & Postage	13,167	13,908
Promotion Expenses	289,601	284,455
Rates & Taxes	5,107	5,388
Repairs & Maintenance	105,976	122,484
Repairs & Maintenance - Greens	95,839	92,184
Security Costs	1,090	1,929
Sick & Holiday Leave	7,913	9,802
Staff Training	1,517	3,041
Superannuation	66,912	65,678
Telephone	11,473	13,457
Unders & Overs - Cash Variances	806	7,014
Wages - Administration	210,269	192,794
Water Rates	16,564	12,004
	<u>1,716,242</u>	<u>1,687,211</u>
OPERATING PROFIT	<u><u>307,115</u></u>	<u><u>290,534</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 2019

	2019 \$	2018 \$
17 Sundry Income		
ATM Rebate	17,426	18,697
Barefoot Bowls	1,532	1,664
Bowls Clothing Sales	132	210
Commissions	4,586	5,554
Courtesy Bus Collections	6,727	5,895
Insurance Refund - Club Repairs	-	3,250
Locker Rent	423	132
Melbourne Cup	4,393	3,809
Photocopying Income	-	21
Sponsorship and Advertising	-	3,715
Sundry Income	2,110	4,907
Telephone Collections	35	167
	<u>37,364</u>	<u>48,021</u>
18 General Expenses		
Blazers, Ties & Uniforms	3,413	3,657
Bowls Organisers Expenses	10,400	10,410
Directors Expenses	6,066	6,087
Floral Tributes - Welfare	1,585	136
General Expenses	1,660	650
Legal Fees	1,888	1,046
Licences & Registrations	11,221	14,650
Travel Expenses	2,690	1,786
	<u>38,923</u>	<u>38,422</u>

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached disclaimer of Booth Partners.