

EVANS HEAD BOWLING CLUB LIMITED

**A.B.N. 45 001 015 658
AND CONTROLLED ENTITY**

2017

NOTICE OF MEETING

Notice is hereby given that the Annual General Meeting of the Company will be held at the Evans Head Bowling Club on Sunday, 29th October, 2017, commencing at 9:30am

DIRECTORS:

Chairman: J.R. FORSHAW
Deputy Chairpersons: B.J. HEAP, J.E. VERRALL
Directors: W.J HARRANG, R.P MONTAGUE, B.O'KEEFE, D.W. RODER
Secretary Manager: R. HONG

BUSINESS:

- (1) To confirm the minutes of the previous Annual General Meeting.
- (2) To receive, consider and adopt the financial report with report of the Directors and Auditors for the year ended 30th June, 2017.
- (3) To set allowances and benefits for Directors for 2017/18.
- (4) To set benefits for Volunteer Workers for 2017/18.

Note Regarding Financial Statements

As a result of changes to the Corporations Act, Clubs are no longer required to send to members the financial reports.

Members may obtain a copy of the annual reports by:

- (a) writing to the club and requesting a copy by email or post; or
- (b) downloading or reading the annual reports online at the Club's website www.evansheadbowls.com.au

Auditors: Mulherin Schier
Bankers: Commonwealth Bank of Australia Ltd

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2017

Your directors present their report on the company and its controlled entity for the financial year ended 30 June 2017.

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

| | |
|------------------|-----------------|
| John R Forshaw | Barry O'Keefe |
| Warren J Harrang | David W Roder |
| Barry J Heap | James E Verrall |
| Robin P Montague | |

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

Principal Activities

The principal activity of the consolidated entity during the financial year was:

- the operation of a licensed club
- providing short term accommodation

The consolidated entity's short term and long term objectives are:

- To provide sporting, social and recreational facilities for its members.
- To provide short term accommodation to members.

To achieve these objectives the consolidated entity has adopted the following strategies:

- For the licensed club to provide excellent facilities and service to its members and that the Club achieve a level of profitability that provides financial stability to the company.
- For the club staff to be trained and skilled to a level of service that members expect.
- The company's performance is measured principally in its monetary profitability, other measures adopted are members' satisfaction levels.

Key performance indicators are also used including:

- The number of bowlers playing in competitions
- Bar sales and trading percentages
- Customer counts
- Gaming revenue and comparative performance of individual gaming machines
- Trends in membership numbers
- Cabin occupancy percentages, forward bookings and repeat bookings

Information on Directors

| Director | Qualifications & Experience | Special Responsibility |
|------------------|--|-------------------------------|
| John R Forshaw | Retired | Chairman |
| Warren J Harrang | Retired | Director |
| Barry J Heap | Retired | Deputy Chairman |
| Robin P Montague | Retired | Director |
| Barry O'Keefe | Retired | Director |
| David W Roder | Retired | Director |
| James E Verrall | Retired | Deputy Chairman |

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2017

Meeting of Directors

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

| | Directors Meetings | |
|------------------|----------------------------------|------------------------|
| | Number Eligible to Attend | Number Attended |
| John R Forshaw | 14 | 14 |
| Warren J Harrang | 14 | 12 |
| Barry J Heap | 14 | 14 |
| Robin P Montague | 14 | 13 |
| Barry O'Keefe | 14 | 13 |
| David W Roder | 14 | 13 |
| James E Verrall | 14 | 14 |

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company. At 30 June 2017, the total amount that members of the company are liable to contribute if the company is wound up is \$8,610. (2016: \$7,756).

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2017 has been received and is enclosed with the financial report.

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

J FORSHAW

Director

Dated this 29th day of September 2017.

**EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C
OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF EVANS HEAD BOWLING CLUB LIMITED
AND CONTROLLED ENTITY**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017 there have been:

- i. no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

P. J. Mulherin
Registered Company Auditor No. 3431
Mulherin Schier

Date 29th September 2017
155 Centre Street, Casino NSW 2470

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|---------------------------------------|------|------------------------|------------------------|
| Revenue | 2 | 4,338,824 | 3,895,603 |
| Less: Cost of Goods sold | | (940,217) | (776,148) |
| Employee benefits Expense | | (1,674,073) | (1,215,278) |
| Depreciation and Amortisation Expense | | (324,185) | (315,067) |
| Other expenses | | (1,319,042) | (1,548,441) |
| Finance costs | | (127,627) | (103,656) |
| Profit (Loss) before Income Tax | 3 | <u>(46,320)</u> | <u>(62,987)</u> |
| Income Tax Expense | 1(b) | <u>-</u> | <u>-</u> |
| Total comprehensive income (Loss) | | <u><u>(46,320)</u></u> | <u><u>(62,987)</u></u> |

The accompanying notes form part of these financial statements

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|--------------------------------------|------|--------------------------------|--------------------------------|
| ASSETS | | | |
| CURRENT ASSETS | | | |
| Cash and Cash Equivalents | 5 | 178,645 | 268,442 |
| Trade and Other Receivables | 6 | 133,142 | 67,797 |
| Inventories | 7 | 118,962 | 116,172 |
| Other Current Assets | 8 | <u>58,232</u> | <u>47,564</u> |
| TOTAL CURRENT ASSETS | | <u>488,981</u> | <u>499,975</u> |
| NON CURRENT ASSETS | | | |
| Property, Plant and Equipment | 9 | 6,662,113 | 5,979,095 |
| Intangibles | 10 | <u>668</u> | <u>668</u> |
| TOTAL NON CURRENT ASSETS | | <u>6,662,781</u> | <u>5,979,763</u> |
| TOTAL ASSETS | | <u><u>7,151,762</u></u> | <u><u>6,479,738</u></u> |
| CURRENT LIABILITIES | | | |
| Trade and Other Payables | 11 | 594,354 | 361,643 |
| Short Term Provisions | 12 | 288,631 | 230,795 |
| Short Term Borrowings | 13 | <u>632,476</u> | <u>166,058</u> |
| TOTAL CURRENT LIABILITIES | | <u>1,515,461</u> | <u>758,496</u> |
| NON CURRENT LIABILITIES | | | |
| Long Term Provisions | 12 | 16,362 | 3,874 |
| Long Term Borrowings | 13 | <u>2,838,105</u> | <u>2,889,214</u> |
| TOTAL NON CURRENT LIABILITIES | | <u>2,854,467</u> | <u>2,893,088</u> |
| TOTAL LIABILITIES | | <u>4,369,928</u> | <u>3,651,584</u> |
| NET ASSETS | | <u><u>2,781,834</u></u> | <u><u>2,828,154</u></u> |
| EQUITY | | | |
| Retained Earnings | | <u>2,781,834</u> | <u>2,828,154</u> |
| TOTAL EQUITY | | <u><u>2,781,834</u></u> | <u><u>2,828,154</u></u> |

The accompanying notes form part of these financial statements

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2017

| | Note | Retained Earnings \$ |
|-----------------------------------|------|----------------------------|
| Balance at 1 July 2015 | | 2,891,141 |
| Loss for the year to 30 June 2016 | | <u>(62,987)</u> |
| Balance at 1 July 2016 | | 2,828,154 |
| Loss for the year to 30 June 2017 | | (46,320) |
| Balance at 30 June 2017 | | <u><u>2,781,834</u></u> |

The accompanying notes form part of these financial statements

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|---|------|----------------------|-----------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Receipts from Customers | | 4,638,250 | 4,283,452 |
| Payments to Suppliers and Employees | | (4,219,795) | (3,940,691) |
| Interest Received | | 28 | 1,556 |
| Finance Costs | | <u>(127,627)</u> | <u>(103,656)</u> |
| Net Cash Provided by Operating Activities | | <u>290,856</u> | <u>240,661</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Proceeds from Sale of Property, Plant and Equipment | | 93,323 | 7,380 |
| Purchase of Property, Plant and Equipment | | <u>(959,425)</u> | <u>(1,284,285)</u> |
| Net Cash (Used In) Investing Activities | | <u>(866,102)</u> | <u>(1,276,905)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Borrowings raised | | 616,650 | 1,000,000 |
| Borrowings repaid | | <u>(201,341)</u> | <u>(153,062)</u> |
| Net Cash Provided By Financing Activities | | <u>415,309</u> | <u>846,938</u> |
| Net Increase (Decrease) in Cash Held | | (159,937) | (189,306) |
| Cash at Beginning of Financial Year | | <u>216,240</u> | <u>405,546</u> |
| Cash at End of Financial year | 5 | <u><u>56,303</u></u> | <u><u>216,240</u></u> |

The accompanying notes form part of these financial statements

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

These financial statements include the consolidated financial statements and notes of Evans Head Bowling Club Limited and Bowlo Properties Pty Ltd. Evans Head Bowling Club Limited is a company limited by guarantee which is incorporated and domiciled in Australia. The financial statements were authorised for issue by the Directors on 29th September 2017.

