

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

TENTERFIELD BOWLING CLUB LIMITED
ABN 81 213 011 418

ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2017

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TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

**OFFICE BEARERS
FOR THE YEAR ENDED 30 JUNE 2017**

PATRONS

D Pepper

LIFE MEMBERS

T Kneipp, M Annis-Brown, D Pepper, M Johnston

PRESIDENT

R Jordan

VICE PRESIDENT

N Richardson

HONOURARY TREASURER

A Donges

DIRECTORS

M Johnston
G Battersby
K Mooney
J Landers
M Petrie

PUBLICITY OFFICER

N Richardson

GAMES & SELECTION COMMITTEES

MEN

B Titcume
G Ambrose
B Parker
N Richardson

LADIES

R Kling
P Stanbridge
K Hurtz
B Carter

AUDITOR

Crowe Horwath Central North

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

**PRESIDENTS REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

I am pleased to report that the club has shown a good operating profit over the year whilst paying for many improvements I am sure you will agree that the club now presents well and is most comfortable and pleasant experience for all. I will not quote other figures as they are presented in the treasurer and manager reports attached. I would like to thank CEO Peter McDade and all committee members, staff and volunteers for their assistance and efforts and I would particularly like to thank all those men and women who worked so hard arranging, organising and conducting our many bowls activities throughout the year. I also wish to thank every member of this great club for their patronage throughout the year whom without your support the club would not be what it is today.

I also wish to congratulate all the teams and individual players who have brought pride to themselves and our club with the winning and representation of the club.

Many clubs and particularly bowls clubs have closed over the past 10 years and their common threads of all closures has been the clubs who didn't change with the times and diversify their outlook and operation. Many of the old clubs who stuck to old formats have gone. The building of a motel at this club together with constantly updating facilities and keeping pace with poker machine technology has been our saving grace and we should never become complacent. Whilst the business is profitable we can continue to bowls and bowlers and all the facilities our members enjoy. The fact that despite falling numbers of male and female bowlers we still have two excellent greens and a fulltime greenkeeper I think this enforces my sentiments. There are many other bowling clubs in town's similar size to Tenterfield who do not share our situation.

I also wish to acknowledge the passing members of our club and the last twelve months and our thoughts have been with you and your families and they will be missed.

Ray Jordan
President

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

**GENERAL MANAGERS REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

Dear Members, It is my pleasure to present to you my report for the 2016-17 financial year.

2016-17 was a challenging year economically with the closing down of the Meat Works in Wallangarra in April 2016. There was a noticeable impact on local business as a result and the TBC was no different. However, from a weak first half of the year we managed to recover and finish off the year strongly which is reflected in our financial result. We still managed a bottom line profit of \$47,928 but more impressively we increased our operating profit as shown in the cash flow statement was \$388,620 – a 10.8% increase over the previous year. The main factors attributing to the Profit & Loss difference was Gaming net profit decrease from \$913,633 to \$856,800, bowls loss increased from \$61,444 to \$92,369, depreciation increased from \$248,479 to \$271,554 and provision for gaming jackpots increased due to the inclusion of our SAP jackpots in the overall figure.

Changes were made to the layout of the Gaming Room and TAB area that was needed to operating gaming more effectively. The results have been great with compliments received by members and visitor's alike, gaming turnover has increased since the changes as well. Combined with the layout changes, the club has invested in CARD IT and a CRT (Cash Redemption Terminal). This has aided in the efficient gaming room operation and as with all new technology took a bit of time for some gaming patrons to adjust but has been accepted and utilised greatly. It also has given the TBC an asset that sets it above its competitors. This system was the main investment in the club last year and is the predominant reason the depreciation increase on the financials.

2017-18 will see the carpet from the gaming room continued through the club and into the restaurant. Not only will it give the inside of the club a real lift – the carpet in the restaurant is nearly 30 years old and showing its age. The other area requiring investment this year is the motel. This asset has served the club well over the years and needs some updates in the decor etc. to stay modern and up to standard.

The online betting scene is an area of major change in the industry. As you can see in the detailed trading statement the TAB is an expense. This is prevalent across the Club industry, so ClubsNSW has taken a step to ensure clubs get a better deal now that betting is becoming more online based. ClubsNSW has partnered with Crown Bet to provide clubs with an alternative. While this partnership is in its infancy expect to see some movement in this area within the industry in the near future.

Last year saw four of our directors complete their directors training over 2 days. This course is run by ClubsNSW and has compulsory under OLGR guidelines. Although ample time is given by OLGR to have this training completed, it is crucial to ensure boards are informed of their roles within the club and governance structures and operate effectively and in conjunction with management roles. It is also important that directors attend industry organised events on a regular basis to ensure that they are kept informed of industry developments while gaining a broader picture and understanding of a director's role and the industry as a whole at the same time.

Directors training will also be of crucial value when it comes to strategic planning. Members should expect to see their board of directors create a strategic plan this year. This will be assisted by Ron Browne from ClubsNSW who has experience in Business and working with club boards. The creation of a strategic plan will provide foresight, transparency and direction for the club in the coming years. This is especially important considering that the TBC only has one-year terms for directors which can be a hindrance to continuity and stability in the management of the club.

I would like to thank all the Members, Staff, Directors, Scott and Anna (Restaurant), Kylie and Debbie (Motel), Terry (Greens) and for their support and commitment to the club.

Have a great year everybody!

