

DEE WHY BOWLING & RECREATION CLUB LIMITED
A.B.N. 67 000 407 447



FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2020

BROOKS DEANE & POWNE
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DEE WHY BOWLING & RECREATION CLUB LIMITED
A.B.N. 67 000 407 447

FINANCIAL REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2020

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DEE WHY BOWLING & RECREATION CLUB LIMITED

DIRECTORS REPORT

Your directors present their report on the club for the financial year ended 30 June 2020.

DIRECTORS

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

<u>Name of Director</u>	<u>Position Held</u>	<u>Meetings Attended</u>	<u>Maximum Attendances</u>
Minnett, William	Chairperson (10/16 – current) Vice Chairperson (10/04 – 10/16)	13	13
Stelling, Brian	Vice Chairperson (10/16 – 10/19) Chairperson (10/12 – 10/16)	4	4
Green, Fran	Vice Chairperson (12/18 – current)	12	13
Warren, Keith	Director (10/16 – 10/17 & 10/19 - current) Treasurer (10/17 – 10/18)	13	13
Banks, Stephen	Treasurer (10/18 – current) Director (10/18 – 10/19)	11	13
Ashton, David	Director (10/17 – current)	11	13
Marshall, David	Director (10/19 – current)	10	10
Burns, Christine	Director (10/19 – current)	8	10

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

OPERATING RESULT

The operating result for the club for the financial year was a net profit of \$15,202 whereas 2019 was a loss of \$110,462. No income tax has been charged or provided for. The club has received the JobKeeper Government assistance for a significant proportion of its workforce and was applicable to the Cash Flow Boost support. COVID-19 Government assistance received for the year totalled \$44,000.

REVIEW OF OPERATIONS

A review of the operations of the Club and the results of those operations, reveal an increase in Poker Machine receipts of \$82,331. All other departments have remained consistent. Catering total revenue has decreased by \$26,620 to \$786,354 compared to \$812,974 last year. COVID-19 has significantly impacted the operations of the club, resulting in the club closing for a period of time. The Club directors minimised the impact of COVID-19 by lowering operating overheads and were assisted by the receipt of Cash Flow Boost with employee engagement assisted through JobKeeper.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There have been no significant changes in the state of affairs of the club during the financial year.

PRINCIPAL ACTIVITIES

The principal activities of the club during the financial year were the promotion of the game of lawn bowls and other sporting and recreational activities. No significant change in the nature of this activity occurred during the year.

ENVIRONMENTAL REGULATION

The club's operations are not regulated by any significant environmental regulation under law of the Commonwealth or of a State or Territory.

DIVIDEND

No dividends have been paid or declared since the start of the financial year.

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR
THE YEAR ENDED 30 JUNE 2020**

	NOTE	2020 \$	2019 \$
Revenue	2	786,354	812,974
Depreciation & amortisation expenses		(43,229)	(28,867)
Other expenses		<u>(771,923)</u>	<u>(894,569)</u>
Profit/ (Loss) before income tax		(28,798)	(110,462)
Income tax expense	1(f)	<u>-</u>	<u>-</u>
Profit/ (Loss) after income tax		<u>(28,798)</u>	<u>(110,462)</u>
Other comprehensive income for the year	14	44,000	-
Total comprehensive income for the year		<u>15,202</u>	<u>(110,462)</u>

This statement should be read in conjunction with the notes to the financial statements.