Basis of Preparation

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

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

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

Significant Accounting Policies

a) Principles of Consolidation

A controlled entity is any entity over which the Evans Head Bowling Club Limited has the power to govern the financial and operating policies so as to obtain benefits from its activities. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are considered.

Details of the controlled entity is contained in Note 14 to the financial statements.

As at reporting date, the assets and liabilities of all controlled entities have been incorporated into the consolidated financial statements as well as their results for the year then ended. Where controlled entities have entered the consolidated group during the year, their operating results have been included from the date control was obtained.

All inter-group balances and transactions between entities in the consolidated group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

b) Income Tax

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

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

c) Inventories

Inventories comprise finished goods purchased for resale and promotions and are measured at the lower of cost and net realisable value. Costs are assigned on a first in first out basis.

d) Property, Plant and Equipment

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

Property

Freehold land and buildings are shown at their cost less subsequent depreciation of buildings.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of property, plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the economic entity includes the cost of materials, direct labour, borrowing costs and an appropriated proportion of fixed and variable overheads.

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 group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to, the economic entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

| Class of Fixed Asset | Depreciation Rate |
|-----------------------------|--------------------------|
| Buildings | 2% |
| Leasehold improvements | 4% to 5% |
| Plant and equipment | 5% to 33% |
| Leased plant and equipment | 10% to 20% |

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

d) Property, Plant and Equipment (Cont)

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

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

Gains and losses, on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

e) Leases

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

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

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

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

f) Financial Instruments

Initial recognition and measurement

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

Financial instruments are initially measured at fair value plus transactions 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.

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE - SIGNIFICANT ACCOUNTING POLICIES

f) Financial Instruments (Cont)

Classification and subsequent measurement

Financial instruments are subsequently measured at either 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 in an arm's length transaction. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- (a) the amount at which the financial asset or financial liability is measured at initial recognition;
- (b) less principle repayments;
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- (d) less any reduction for impairment.

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 value with a consequential recognition of an income or expense in profit or loss.

The classification of financial instruments depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and at the end of each reporting period for held to maturity assets.

The Company does not designate any interest as being subject to the requirements of accounting standards specifically applicable to financial instruments.

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

Financial assets are classified at 'fair value through profit or loss' when they are either 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 being included in profit or loss.

(ii) Loan 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.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting year.

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

f) Financial Instruments (Cont)

(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.

Held to maturity investments are included in non current assets, except for those which are expected to be realised within 12 months after the end of the reporting period, which will be classified as current assets.

If during the period the Company sold or reclassified more than an insignificant amount of the held to maturity investments before maturity, the entire held to maturity investments category would be tainted and reclassified as available for sale.

(iv) Available for sale financial assets

Available for sale financial assets are non derivative financial assets that are either not suitable to be 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.

Available for sale financial assets are included in non current assets, except for those which are expected to be sold within 12 months after the end of the reporting period.

(v) Financial Liabilities

Non derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Fees payable on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Impairment of Financial Assets

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

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

f) Financial Instruments (Cont)

Available for sale financial assets

A significant or prolonged decline in value of an available for sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

g) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees at the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Employee benefits expected to be settled more than twelve months after the end of the reporting have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

h) Provisions

Provisions are recognised when the group 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.

i) 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 short-term borrowings in current liabilities on the statement of financial position.

j) Revenue

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

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

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

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

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

k) Trade and Other Receivables

Trade receivables are recognised at their cost less impairment losses and a sale is recorded when goods have been dispatched to a customer pursuant to a sales order and the associated risks have passed to the carrier or customer. All trade debtors are recognised at the amounts receivable as they are due for settlement no more than 30 days from the date of recognition.