Peter McDade
Secretary Manager

TENTERFIELD BOWLING CLUB LIMITED

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**FINANCE REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

It is with great pleasure that I present my report for the 2017 year. This year sees our net result reduced as compared to last year. However, this is a reflection of the Capital works which have been undertaken during the past few years as this has led to an increase in the depreciation of our capital assets. Our profit may be down but our cash reserves have increased by just under 60% and we have been continuing with our improvements throughout the Club.

A big thank you to Peter and his staff for their continued support for the past year and I look forward to this continuing into the future.

We have commenced the preparation of a strategic long term plan for the Club and look forward to presenting this to the members into the future and will look forward to any constructive feedback which we hope to receive.

Should there be anything within the Club that you would like to see improved please feel free to talk to Peter and I am sure he will do everything in his power to see it happen.

Should there be any questions in respect of our financial results please ensure that they are with Peter ten days prior to the Annual General Meeting in order for them to be answered in a detailed manner

Alan Donges
Treasurer

TENTERFIELD BOWLING CLUB LIMITED

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MENS BOWLS REPORT FOR THE YEAR ENDED 30 JUNE 2017

CARNIVALS

- **Spring Carnival** was held on 4 September with 18 teams of Open Triples entered including 9 visiting teams. Greens were acceptable considering the weather leading up to the day – thank you Terry. P. Stanbridge continued her good form – back from the Zone championships to skip B. Titcume & A. Crocos to win the day in a tight 3 way count back. The first Tenterfield team to win a carnival for some years
- **Australia Day Carnival** – we had a record number of entries, 200 for the 3 days of competition, up 50 on last year. Sunday Pairs maxed out 2 weeks before the carnival at 28 teams – we had 24 teams of Triples & 18 teams of Fours. Big winners were Tannymorel who won the Triples on Thursday & the Fours on Saturday although Tenterfield did steal the Sunday Pairs with E.Scott & N.Richardson.
- **Sexton & Green Triples** was successfully run on the Queen's Birthday weekend June 11. We attracted 20 teams from the area – up from 16 teams last year. Despite miserable conditions on the day, most enjoyed the day & all visitors said they would return. Winners were Inglewood, Runners Up a combined team (incl. E.Scott), Third Glen Innes & last round winners Ashford.

DISTRICT EVENTS

- Tenterfield hosted the **SDDMBA Mixed Pairs** on July 16 & 17, 2016. The final was won by F.Taylor & J.Potter for the third year running over N. Richardson & E. Scott 20-19 on the final bowl of the final end.
- **Pennants** – Tenterfield team of 8 (2 rinks of Fours) played August 28th at Warwick East – TBC was entered in Division 3 & played against Warwick East, Clifton & The Summit. Our team won 5 out of 6 rinks and therefore won Division 3. Well done to all the boys but especially our Super Vets, R. Wilde (Skip), D. Lewis (Lead) & B. Avery (Lead) – next year we will progress to Division 2.
- Tenterfield sent 2 teams of Pairs to the **Glen Innes Major-Minor carnival** on September 17. E.Scott & N.Richardson were successful in all 3 matches & narrowly won the day.
- A team of E.Scott, N.Richardson & A.Bancroft attended **Inverell Invitational Triples** as replacement for a late withdrawal. We lost the Triples & Pairs but won the Singles & \$500 for TBC. This prize money has been allocated to kick start a Junior Development Fund
- **Southern Downs District Club Challenge** – this year it was held on 19 March at Southern Cross. All 10 players were a credit to TBC – despite several close games, we only won 2 games in Singles & 1 game in the Fours.
- N.Richardson won **SDDMBA Men Singles** on April 9 – Tenterfield can retain the shield for 12 months.
- Tenterfield players P. Romer, E.Scott (Ladies) & N.Richardson (Men) represented Southern Downs District at the annual **Queensland District Sides** carnival at the Gold Coast. The Ladies remain in Division 5 and the Men came Runners up in Division 4 – their best result for some years.
- Tenterfield hosted the **SDDMBA Mixed Pairs** on 3 June 2017 – no luck for Tenterfield teams although Cheryl Vidulich (Tenterfield) paired with Dale Callaghan (Inglewood) to be Runners Up in the final at Stanthorpe on June 7.
- N.Richardson def R.Capelli (The Summit) in the final of the **Southern Downs District Champion of Champions Singles** & will now represent the District in the Zone finals at Dalby
- Tenterfield teams have been successful at recent carnivals at Tannymorel Open Fours (23 April), Inglewood Mens Fours (21 May) & Texas Mens Triples (28 May) – putting Tenterfield on the District map & ensuring reciprocal entries to our carnivals.

COMPETITIONS

- Singles events have been completed – B Singles winner G.Ambrose, A Singles winner N.Richardson

INITIATIVES

- Barefoot Bowls is on every Friday through Summer from 5:30pm sponsored by BreezeFM and has generated plenty of bar sales – free coaching is provided to all players
- Come & Try Days are conducted every Thursday from 3pm and have been successful in introducing new members to our club.

TENTERFIELD BOWLING CLUB LIMITED

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**MENS BOWLS REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

GREENS

- The application of the Timing Ramp has assisted our greenkeeper in achieving our target speed of 15 seconds.
- Our greens are improving and recent improvements such as ditch widening & additional marking will make the greens compliant and contribute to the bowling experience for both Tenterfield and visiting bowlers
- Thanks go to Terry Gallen for his efforts on the greens this year.