DEE WHY BOWLING & RECREATION CLUB LIMITED

STATEMENT OF FINACIAL POSITION AT 30 JUNE 2020

	NOTE	2020 \$	2019 \$
<u>CURRENT ASSETS</u>			
Cash and cash equivalents	3	130,460	222,240
Trade and other receivables	4	-	7,830
Investments	5	121,529	20,376
Inventories	6	9,676	7,881
Other assets	7	-	91
Total Current Assets		<u>261,665</u>	<u>258,418</u>
<u>NON-CURRENT ASSETS</u>			
Land and Buildings, Greens Plant, Plant and Equipment	8	<u>2,727,739</u>	<u>2,730,599</u>
Total Non-Current Assets		<u>2,727,739</u>	<u>2,730,599</u>
<u>TOTAL ASSETS</u>		<u>2,989,404</u>	<u>2,989,017</u>
<u>CURRENT LIABILITIES</u>			
Trade and other payables	9	693,844	686,893
Provisions	10	40,836	39,529
Other liabilities	11	<u>3,288</u>	<u>26,361</u>
Total Current Liabilities		<u>737,968</u>	<u>752,783</u>
<u>NON-CURRENT LIABILITIES</u>			
Trade and other payables		-	-
Total Non-Current Liabilities		-	-
<u>TOTAL LIABILITIES</u>		<u>737,968</u>	<u>752,783</u>
<u>NET ASSETS</u>		<u>2,251,436</u>	<u>2,236,234</u>
<u>EQUITY</u>			
Members capital	12	1,112,115	1,112,115
Asset revaluation reserve	13	106,540	106,540
Retained earnings	14	<u>1,032,781</u>	<u>1,017,579</u>
<u>TOTAL EQUITY</u>		<u>2,251,436</u>	<u>2,236,234</u>

This statement should be read in conjunction with the notes to the financial statements.

DEE WHY BOWLING & RECREATION CLUB LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020

	Contributed Equity	Asset Revaluation Reserve	Retained Earnings	Total
	\$	\$	\$	\$
Balance at 1 July 2018	1,112,115	106,540	1,128,041	2,346,696
Comprehensive Income				
Profit/ (Loss) attributable to members	-	-	(110,462)	(110,462)
Other comprehensive income	-	-	-	-
Sub Total	-	-	(110,462)	(110,462)
Dividends paid or provided for	-	-	-	-
Asset Revaluation Reserve	-	-	-	-
Balance at 30 June 2019	1,112,115	106,540	1,017,579	2,236,234
Comprehensive Income				
Profit/ (Loss) attributable to members	-	-	(28,798)	(28,798)
Other comprehensive income	-	-	44,000	44,000
Sub Total	-	-	15,202	15,202
Dividend paid or provided for	-	-	-	-
Asset Revaluation Reserve	-	-	-	-
Balance at 30 June 2020	1,112,115	106,540	1,032,781	2,251,436

This statement should be read in conjunction with the notes to the financial statements.

DEE WHY BOWLING & RECREATION CLUB LIMITED

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30 JUNE 2020

	NOTE	2020 \$	2019 \$
Cash Flows from operating activities			
Receipts from customer		1,303,927	1,051,060
Payment to suppliers and employees		(1,269,711)	(1,091,441)
Government COVID Assistance		44,000	-
Interest Received		1,255	733
Interest Paid		<u>(36,029)</u>	<u>(70,531)</u>
Net cash provided by (used in) operating activities	15	<u>43,442</u>	<u>(110,179)</u>
Cash Flows from investing activities			
Proceeds from disposal of Property, Plant & Equipment		-	14,634
(Payment for Development Costs)/Receipt from Investments		(101,153)	19,532
(Payment for)/Receipt from Property Plant & Equipment		<u>(40,370)</u>	<u>(84,336)</u>
Net cash provided by (used in) investing activities		<u>(141,523)</u>	<u>(50,350)</u>
Cash Flows from financing activities			
(Payment for)/Receipt from Borrowing		<u>6,301</u>	<u>266,954</u>
Net cash provided by (used in) financing activities		<u>6,301</u>	<u>266,954</u>
Net change in cash and cash equivalents		(91,780)	106,425
Cash and cash equivalents at the beginning of the financial year		<u>222,240</u>	<u>115,815</u>
Cash and cash equivalents at the end of the financial year	3	<u>130,460</u>	<u>222,240</u>

This statement should be read in conjunction with the notes to the financial statements.

DEE WHY BOWLING & RECREATION CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

General information and basis of preparation

The financial report includes the financial statements and notes of Dee Why Bowling & Recreation Club Limited. Dee Why Bowling & Recreation Club Limited is a club limited by guarantee, incorporated and domiciled in Australia.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduce Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board (AASB) 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. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards as issued by the IASB. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless otherwise stated. The financial statements are presented in Australian dollars.

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.

Summary of accounting policies

Reporting basis and conventions

The significant accounting policies that have been used in the preparation of these financial statements are summarised below. The accounting policies have been consistently applied, unless otherwise stated. The measurement bases are more fully described in the accounting policies below.