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the statement of comprehensive income within 'other expenses'. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against other expense in the statement of comprehensive income.

l) Trade and Other Payables

Trade and other payables represent goods and services provided to the company prior to the end of the reporting period. The accounts are usually settled on the supplier's trading terms. Payables to related parties are carried at cost.

m) Finance Costs

Finance costs are recognised as an expense in the statement of comprehensive income in the period in which they are incurred.

n) 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 expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

The net amount of GST recoverable, or payable to, the ATO is included as a current asset or liability in the statement of financial position. Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

o) Comparative Figures

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

p) Critical Accounting Estimates and Judgements

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

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

p) Critical Accounting Estimates and Judgements (Cont)

Key Estimates - Impairment

The group assesses impairment at the end of each reporting period by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessment of recoverable amounts incorporate a number of key estimates.

q) Fair value Measurement

The Company may be required to measure some of its assets and liabilities at fair value on either a recurring or non recurring basis, depending on the requirements of the applicable Accounting Standard.

"Fair Value" is the price the Company would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market based measure, the closest equivalent market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise to the extent possible the use of observable market data.

To the extent possible, market information is extracted from the principle market for the asset or liability (i.e. market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the entity at reporting date (i.e. the market that maximises the receipts from the sale of the asset or minimises the payment made to transfer the liability, after taking into account transaction costs and transport costs).

For non financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or sell it to another market participant that would use the assets in its highest and best use.

The fair value of liabilities and the entity's own equity instruments (if any) may be valued, where there is no observable market price in relation to the transfer of such a financial instrument, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, detailed in the respective note to the financial statements.

EVANS HEAD BOWLING CLUB LIMITED
ABN 45 001 015 658
AND CONTROLLED ENTITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (CONT)

r) Adoption of New and Revised Accounting Standards

Applicable Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective have not been adopted for the annual reporting period ended 30 June 2017.

There are no new and revised applicable Australian Accounting Standards and Interpretation that are expected to have a material impact on the Company.

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

| | 2017 | 2016 |
|------------------------------|-------------------------|-------------------------|
| | \$ | \$ |
| <u>NOTE 2 Revenue</u> | | |
| Operating Activities | | |
| Sale of Goods | 2,066,427 | 1,701,151 |
| Interest Received | 28 | 1,556 |
| Gaming | 1,166,058 | 1,244,585 |
| Bowling Competitions | 63,107 | 61,461 |
| Subscriptions | 28,611 | 37,867 |
| Cabins | 646,545 | 546,915 |
| Other | <u>368,048</u> | <u>302,068</u> |
| Total Revenue | <u><u>4,338,824</u></u> | <u><u>3,895,603</u></u> |

NOTE 3 Profit for the Year

| | | | |
|----|---------------------|-----------------------|-----------------------|
| a) | Expenses | | |
| | Cost of Sales | 940,217 | 776,148 |
| | Finance costs: | | |
| | - External | <u>127,627</u> | <u>103,656</u> |
| | Total Finance Costs | <u><u>127,627</u></u> | <u><u>103,656</u></u> |

b) Significant Revenue and Expenses

There are no significant revenue and expense items relevant in explaining the financial performance.

NOTE 4 Auditors' Remuneration

| | | |
|--|----------------------|----------------------|
| Remuneration of the auditor of the company for | | |
| - auditing or reviewing the financial report | 18,000 | 17,000 |
| - non-audit services | - | - |
| | <u><u>18,000</u></u> | <u><u>17,000</u></u> |

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

| | 2017 | 2016 |
|---|------------------|-----------------|
| | \$ | \$ |
| <u>NOTE 5 Cash and Cash Equivalents</u> | | |
| Cash at Bank and In Hand | <u>178,645</u> | <u>268,442</u> |
| | <u>178,645</u> | <u>268,442</u> |
| <u>Reconciliation of Cash</u> | | |
| Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows: | | |
| Cash and cash equivalents | 178,645 | 268,442 |
| Bank Overdraft | <u>(122,342)</u> | <u>(52,202)</u> |
| | <u>56,303</u> | <u>216,240</u> |
| <u>NOTE 6 Trade and Other Receivables</u> | | |
| CURRENT | | |
| Trade Receivables | <u>133,142</u> | <u>67,797</u> |
| | <u>133,142</u> | <u>67,797</u> |
| <u>NOTE 7 Inventories</u> | | |
| CURRENT | | |
| At Cost | | |
| Finished Goods | <u>118,962</u> | <u>116,172</u> |
| | <u>118,962</u> | <u>116,172</u> |
| <u>NOTE 8 Other Assets</u> | | |
| CURRENT | | |
| Prepaid expenses | <u>58,232</u> | <u>47,564</u> |
| | <u>58,232</u> | <u>47,564</u> |