SUMMARY

Sadly, we lost Mogens Orkild on 29 Sept. after a long battle with cancer – his family chose a private funeral in Toowoomba. We also farewelled Daphne & Graham Kirkman to North Queensland and Ray Harris & June Stockwell to Western Australia – we wish them well.

I would like to acknowledge the work done by our Mens Committee of Graham Kirkman, Barry Parker, Greg Ambrose & Neville Richardson – we have worked well as a team to progress Tenterfield Bowling Club.

Whilst bowling membership is slowly improving, membership remains our biggest challenge. We must continue our efforts to introduce this great game to more of the Tenterfield population.

**Bryce Titcume
Mens Bowls Captain**

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**LADIES BOWLS REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

The Tenterfield Ladies Section is the largest club in the SDDLBA district currently with 34 affiliated members ranging from our Super Veterans (over eighties) to our youngest member in her thirties. We play on Wednesday mornings (men invited) and also with the men on Sunday afternoons.

In July, 20 Ladies travelled to Ballandean Tavern for Xmas in July celebration. Margaret Johnston was presented with her Super Veterans Badge. The SDDLBA Executive postponed the District Triples due to cold weather to September – unfortunately no luck for Tenterfield teams.

In August, the winners of Ladies Section Triples were Rita Kling, Jo Moore & Val Butler – congratulations.

Penny Stanbridge & Val Butler represented Tenterfield and SDDLBA in the Champion of Champion Zone 3 finals at Roma. Val & Penny came second on a count back in the Pairs – well done.

The Ladies Section provided morning teas for the Spring Carnival as well as Australia Day Carnival and the Sexton & Green carnival in June – all much appreciated by the Men's Committee.

Our Consistency winner in November was Val Butler – Runner up Kay Hurtz.

After the Australia Day carnival, the Ladies Section invited the men to join them on Wednesday mornings – this has been very successful with numbers on Wednesday sometimes exceeding the popular Sunday Mixed games.

TBC hosted the Ladies District Fours in February – Southern Cross won the event from a combined Goondiwindi team which included our Elana Scott.

The winners of our Singles championships were A Grade: Shirley Tribe – Runner Up Daphne Kirkman; B Grade: Elana Scott – Runner Up Barbara Carter – well done to all.

Pink Day 12 April was well attended with 29 bowlers in costume & plenty of good banter on the greens. \$628 was raised for breast cancer.

The final of the Ladies Pairs was held on 24 May with Cheryl Vidulich & Daphne Kirkman defeating Penny Stanbridge & Val Butler – congratulations to all.

Our selectors, Penny, Rita, Jo and Shirley(2016), Penny, Shirley, Kay & Kathy (2017) have done a wonderful job of organising our Fours, Pairs & Singles competitions. To our Presidents Elaine Symko (2016) then Daphne Kirkman we thank you for your dedication & leadership of the Ladies Section. Daphne has now moved to Innisfail to be closer to her family & will be missed.

We enjoy good working relationships with the Men's Committee and that relationship is evident with increasing numbers at our carnivals. Congratulations to the Men on winning away carnivals at Tannymorel, Inglewood & Texas.

Thank you to our Greenkeeper Terry for keeping our greens running so well, to the friendly bar staff who look after us and to our Manager Peter on keeping our club up to date with good ambience.

**Penny Stanbridge for Kay Hurtz
Ladies Secretary**

TENTERFIELD BOWLING CLUB LIMITED

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DIRECTORS REPORT FOR THE YEAR ENDED 30 JUNE 2017

Your directors present their report on the Club for the financial year ended 30 June 2017.

Principal Activities

The principal activities of the Club are that of a Licensed Club to facilitate the promotion and development of lawn bowls, to assist other sporting associations, schools, cultural and charity organisations.

Short Term Objectives of the Club

The Club has identified the following short term objectives:

- To provide services to members commensurate with industry needs and regulatory requirements.
- To encourage more members to use the clubs facilities
- To meet financial viability and accountability requirements
- To provide a workplace that is compliant with industry and legislative requirements.
- To reduce club debt

The Club has adopted the followings strategies in order to achieve these short term objectives:

- To continue the operation of sport committees to achieve sporting outcomes and promotion of the Club
- Continue to be provided with timely financial reports to assist in making financial decisions
- Development of an operational budget and reporting back to such budget

Long Term Objectives of the Club

The Club has identified the following long term objectives:

- To ensure a sustainable industry
- To continue to be financially secure and viable
- To grow the Club operations in accordance with member interests.
- To continue to comply with industry regulations and legislation

The Club has adopted the followings strategies in order to achieve these long term objectives:

- Continue to be provided with timely financial reports to assist in making financial decisions
- The preparation of budgets to accommodate club infrastructure needs, service delivery, and employment costs, whilst remaining financially secure.

Performance Measurement

The Club uses the following key performance indicators to measure performance:

- A profit for the financial year of \$47,928 compared to the 2016 profit of \$180,555
- Cash flow from operating activities for the financial year was \$388,620 compared to last year \$350,628
- Current bank debt of the Club for the financial year \$309,334 compared to last year \$355,410

Membership Details

The Tenterfield Bowling Club is incorporated under the Corporations Act 2001, and is an entity limited by guarantee. As such there is no issued capital nor is any member liable for any debts of the Club in the event the Club is wound up. However at the same time no member is entitled to share in any profits that arise from the operations of the Club.