New and revised standards that are effective for these financial statements

A number of new and revised standards became effective for annual periods beginning on or after 1 July 2019.

AASB 2018-7 Amendments to Australian Accounting Standards – Definition of Material. Effective Date: 1 January 2020

The amendments to the definition of ‘material’ clarify that materiality will depend on the nature or magnitude of information or both. An entity will need to assess whether the information, either individually or in combination with other information, is material in the context of the financial statements. AASB 2018-7 aligns the definition of ‘material’ across AASB 101 Presentation of Financial Statements and AAS 108 Accounting Policies, Changes in Accounting Estimates and Errors and clarify certain aspects of the definition. The adoption of this standard has not had a material impact on the transactions and balances recognised in the financial statements of Dee Why Bowling & Recreation Club Limited.

DEE WHY BOWLING & RECREATION CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(CON'T)

Accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Inventories

Inventories are measured at the lower of cost or net realisable value. The cost of inventories is based on first-in first-out principle, and includes expenditure incurred in acquiring the inventories and other costs incurred in bringing them to their existing location and condition.

(b) Property, Plant and Equipment

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

Property

Freehold land and buildings are measured at the lower of cost or fair market value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

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 the expected net cash flows which will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the assets 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 club 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 occurred.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, are depreciated over their useful lives to the club commencing from the time the asset is held ready for use. Properties held for investment purpose are not subject to depreciation charge. Leasehold improvements are depreciated over the shorter of the 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	
Bar Plant	10% - 40%	Renovations 2.5% - 20%
Catering Equipment	15% - 30%	Poker Machines 14% - 40%
Furniture & Fittings	2.5% - 40%	Greens Plant 5% - 40%
Office Equipment	37% - 50%	

DEE WHY BOWLING & RECREATION CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(CON'T)

(c) Employee Benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months of the reporting date are recognised in provisions with respect to employees services up to the reporting date and are measured at the amounts expected to be paid when liabilities are settled. The provision for Long Service Leave which is not expected to be utilised within next twelve months is shown as a Non-Current Liability. Contributions are made by the company to employee superannuation funds and are charges as expenses when incurred.

(d) Subscription by members

Subscriptions are brought to account when received. The proportion applicable to ensuing year is carried forward as Subscriptions in Advance.

(e) Auditors Remuneration

Has been included in the amounts in the respect of:

	2020	2019
(i) The auditing of the accounts	7,200	7,200
(ii) Other services (Monthly & yearend accounting, taxation services, Secretarial requirements of Corporations Act & other Advisory Services)	<u>1,800</u>	<u>1,800</u>
	<u>9,000</u>	<u>9,000</u>

(f) Income Tax

Dee Why Bowling & Recreation Club Limited is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997 while it operates under its present Constitution.

(g) Investment

Investments brought to account are at cost or at valuation. The carrying amount of investments is reviewed annually to ensure it is not in excess of the recoverable amount of the investment.

(h) Core and Non Core Property

The directors have determined that the land and buildings of the Club shall be classified as Core Property in accordance with section 41E of the Registered Clubs Act 1976.

(i) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks with original maturities of three months or less.

(j) Revenue

Revenue from the rendering of services or the sale of goods is recognised upon the delivery of the service or goods to members or other persons. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial asset. Dividends received are accounted for in accordance with the equity method of accounting. All revenue is stated net of the amount of goods and services tax (GST)

DEE WHY BOWLING & RECREATION CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(CON'T)

(k) 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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

(l) Trade and Other Receivables

Trade debtors and other receivables represent the principal amount due at balance date plus accrued interest and less, where applicable, any unearned income and provisions for doubtful accounts.

(m) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition.