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

| | 2017 | 2016 |
|---|-------------------------|-------------------------|
| | \$ | \$ |
| NOTE 9 Property, Plant and Equipment | | |
| Freehold land | | |
| - at cost | 327,888 | 327,888 |
| Total land | <u>327,888</u> | <u>327,888</u> |
| Buildings & Improvements | | |
| - at cost | 4,384,384 | 3,719,158 |
| Less Accumulated Depreciation | <u>(1,401,661)</u> | <u>(1,335,838)</u> |
| | <u>2,982,723</u> | <u>2,383,320</u> |
| Cabin Development | | |
| - at cost | 2,434,978 | 2,434,978 |
| Less Accumulated Depreciation | <u>(407,352)</u> | <u>(329,907)</u> |
| | <u>2,027,626</u> | <u>2,105,071</u> |
| Total Land and Buildings | <u>5,338,237</u> | <u>4,816,279</u> |
| Plant and Equipment: | | |
| - at cost | 3,622,427 | 3,412,937 |
| Less: Accumulated Depreciation | <u>(2,349,224)</u> | <u>(2,250,121)</u> |
| | <u>1,273,203</u> | <u>1,162,816</u> |
| Leasehold Improvements | | |
| - at cost | 53,670 | - |
| Less Accumulated Depreciation | <u>(2,997)</u> | <u>-</u> |
| | <u>50,673</u> | <u>-</u> |
| Total Property Plant and Equipment | <u><u>6,662,113</u></u> | <u><u>5,979,095</u></u> |

Movements in Carrying Amount

| | Land & Buildings | Plant & Equip-ment | Leasehold Improve-ments | Total |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
| | \$ | \$ | \$ | \$ |
| 2017 | | | | |
| Balance at beginning of the year | 4,816,279 | 1,162,816 | - | 5,979,095 |
| Additions | 665,226 | 324,770 | 53,670 | 1,043,666 |
| Sales | - | (93,323) | - | (93,323) |
| Depreciation expense | (143,268) | (177,920) | (2,997) | (324,185) |
| Profit on sale | | 56,860 | | 56,860 |
| Carrying amount at the end of the year | <u><u>5,338,237</u></u> | <u><u>1,273,203</u></u> | <u><u>50,673</u></u> | <u><u>6,662,113</u></u> |
| 2016 | | | | |
| Balance at beginning of the year | | 3,902,101 | 1,115,156 | 5,017,257 |
| Additions | | 1,058,489 | 225,796 | 1,284,285 |
| Sales | | - | (7,380) | (7,380) |
| Depreciation expense | | <u>(144,311)</u> | <u>(170,756)</u> | <u>(315,067)</u> |
| Carrying amount at the end of the year | | <u><u>4,816,279</u></u> | <u><u>1,162,816</u></u> | <u><u>5,979,095</u></u> |

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

| <u>NOTE 10 Intangibles</u> | 2017 \$ | 2016 \$ |
|-----------------------------------|------------|------------|
| Formation expenses at cost | <u>668</u> | <u>668</u> |

NOTE 11 Trade and Other Payables

| CURRENT | | |
|-------------------------------|----------------|----------------|
| Creditors and Accrued Charges | 428,483 | 265,435 |
| Bank Overdraft | 122,342 | 52,202 |
| Income in advance | 43,529 | 44,006 |
| | <u>594,354</u> | <u>361,643</u> |

NOTE 12 Provisions

| | Total \$ | Employee Benefits \$ |
|-----------------------------|----------------|----------------------------|
| CURRENT | | |
| Opening balance 1 July 2016 | 230,795 | 188,863 |
| Additional provisions | 57,836 | 41,932 |
| Amounts used | - | - |
| Balance at 30 June 2017 | <u>288,631</u> | <u>230,795</u> |
| NON CURRENT | | |
| Opening balance 1 July 2016 | 3,874 | 28,233 |
| Additional provisions | 12,488 | - |
| Amounts used | - | (24,359) |
| Balance at 30 June 2017 | <u>16,362</u> | <u>3,874</u> |

A provision has been recognised for employee entitlements relating to long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits has been included in Note 1 in this report.