In the event of the Club being wound up, any profits any profits or surplus assets are to be transferred to another such like organisation with similar aims and objectives to this Club. In the event of a winding up the contributions to be made by members are limited to \$20 per member.

As of the 30th June the Club had 1,380 members including 4 life members. At \$20 per member, the total member contribution on winding up would be \$27,600.

TENTERFIELD BOWLING CLUB LIMITED

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**DIRECTORS REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

Directors

The names of the directors in office at any time during, or since the end of, the year and the period that each director has been in office:

Directors Name	Special Responsibilities	Period as Director	Qualifications and Experience
Mr R Jordan	President	Appointed September 2016	President since September 2016
Mr N Richardson	Vice President	Appointed September 2015	Vice President since September 2016 Board Member since September 2015
Mr A Donges	Treasurer	Appointed September 2012	Treasurer since September 2012 Board Member since September 2012
Mr M Petrie	President	Appointed September 2013	Board Member since September 2013 President September 2015 to September 2016
Mrs M Johnston	Director	Appointed September 2014	Board Member since September 2014 Vice President September 2015 to September 2016
Mr J Landers	Director	Appointed September 2012	Board Member since September 2012 Vice President September 2012 to September 2013 President September 2013 to September 2015
Mr G Battersby	Director	Appointed September 2014	Board Member since September 2014
Mr K Mooney	Director	Appointed September 2014	Board Member since September 2014
Mr R Baguley	Director	Appointed September 2015 Resigned September 2016	Board Member since September 2015

Company Secretary

Peter McDade was appointed as the Company Secretary on 31 March 2015.

Meetings of Directors

During the financial year, 12 meetings of directors (including committees of directors) were held and the attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
Mr R Jordan	10	8
Mr N Richardson	12	12
Mr A Donges	12	12
Mr M Petrie	12	10
Mrs M Johnston	12	12
Mr J Landers	12	11
Mr G Battersby	12	9
Mr K Mooney	12	10
Mr R Baguley	2	2

TENTERFIELD BOWLING CLUB LIMITED

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**DIRECTORS REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

Auditors' Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is attached to these financial statements.

Signed in accordance with a resolution of the Board of Directors



**Mr R Jordan
President**


**Mr N Richardson
Director**

Dated this 21 August 2017

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATION ACT 2001
TO THE DIRECTORS OF
TENTERFIELD BOWLING CLUB**

ABN 81 213 011 418

I declare that, to the best of my knowledge and belief, during the financial year to 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.

CROWE HORWATH CENTRAL NORTH



**Kylie Ellis
Audit Partner**

Registered Company Auditor (ASIC RAN 483424)
149 Otho Street
INVERELL NSW 2360

Dated: 21 August 2017

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017**

	Note	2017 \$	2016 \$
Sales revenue	2	594,229	561,504
Cost of goods sold		<u>(279,616)</u>	<u>(266,991)</u>
Gross profit		<u>314,613</u>	<u>294,513</u>
Other revenue	2	1,572,975	1,646,387
Administration expenses		(131,522)	(132,988)
Advertising and marketing expenses		(102,434)	(102,157)
Bowling expenses		(51,710)	(25,689)
Gaming expenses		(134,949)	(114,621)
Depreciation expense		(271,554)	(248,479)
Employee benefits expense		(579,915)	(580,173)
Motel expenses		(209,097)	(209,231)
Occupancy expenses		(242,188)	(231,296)
Other expenses		<u>(116,291)</u>	<u>(115,713)</u>
Profit before income tax expense		<u>47,928</u>	<u>180,555</u>
Income tax expense	1(b)	<u>-</u>	<u>-</u>
Profit after income tax expense		<u>47,928</u>	<u>180,555</u>
Total comprehensive income attributable to members of the entity		<u>\$ 47,928</u>	<u>\$ 180,555</u>

TENTERFIELD BOWLING CLUB LIMITED

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**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017**

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	339,825	215,506
Trade and other receivables	5	2,625	4,007
Inventories	6	29,616	38,779
Financial assets	7	5,196	5,067
Other current assets	8	16,172	32,875
TOTAL CURRENT ASSETS		393,435	296,234
NON CURRENT ASSETS			
Property, plant and equipment	9	2,863,449	2,790,328
TOTAL NON CURRENT ASSETS		2,863,449	2,790,328
TOTAL ASSETS		3,256,883	3,086,561
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	76,410	56,908
Borrowings	11	114,958	64,914
Provisions	12	186,999	143,148
Other liabilities	13	8,440	2,960
TOTAL CURRENT LIABILITIES		386,808	267,930
NON CURRENT LIABILITIES			
Borrowings	11	302,804	290,496
Provisions	12	6,945	14,845
TOTAL NON CURRENT LIABILITIES		309,749	305,341
TOTAL LIABILITIES		696,557	573,271
NET ASSETS		\$ 2,560,326	\$ 2,513,290
EQUITY			
Travelling bowlers reserve		7,109	8,002
Retained earnings		2,553,217	2,505,289
TOTAL EQUITY		\$ 2,560,326	\$ 2,513,290

TENTERFIELD BOWLING CLUB LIMITED

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

	Travelling Bowlers Reserve	Retained Earnings	Total
	\$	\$	\$
Balance at 30 June 2015	8,685	2,324,735	2,333,420
Total comprehensive profit for the year	-	180,555	180,555
Transfers to/(from) reserves	(685)	-	(685)
Balance at 30 June 2016	<u>\$ 8,000</u>	<u>\$ 2,505,290</u>	<u>\$ 2,513,290</u>
Total comprehensive profit for the year	-	47,928	47,928
Transfers to/(from) reserves	(892)	-	(892)
Balance at 30 June 2017	<u>\$ 7,108</u>	<u>\$ 2,553,218</u>	<u>\$ 2,560,326</u>