	2020	2019
	\$	\$
2. REVENUE		
Bar Sales	341,692	406,184
Poker Machines	202,480	120,249
Catering	29,938	38,392
Greens	64,475	83,414
Men's Bowling Club	26,009	33,016
Women's Bowling Club	13,277	14,720
Commissions received	6,607	7,035
Interest received	1,255	733
Other revenue	15,290	15,815
Profit on disposal of fixed asset	-	14,634
Rent received	57,905	50,782
Sponsorship received	11,726	13,400
Subscriptions	<u>15,700</u>	<u>14,600</u>
Total Revenue	<u>786,354</u>	<u>812,974</u>

DEE WHY BOWLING & RECREATION CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(CON'T)

	2020	2019
	\$	\$
3. CASH AND CASH EQUIVALENTS		
Cash on hand	35,000	27,000
Cash at bank - Bendigo	90,460	190,240
Deposit	<u>5,000</u>	<u>5,000</u>
	<u>130,460</u>	<u>222,240</u>
Reconciliation of cash		
Cash 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>130,460</u>	<u>222,240</u>
4. TRADE AND OTHER RECEIVABLES		
Sundry Receivable	<u>-</u>	<u>7,830</u>
5. INVESTMENTS		
Bendigo Bank	114,244	13,258
Northern Beaches Credit Union	<u>7,285</u>	<u>7,118</u>
	<u>121,529</u>	<u>20,376</u>
6. INVENTORIES		
Stock on Hand	<u>9,676</u>	<u>7,881</u>
7. OTHER ASSETS		
Prepayments	<u>-</u>	<u>91</u>
	<u>-</u>	<u>91</u>
8. PROPERTY, PLANT & EQUIPMENT		
Land and Buildings		
Freehold Land & Building, at cost	1,483,342	1,483,342
Bar Plant, at WDV	9,228	9,228
Renovations, at WDV	367,874	367,874
Development, at cost	563,016	563,016
Asset Revaluation	<u>106,540</u>	<u>106,540</u>
Total Land and Buildings	<u>2,530,000</u>	<u>2,530,000</u>

DEE WHY BOWLING & RECREATION CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(CON'T)

	2020	2019
	\$	\$
Greens Plant		
Greens Plant, at cost	259,845	259,845
Accumulated Depreciation	<u>(199,285)</u>	<u>(194,257)</u>
	<u>60,560</u>	<u>65,588</u>
Total Greens Plant	<u>60,560</u>	<u>65,588</u>
Plant and Equipment		
Catering Equipment, at cost	5,531	5,531
Accumulated Depreciation	<u>(5,014)</u>	<u>(4,900)</u>
	<u>517</u>	<u>631</u>
Furniture & Fittings, at cost	260,103	258,430
Accumulated Depreciation	<u>(214,703)</u>	<u>(206,841)</u>
	<u>45,400</u>	<u>53,662</u>
Office Equipment, at cost	12,650	12,650
Accumulated Depreciation	<u>(11,039)</u>	<u>(10,778)</u>
	<u>1,611</u>	<u>1,872</u>
Poker Machines, at cost	290,225	262,336
Accumulated Depreciation	<u>(211,683)</u>	<u>(183,090)</u>
	<u>78,542</u>	<u>79,246</u>
Bar Plant, at cost	12,480	-
Accumulated Depreciation	<u>(1,371)</u>	<u>-</u>
	<u>11,109</u>	<u>-</u>
Total Plant and Equipment	<u>137,179</u>	<u>135,011</u>
Total Land & Buildings, Greens Plant, Plant & Equipment	<u>2,727,739</u>	<u>2,730,599</u>

DEE WHY BOWLING & RECREATION CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(CON'T)

(a) Movements in carrying amounts

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

	Land & Buildings	Greens Plant	Plant and Equipment	Total
			\$	\$
Balance at 1 July 2018	2,530,000	71,580	73,550	2,675,130
Additions	-	-	84,343	84,343
Disposal	-	-	(7)	(7)
Depreciation expense	-	(5,992)	(22,875)	(28,867)
Balance at 30 June 2019	2,530,000	65,588	135,011	2,730,599
Additions	-	-	40,369	40,369
Disposal	-	-	-	-
Depreciation expense	-	(5,028)	(38,201)	(43,229)
Carrying amount at 30 June 2020	2,530,000	60,560	137,179	2,727,739

On 22nd November 2016, Land and Buildings held by the Dee Why Bowling and Recreation Club was valued by independent valuer's, Preston Rowe Paterson. The fair value of the Freehold Land, Bar Plant and Renovations at its fair value less cost to sell, based on an active market, was deemed to be \$2,530,000.