NOTE 13 Borrowings

| CURRENT | | |
|-----------------|------------------|------------------|
| Chattel finance | 72,476 | 86,058 |
| Loans | 560,000 | 80,000 |
| | <u>632,476</u> | <u>166,058</u> |
| NON-CURRENT | | |
| Chattel finance | - | 43,029 |
| Loans | 2,838,105 | 2,846,185 |
| | <u>2,838,105</u> | <u>2,889,214</u> |

Lease Liabilities and Chattel finance are secured by charge over the underlying leased asset. Bank overdraft and Bank Loan are secured by a registered mortgage over freehold land and a fixed floating charge over the assets of the Club.

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 14 Controlled Entity

Subsidiaries of Evans Head Bowling Club Limited

- Bowlo Properties Pty Ltd

Country of Incorporation: Australia

Date of Incorporation: 7th March 2016

Percentage owned: 100%

NOTE 15 Related Party Information

Consolidated Group

2017 2016

\$ \$

(a) Key Management Personnel Compensation

380,464 386,615

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the consolidated group, directly or indirectly, including any director is considered key management personnel. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons.

(d) Other Related Party Transaction

Other related parties include close family members of key management personnel who are employees of the club

Transactions with other related parties are on normal commercial terms and conditions no more favourable than those available to others, The total of those transactions for the year was \$Nil (2016 \$4,469)

NOTE 16 Members Guarantee

Evans Head Bowling Club Ltd is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of two dollars (\$2) towards meeting outstanding obligations of the company. At 30 June 2017 there were 4,305 members (2016: 3,878).

NOTE 17 Company Details

The registered office of the company is

2 Beech Street Evans Head N.S.W. 2473

The principal place of business is

2 Beech Street Evans Head N.S.W. 2473

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 18 Parent Information

The following information has been extracted from the books and records of the parent and has been prepared in accordance with Australian Accounting Standards.

| | 2017 | 2016 |
|--|-------------------------|-------------------------|
| | \$ | \$ |
| BALANCE SHEET | | |
| ASSETS | | |
| Current Assets | 623,666 | 507,966 |
| Non Current Assets | <u>4,988,774</u> | <u>4,970,983</u> |
| TOTAL ASSETS | <u>5,612,440</u> | <u>5,478,949</u> |
| LIABILITIES | | |
| Current Liabilities | 955,361 | 757,709 |
| Non Current Liabilities | <u>1,854,467</u> | <u>1,893,086</u> |
| TOTAL LIABILITIES | <u>2,809,828</u> | <u>2,650,795</u> |
| EQUITY | | |
| Retained Earnings | <u>2,802,612</u> | <u>2,828,154</u> |
| TOTAL EQUITY | <u>2,802,612</u> | <u>2,828,154</u> |
| STATEMENT OF COMPREHENSIVE INCOME | | |
| Total Loss | <u>25,542</u> | <u>62,987</u> |
| Total Comprehensive Loss | <u>25,542</u> | <u>62,987</u> |

NOTE 19 Commitments

Contingent Liabilities

As at 30 June 2017 Evans Head Bowling Club Limited did not have any contingent liabilities (2016: nil).

Contractual Commitments

As at 30 June 2017 Evans Head Bowling Club Ltd has no contractual commitments.

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

NOTE 20 Financial Risk Management

The group's financial instruments consist mainly of deposits with banks, receivables, trade and other payables and borrowings.

The totals 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:

| | Consolidated Group | |
|---|---------------------------|------------------|
| | 2017 | 2016 |
| | \$ | \$ |
| <i>Financial Assets</i> | | |
| Cash and cash equivalents | 178,645 | 268,442 |
| Trade and other receivables | 133,142 | 67,797 |
| | <u>311,787</u> | <u>336,239</u> |
| <i>Financial Liabilities</i> | | |
| Financial Liabilities at Amortised Cost | 899,346 | 596,312 |
| - Trade and other payables | 3,470,582 | 3,055,272 |
| - Borrowings | <u>4,369,928</u> | <u>3,651,584</u> |

NOTE 21 Core Property

At the 30th June 2017 core property of the club comprised
2 Beech Street Evans Head

Non Core Property of the club comprised
14 Beech Street Evans Head
47-49 Woodburn Street Evans Head
108 -116 Richmond Street Woodburn
51 Woodburn Street Evans Head

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

Directors' declaration

The directors of the company declare that:

1. the financial statements and notes as set out on pages 5 to 24, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards; and
 - b. give a true and fair view of the financial position as at 30 June 2017 and of the performance for the year ended on that date of the company.
2. in the director's 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.