TENTERFIELD BOWLING CLUB LIMITED

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

	Note	2017 \$	2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		2,376,385	2,117,358
Payments to suppliers and employees		(1,965,615)	(1,739,729)
Interest received		715	449
Finance costs		<u>(22,865)</u>	<u>(27,450)</u>
Net cash provided by operating activities		<u>388,620</u>	<u>350,628</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		24,689	44,634
Transfers from investments		(129)	125
Purchase of property, plant and equipment		<u>(351,213)</u>	<u>(228,367)</u>
Net cash used in investing activities		<u>(326,653)</u>	<u>(183,608)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		108,429	-
Repayment of borrowings		<u>(46,077)</u>	<u>(55,988)</u>
Net cash provided by/(used in) financing activities		<u>62,352</u>	<u>(55,988)</u>
Net increase in cash held		124,319	111,032
Cash at the beginning of the financial year		<u>215,506</u>	<u>104,474</u>
Cash at the end of the financial year	4 (a)	<u>\$ 339,825</u>	<u>\$ 215,506</u>

TENTERFIELD BOWLING CLUB LIMITED

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

Note 1: Statement of Significant Accounting Policies

Basis of Preparation

The financial statements cover Tenterfield Bowling Club as an individual entity. Tenterfield Bowling Club is a public company limited by guarantee, incorporated and domiciled in Australia.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for not-for-profit oriented entities.

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

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 1 (n).

The financial statements were authorised for issue on 21 August 2017 by the directors of the company.

Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) 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 the cessation of all involvements in those goods.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

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

(b) Income Tax

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

(c) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

(d) 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.

(e) Inventories

Inventory is recorded on a first in first out (FIFO) basis. Inventories are measured at the lower of cost and net realisable value.

TENTERFIELD BOWLING CLUB LIMITED

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

(f) Property, Plant and Equipment

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

Property

Freehold land and buildings are shown at cost less depreciation and impairment losses.

Plant and Equipment

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

The carrying amount of 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 expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining the recoverable amounts.

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 charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, is depreciated on a diminishing value basis over their useful lives to the Club 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 asset are:

Class of Fixed Asset	Depreciation Rate
Land Improvements	3.0%
Bowling Greens & Additions	3% to 10%
Club House & Additions	2.5% to 20%
Bar Plant & Equipment	5% to 40%
Gaming Machines	20%
Plant & Equipment	2.5% to 100%
Gaming Facilities	2.5% to 20%
Office Equipment	2.5% to 100%
Motel & Motel Plant & Equipment	2.5% to 100%
Restaurant Plant & Equipment	10% to 50%

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

An assets' 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 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.

(g) Impairment of Assets

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

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

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

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

(h) 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 Club 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.

(i) Borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest rate method.

(j) 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 the company 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 that period.

Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the company will obtain ownership of the asset or over the term of the lease.

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight line basis over the life of 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.

(k) 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 are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(l) Employee Benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are recognised in non-current liabilities, provided there is an unconditional right to defer settlement of the liability. The liability is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government or commercial bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

(m) Goods and Services Tax

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 Taxation Office (ATO). In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense. Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

Commitments and contingencies are disclosed on a gross basis.

(n) Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Employee benefits provision

As discussed in note 1 (l), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

(o) New, revised or amending Accounting Standards and Interpretations adopted

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(p) Comparative Figures

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

(q) Key Management Personnel

One Key Management Personnel exists but non compliance with AASB 124 has been chosen as not to breach confidentiality of the club.

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

	Note	2017 \$	2016 \$
Note 2: Revenue			
Operating activities:			
Sales of goods		<u>594,229</u>	<u>561,504</u>
Total Sales		<u>594,229</u>	<u>561,504</u>
Other activities:			
Bowling Income		22,118	22,220
Interest received from other persons		715	449
Membership subscriptions		6,555	5,840
Motel operations		413,238	414,728
Poker machine income		949,253	991,608
Profit on sale of fixed assets		18,150	40,351
Rebates & Subsidies		15,618	31,665
Raffles & Vouchers		56,473	55,212
Sponsorships and donations		(3,892)	(4,141)
TAB and Keno Income		43,143	51,686
Other revenue		<u>51,604</u>	<u>36,768</u>
Total revenue from other activities		<u>1,572,975</u>	<u>1,646,387</u>
Total revenue		<u>\$ 2,167,204</u>	<u>\$ 2,207,891</u>
Note 3: Profit for the Year			
(a) Significant expenses			
Advertising		65,366	62,000
Cleaning contract		201,703	205,816
Electricity		60,837	60,643
Repairs and maintenance		40,233	34,587
Superannuation		46,292	44,988
Wages		516,464	506,501
(b) Auditor's remuneration			
- audit of the financial statements		13,050	14,485
Note 4: Cash and Cash Equivalents			
Cash on hand		70,400	74,807
Cash at bank		<u>269,425</u>	<u>140,699</u>
		<u>\$ 339,825</u>	<u>\$ 215,506</u>
(a) Reconciliation of cash and cash equivalents			
Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:			
Cash and cash equivalents		<u>339,825</u>	<u>215,506</u>
		<u>\$ 339,825</u>	<u>\$ 215,506</u>
Note 5: Trade and Other Receivables			
CURRENT			
Sundry receivables		630	872
Trade receivables		<u>1,995</u>	<u>3,135</u>
		<u>\$ 2,625</u>	<u>\$ 4,007</u>

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

	Note	2017 \$	2016 \$
Note 6: Inventories			
CURRENT			
Stock on hand		29,616	38,779
		<u>\$ 29,616</u>	<u>\$ 38,779</u>
Note 7: Financial Assets			
Held-to-maturity financial assets comprise:			
- term deposits		5,196	5,067
		<u>\$ 5,196</u>	<u>\$ 5,067</u>
Held-to-maturity assets comprise term deposits with financial institutions. There are fixed rate returns upon maturity of these asset			
Note 8: Other Assets			
CURRENT			
Deposits paid		-	12,275
Prepayments		16,172	20,600
		<u>\$ 16,172</u>	<u>\$ 32,875</u>
Note 9: Property, Plant & Equipment			
Land and Buildings (at cost)			
Land & Improvements		128,914	128,914
Less Accumulated Depreciation		<u>(21,133)</u>	<u>(19,442)</u>
		<u>107,781</u>	<u>109,472</u>
Bowling Greens		150,000	150,000
Less: Accumulated depreciation		<u>(60,912)</u>	<u>(58,157)</u>
		<u>89,088</u>	<u>91,843</u>
Bowling Green Additions		30,484	30,484
Less: Accumulated depreciation		<u>(10,000)</u>	<u>(8,423)</u>
		<u>20,484</u>	<u>22,061</u>
Bowling Green Sheds		34,470	34,470
Less Accumulated Depreciation		<u>(13,168)</u>	<u>(12,551)</u>
		<u>21,302</u>	<u>21,919</u>
Club House		459,659	459,659
Less: Accumulated depreciation		<u>(161,566)</u>	<u>(153,922)</u>
		<u>298,093</u>	<u>305,737</u>
Club House Additions		870,318	838,568
Less: Accumulated depreciation		<u>(72,789)</u>	<u>(46,760)</u>
		<u>797,529</u>	<u>791,808</u>
Car Park		18,369	18,369
Less: Accumulated depreciation		<u>(4,845)</u>	<u>(4,502)</u>
		<u>13,524</u>	<u>13,867</u>

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

	Note	2017 \$	2016 \$
Motel		986,883	986,883
Less: Accumulated depreciation		(371,728)	(346,564)
		<u>615,155</u>	<u>640,319</u>
Capital Works in Progress		-	2,940
Total Land and Buildings		<u>1,962,955</u>	<u>1,999,965</u>
Plant, Equipment & Fittings (at cost)			
Bar Plant & Equipment		259,312	224,936
Less: Accumulated depreciation		(200,604)	(182,938)
		<u>58,708</u>	<u>41,998</u>
Gaming Machines		801,219	802,139
Less: Accumulated depreciation		(502,265)	(500,549)
		<u>298,954</u>	<u>301,590</u>
Plant & Machinery		860,610	856,159
Less: Accumulated depreciation		(569,970)	(529,238)
		<u>290,640</u>	<u>326,921</u>
Gaming Facilities		300,598	148,624
Less: Accumulated depreciation		(87,642)	(71,833)
		<u>212,956</u>	<u>76,791</u>
Office Equipment		47,883	43,900
Less: Accumulated depreciation		(37,271)	(33,452)
		<u>10,612</u>	<u>10,448</u>
Motel Plant & Equipment		37,384	34,510
Less: Accumulated depreciation		(27,914)	(24,102)
		<u>9,470</u>	<u>10,408</u>
Restaurant Plant & Equipment		44,660	41,375
Less: Accumulated depreciation		(25,506)	(19,169)
		<u>19,154</u>	<u>22,206</u>
Total Plant, Equipment and Fittings		<u>900,493</u>	<u>790,363</u>
Total Property, Plant and Equipment		<u>\$ 2,863,449</u>	<u>\$ 2,790,328</u>

(a) Movements in carrying amounts

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

	Land and Buildings \$	Plant and Equipment \$	Total \$
Balance at the beginning of the year	1,999,965	790,363	2,790,328
Additions	28,810	322,403	351,213
Disposals	-	(6,539)	(6,539)
Depreciation expense	(65,820)	(205,734)	(271,554)
Carrying amount at the end of the year	<u>\$ 1,962,955</u>	<u>\$ 900,493</u>	<u>\$ 2,863,449</u>

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

	Note	2017 \$	2016 \$
Note 10: Trade and Other Payables			
CURRENT			
Unsecured liabilities;			
Trade payables		59,116	48,700
Accrued expenses		6,834	5,589
Sundry payables and accrued expenses		<u>10,459</u>	<u>2,619</u>
		\$ 76,410	\$ 56,908
Note 11: Borrowings			
CURRENT			
Secured liabilities:			
Bank loan		64,914	64,914
Lease liability - Card IT		<u>50,044</u>	<u>-</u>
		<u>114,958</u>	<u>64,914</u>
NON-CURRENT			
Secured liabilities:			
Bank loan		244,419	290,496
Lease liability - Card IT		<u>58,385</u>	<u>-</u>
		<u>302,804</u>	<u>290,496</u>
Total Borrowings		\$ 417,762	\$ 355,410
(a) Total current and non-current secured liabilities:			
Bank loan		309,334	355,410
Lease liability - Card IT		<u>108,429</u>	<u>-</u>
		\$ 417,762	\$ 355,410

The bank loan is secured by the Club.