The declaration is made in accordance with a resolution of the Board of Directors.

J FORSHAW

Director

Dated this 29th day of September 2017

Independent Auditor's Report to the members of Evans Head Bowling Club Limited.

Opinion

We have audited the financial report of Evans Head Bowling Club Limited (the Company) and its subsidiary (collectively the Group), which comprises the consolidated statement of financial position as at 30 June 2017, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the consolidated financial position of the Group as at 30 June 2017 and of its consolidated financial performance for the year ended on that date; and
- b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

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

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial report and our auditor's report thereon.

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.

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 - Reduced Disclosure Requirements 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 misstatements, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group 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.

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

- Identify and assess the risks of material misstatement for the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

MULHERIN SCHIER CHARTERED ACCOUNTANTS

P. J. Mulherin

Registered Company Auditor No. 3431

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|---|------|------------------|------------------|
| INCOME | | | |
| Bar Trading | | 419,793 | 511,305 |
| Poker Machine Trading | | 821,025 | 880,692 |
| Keno Trading | | 56,996 | 47,225 |
| TAB (Loss) | | (25,012) | (24,179) |
| Bowlers | 22 | 63,107 | 61,461 |
| Cabin Fees | | 646,545 | 546,915 |
| Interest | | 28 | 1,556 |
| Nominations & Subscriptions | | 28,611 | 37,867 |
| Rent | | 33,683 | 12,000 |
| Raffles, Bingo and Special Functions | | 188,290 | 232,549 |
| Profit on sale of Assets | | 116,860 | 7,018 |
| Sundry | | 29,215 | 50,501 |
| | | <u>2,379,141</u> | <u>2,364,910</u> |
| LESS EXPENDITURE | | | |
| Advertising & Marketing | | 45,593 | 66,771 |
| Audit & Accounting | 4 | 21,748 | 20,010 |
| Bank Fees and borrowing costs | | 18,099 | 14,484 |
| Bowlers Expenses | 23 | 187,626 | 201,395 |
| Cabin Expenses | | 315,314 | 359,483 |
| Cleaning | | 23,274 | 16,526 |
| Computer Expenses | | 20,074 | 21,302 |
| Consultants Fees | | 2,350 | 5,000 |
| Depreciation Buildings, Plant & Equipment | | 203,607 | 207,133 |
| Directors Honorariums | | 21,640 | 20,905 |
| Directors Expenses | | 2,825 | 4,681 |
| Donations and sponsorships | | 16,544 | 22,377 |
| Electricity | | 72,191 | 75,407 |
| Entertainment | | 54,700 | 56,275 |
| General Expenses | | 36,267 | 48,205 |
| Insurance | | 58,918 | 48,497 |
| Interest | | 33,765 | 3,066 |
| Lease Expense | | 25,403 | - |
| License & Registration Fees | | 16,740 | 17,018 |
| Legal | | 7,574 | 7,604 |
| Members Benefits | 24 | 122,674 | 121,467 |
| Motor Vehicle Expenses | | 11,910 | 6,613 |
| Payroll Tax | | 48,645 | 27,367 |
| Printing & Stationery | | 13,362 | 5,579 |
| Raffles, Bingo and Special Functions | | 197,506 | 237,814 |
| Rates & Taxes | | 70,539 | 71,878 |
| Rent | | 19,054 | 17,863 |
| Repairs & Maintenance | | 41,701 | 49,044 |
| Security | | 8,012 | 15,762 |
| Staff Expenses | | 15,836 | 18,735 |
| Staff Training | | 2,806 | 8,918 |
| Superannuation | | 136,311 | 114,562 |
| Telephone | | 20,288 | 21,773 |
| Travel Expenses | | 4,750 | 4,819 |
| Wages | | 527,815 | 489,564 |
| | | <u>2,425,461</u> | <u>2,427,897</u> |
| OPERATING PROFIT (LOSS) | | <u>(46,320)</u> | <u>(62,987)</u> |