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

	Note	2017 \$	2016 \$
Note 12: Provisions			
CURRENT			
Provision for employee benefits		154,080	135,418
Provision for poker machine jackpots		32,920	7,731
		<u>\$ 186,999</u>	<u>\$ 143,148</u>
NON-CURRENT			
Provision for employee benefits		6,945	14,845
		<u>\$ 6,945</u>	<u>\$ 14,845</u>
(a) Aggregate employee benefits liability		<u>\$ 161,025</u>	<u>\$ 150,263</u>

Provision for employee benefits

A provision has been recognised for employee entitlements relating to annual, long service and personal 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 to this report.

Provision for poker machine jackpots

Provision has been made for poker machine jackpots representing the liability accrued as a result of turnover on poker machines in excess of the minimum jackpot amount. The measurement and recognition criteria relating to provisions has been included in Note 1 to this report.

Note 13: Other Liabilities

CURRENT

Subscriptions received in advance		4,120	2,960
Fund held		4,321	-
		<u>\$ 8,440</u>	<u>\$ 2,960</u>

Note 14: Capital and Leasing Commitments

(a) Finance Lease Commitments

Payable - minimum lease payments:

- not later than 12 months		50,044	-
- between 12 months and five years		58,385	-

Minimum lease payments	11 (a)	<u>\$ 108,429</u>	<u>\$ -</u>
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The company has entered into a 3 year lease arrangement with eBet to purchase a Card IT poker machine system.

(b) Capital Expenditure Commitments

As at 30 June 2017, the company had not engaged in any capital commitments.

Note 15: Events After the End of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

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

	Note	2017 \$	2016 \$
Note 16: Financial Risk Management			
The company's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable and leases.			
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:			
Financial assets			
Cash and cash equivalents	4	339,825	215,506
Loans and receivables	5	<u>2,625</u>	<u>4,007</u>
		\$ 342,450	\$ 219,513
Financial liabilities			
Financial liabilities at amortised cost:			
Trade and other payables	10	76,410	56,908
Borrowings	11	<u>417,762</u>	<u>355,410</u>
		\$ 494,172	\$ 412,318

Note 17: Related Party Transactions

Other Related Parties

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

Transactions with related parties were:

Kevin Mooney		<u>\$ 600</u>	<u>\$ -</u>
Gil Battersby - Plumbing		<u>\$ 3,063</u>	<u>\$ 6,050</u>
TDG Business Services Pty Ltd - contracted to perform accountancy assistance		<u>\$ 26,861</u>	<u>\$ 28,070</u>
Directors Honorariums		<u>\$ 1,500</u>	<u>\$ 1,500</u>

Note 18: Company Details

The club is incorporated and domiciled in Australia as a company limited by guarantee.

The registered office and principal place of business is:

Tenterfield Bowling Club Limited
Molesworth Street
TENTERFIELD NSW 2372

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

**DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2017**

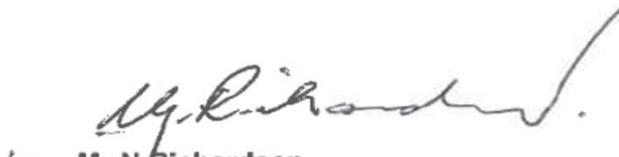
In the directors' opinion

1. The attached financial statements and notes thereto comply with the Corporations Act 2001, the Australian Accounting Standards - Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
2. The attached financial statements and notes thereto give a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the financial year ended on that date; and
3. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors by:



**Mr R Jordan
Director**



**Mr N Richardson
Director**

Dated this 21 August 2017

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
TENTERFIELD BOWLING CLUB**

ABN 81 213 011 418

Qualified Opinion

We have audited the accompanying financial report of Tenterfield Bowling Club Limited (the Company), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, statement of changes in equity and statements of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, except for the possible effect of the matter described in the basis for qualified paragraph, the financial report of Tenterfield Bowling Club is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards Reduced Disclosure Requirements as described in Note 1 and the Corporations Regulations 2001.

Basis for Qualified Opinion

Attention is drawn to Note 1(q) in the financial statements 'Key Management Personnel'. One Key Management Personnel exists but non compliance with AASB 124 has been chosen as not to breach confidentiality of the club.

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

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 misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Company 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.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
TENTERFIELD BOWLING CLUB**

ABN 81 213 011 418

149 Otho Street
Inverell NSW 2360 Australia
PO Box 164
Inverell NSW 2360 AustraliaTel 02 6728 8800
Fax 02 6722 1005
www.crowehorwath.com.au

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/auditors_files/ar3.pdf. This description forms part of our auditor's report.

CROWE HORWATH CENTRAL NORTH



Kylie Ellis

Audit Partner

Registered Company Auditor (ASIC RAN 483424)

149 Otho Street

INVERELL NSW 2360

Dated: 31 August 2017

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

**COMPILATION REPORT TO THE MEMBERS OF
TENTERFIELD BOWLING CLUB LIMITED**

Compilation Report to the Financial Report

We have compiled the accompanying general purpose financial report of Tenterfield Bowling Club, which comprises the statement of financial position as at 30 June 2017, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors declaration. These have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Act 2001 as described in Note 1 to the financial report.

Directors' Responsibility for the Financial Report

The directors of the Tenterfield Bowling Club are solely responsible for the information contained in the general purpose financial report and have determined that the financial reporting framework and basis of accounting used is appropriate to meet their needs and for the purpose that the financial report was prepared.

Our Responsibility

On the basis of information provided by the Directors we have compiled the accompanying general purpose financial report in accordance with the financial reporting framework and basis of accounting specified in Note 1 to the financial report and APES 315 Compilation of Financial Information.

Our procedures use account expertise to collect, classify and summarise the financial information, which the Directors provided, in compiling the financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The general purpose financial report was compiled exclusively for the benefit of the Directors. We do not accept responsibility to any other person for the contents of the general purpose financial reports.

TDG BUSINESS SERVICES PTY LTD

Chartered Accountants

Jason W Halliday

212 Rouse Street
TENTERFIELD NSW 2372

Dated 21 August 2017

TENTERFIELD BOWLING CLUB LIMITED

ABN 81 213 011 418

DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
Bar Trading		
Sales	594,229	561,504
Cost of goods sold	<u>(279,616)</u>	<u>(266,991)</u>
Bar net profit	<u>\$ 314,613</u>	<u>\$ 294,513</u>
Gross profit percentage to sales	<u>52.94%</u>	<u>52.45%</u>
Poker Machine Income		
Gaming Income	949,253	991,608
Less: Gaming expenses	<u>(92,454)</u>	<u>(77,975)</u>
Poker Machines net profit	<u>\$ 856,800</u>	<u>\$ 913,633</u>
Keno		
Keno Income	<u>32,102</u>	<u>44,994</u>
Keno gross profit	<u>\$ 32,102</u>	<u>\$ 44,994</u>
TAB		
TAB Income	11,042	6,692
Less: TAB expenses	<u>(42,495)</u>	<u>(36,645)</u>
Net profit/(loss)	<u>\$ (31,453)</u>	<u>\$ (29,954)</u>
Motel		
Motel Sales	413,238	414,728
Less: Direct expenses	<u>(209,097)</u>	<u>(209,231)</u>
Net profit	<u>\$ 204,142</u>	<u>\$ 205,498</u>
Bowling Income		
Bowling Income	22,118	22,220
Less: Bowls expenses	<u>(114,487)</u>	<u>(83,664)</u>
Net profit/(loss)	<u>\$ (92,369)</u>	<u>\$ (61,444)</u>

TENTERFIELD BOWLING CLUB LIMITED
ABN 81 213 011 418
DETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017

	2017 \$	2016 \$
Income		
Net profit/(loss) from trading:		
Bar net profit	314,613	294,513
Poker Machines net profit	856,800	913,633
Keno gross profit	32,102	44,994
TAB net loss	(31,453)	(29,954)
Motel profit	204,142	205,498
Bowls loss	(92,369)	(61,444)
Alphy and bingo	13,597	14,495
ATM Commission	12,636	13,153
Interest received	715	449
Membership subscriptions	6,555	5,840
Profit on sale of assets	18,150	40,351
Raffles and vouchers	56,473	55,212
Rebates and subsidies	15,618	31,665
Sundry income	25,371	9,120
Vending Machine Commissions	(3,892)	(4,141)
Total Income	1,429,056	1,533,386
Expenditure		
<u>Administration Expenses</u>		
Accounting Fees	26,861	26,616
Audit Fees	13,050	14,485
Bank charges	10,400	7,693
Computer support	13,168	13,392
Directors' expenses	10,532	9,495
Honorariums	1,500	1,500
Legal Fees	-	3,523
Licences & Subscriptions	9,823	9,371
Other administration expenses	25,824	27,670
Postage, Printing & Stationery	7,274	7,420
Sundry	1,707	1,142
Telephone	11,382	10,681
	131,522	132,988
Advertising	65,366	62,000
Donations & Sponsorships	5,901	6,311
Entertainment	31,166	33,845
	102,434	102,157
<u>Employee Expenses</u>		
Provision expense - annual leave	(2,813)	9,500
Provision expense - long service leave	3,150	6,422
Provision expense - sick leave	10,425	5,638
Superannuation	46,292	44,988
Wages	453,687	448,527
Workers Compensation Insurance	6,398	7,124
	517,138	522,198

TENTERFIELD BOWLING CLUB LIMITED
ABN 81 213 011 418
DETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
<u>Occupancy Expenses</u>		
Cleaning contract	71,420	72,840
Cleaning materials	9,657	5,349
Electricity	40,353	40,796
Gas	6,171	4,517
Insurance	37,044	37,275
Members Amenities	3,603	4,106
Members Draw	13,182	13,273
Membership Expenses	1,055	1,325
Rates	13,877	10,679
Repairs and maintenance	40,233	34,587
Security	5,593	6,548
	<u>242,188</u>	<u>231,296</u>
 Other Expenses		
Alphy & Bingo Expenses	25,078	25,986
Freight	8,675	7,898
Raffle Expenses	65,718	67,567
Staff Amenities & Training	6,346	2,239
Sundry expenses	55	1,320
Vouchers Redeemed	10,420	10,704
	<u>116,291</u>	<u>115,713</u>
Depreciation	<u>271,554</u>	<u>248,479</u>
Total Expenditure	<u>1,381,127</u>	<u>1,352,831</u>
Profit/(Loss) before Income Tax Expense	<u>\$ 47,928</u>	<u>\$ 180,555</u>