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|--|------|-----------------------|-----------------------|
| TRADING STATEMENT | | | |
| Sales | | <u>2,066,427</u> | <u>1,701,151</u> |
| Less: Cost of Sales | | <u>940,217</u> | <u>776,148</u> |
| Gross Profit Before Direct Expenses | | <u>1,126,210</u> | <u>925,003</u> |
| | | 54.50% | 54.38% |
| Less: Direct Expenses | | | |
| Depreciation Plant & Equipment | | 15,313 | 14,650 |
| Bar Gas | | 3,811 | 3,089 |
| Wages | | 679,029 | 391,531 |
| Replacement, Repairs & Maintenance | | 8,264 | 4,428 |
| | | <u>706,417</u> | <u>413,698</u> |
| NET PROFIT Trading | | <u><u>419,793</u></u> | <u><u>511,305</u></u> |

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2017

| | Note | 2017 \$ | 2016 \$ |
|--|------|------------------------|------------------------|
| POKER MACHINE TRADING STATEMENT | | | |
| Income | | | |
| Gross Receipts | | <u>1,079,804</u> | <u>1,168,487</u> |
| Less: Direct Expenses | | | |
| Bonus Prizes | | - | 510 |
| Depreciation | | 105,265 | 100,302 |
| Monitoring Service | | 17,636 | 15,496 |
| Poker Machines Taxes | | 38,641 | 60,715 |
| Promotions & Prizes | | 7,300 | 3,501 |
| Repairs & Maintenance and sundries | | 29,768 | 31,727 |
| Wages | | <u>60,169</u> | <u>75,544</u> |
| | | <u>258,779</u> | <u>287,795</u> |
| GROSS PROFIT - POKER MACHINES | | <u><u>821,025</u></u> | <u><u>880,692</u></u> |
| KENO TRADING | | | |
| Income | | | |
| Commission | | <u>72,051</u> | <u>65,834</u> |
| Less: Direct Expenses | | | |
| Bank Charges | | 10 | - |
| Maintenance | | 5,213 | 8,006 |
| Promotions | | 232 | 1,003 |
| Wages | | <u>9,600</u> | <u>9,600</u> |
| | | <u>15,055</u> | <u>18,609</u> |
| GROSS PROFIT - KENO | | <u><u>56,996</u></u> | <u><u>47,225</u></u> |
| TAB TRADING | | | |
| Income | | | |
| Commission | | <u>14,203</u> | <u>10,264</u> |
| Less: Direct Expenses | | | |
| Sky Channel | | 19,921 | 19,166 |
| Wages | | 13,200 | 13,200 |
| Supplies | | <u>6,094</u> | <u>2,077</u> |
| | | <u>39,215</u> | <u>34,443</u> |
| GROSS PROFIT (LOSS) - TAB | | <u><u>(25,012)</u></u> | <u><u>(24,179)</u></u> |

EVANS HEAD BOWLING CLUB LIMITED
A.B.N. 45 001 015 658
AND CONTROLLED ENTITY

NOTES TO DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2017

| | 2017 | 2016 |
|---|----------------|----------------|
| | \$ | \$ |
| <u>NOTE 22</u> Bowlers Income | | |
| Carnivals & Charity Days | 12,706 | 13,438 |
| Green Fees | 50,401 | 48,023 |
| | <u>63,107</u> | <u>61,461</u> |
| <u>NOTE 23</u> Bowlers Expense | | |
| Carnivals Trophies & Other Expenses | 21,850 | 45,083 |
| Greens Maintenance | 36,337 | 27,827 |
| Greens Wages | 129,439 | 121,277 |
| Travel | - | 7,208 |
| | <u>187,626</u> | <u>201,395</u> |
| <u>NOTE 24</u> Members Benefits | | |
| Members Amenities | 8,233 | 6,904 |
| Free Drinks | 3,244 | 3,195 |
| Club Shout | 16,589 | 16,457 |
| Badge Draw | 16,800 | 15,641 |
| Promotion and Functions | 47,969 | 48,987 |
| Taxi Subsidy | 12,443 | 13,561 |
| Loyalty System | 17,396 | 16,722 |
| | <u>122,674</u> | <u>121,467</u> |