2020	2019
\$	\$

9. TRADE AND OTHER PAYABLES

CURRENT

GST Payable	1,240	7,762
Loan – Seven Hills RSL	667,410	661,382
Sundry Payable	3,860	3,585
Trade Payable	<u>21,334</u>	<u>14,164</u>
	<u>693,844</u>	<u>686,893</u>

10. PROVISIONS

Provision for Holiday Pay	26,738	26,774
Provision for Long Service Leave	<u>14,098</u>	<u>12,755</u>
	<u>40,836</u>	<u>39,529</u>

11. OTHER LIABILITIES

Subscriptions Paid in Advance	<u>3,288</u>	<u>26,361</u>
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12. CONTRIBUTED EQUITY

Members Capital	<u>1,112,115</u>	<u>1,112,115</u>
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13. ASSET REVALUATION RESERVE

Asset Revaluation reserve	<u>106,540</u>	<u>106,540</u>
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DEE WHY BOWLING & RECREATION CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(CON'T)

	2020	2019
	\$	\$
14. RETAINED EARNINGS		
Retained earnings at the beginning of the financial year	1,017,579	1,128,041
Other Comprehensive Income- COVID19 ATO Assistance*	44,000	-
Net profit/ (Loss) attributable to members of the club	<u>(28,798)</u>	<u>(110,462)</u>
Retained earnings at the end of the financial year	<u>1,032,781</u>	<u>1,017,579</u>

*Other Comprehensive Income comprised of COVID19 ATO Assistance totalling \$44,000 consisting of JobKeeper and Cash Flow Boost.

15. CASH FLOW INFORMATION

Reconciliation of result for the year to cash flows from operating activities:

Profit/ (Loss) from ordinary activities after income tax	15,202	(110,462)
Non-Cash flows in profit from Ordinary activities:		
Depreciation	43,229	28,867
Net (Profit) / Loss on disposal of fixed asset	-	(14,634)
Changes in Assets & Liabilities		
Decrease / (Increase) in inventories	(1,795)	(439)
Decrease / (Increase) in prepayments	91	66
Decrease / (Increase) in investments	-	-
Decrease / (Increase) in trade and other debtors	7,830	(7,830)
Increase / (Decrease) in creditors	7,172	(8,295)
Increase / (Decrease) in GST	(6,520)	3,689
Increase / (Decrease) in provisions	1,307	1,574
Increase / (Decrease) in advance subscriptions	<u>(23,074)</u>	<u>(2,715)</u>
Cash flow from operations	<u>43,442</u>	<u>(110,179)</u>

16. EVENTS SUBSEQUENT TO THE REPORTING DATE

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

17. MEMBERS GUARANTEE

The club is limited by guarantee. In the event of the club being wound up, the Memorandum of Association requires members to contribute an amount not exceeding ten dollars (\$10) towards any outstanding obligations of the club.

18. CLUB DETAILS

The registered office of the club is:

Brooks Deane & Powne
Level 3, 50 Clarence St,
Sydney, NSW 2000

The principal place of business is:

Dee Why Bowling & Recreation Club Limited
223 Fisher Road,
Dee Why, NSW 2099

**DEE WHY BOWLING & RECREATION CLUB LIMITED
INDEPENDENT AUDIT REPORT TO THE MEMBERS OF DEE WHY BOWLING CLUB**

Opinion

We have audited the accompanying financial report of Dee Why Bowling & Recreation Club Limited, which comprises of the statement of financial position as at 30 June 2020, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant policies and other explanatory notes and the director's declaration.

In our opinion, the financial report of the Dee Why Bowling & Recreation Club Limited are in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of Dee Why Bowling & Recreation Club Limited financial position at 30 June, 2020 and of its performance for the year ended on that date; and
- (b) complying with Accounting Standards in Australia - Reduced Disclosure Requirements and the Corporations Regulations 2001.

Basis for opinion

We conducted our audit in accordance with Australian Accounting Standards. Our responsibilities under those standards are further described in the Auditors Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with 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 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

Directors Responsibility for the Financial Report

The directors of the Dee Why Bowling & Recreation Club Limited 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 Club'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 Club or to cease operations, or have no realistic alternative but to do so.

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

The directors are responsible for the other information. The other information is the directors report accompanying the financial report. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**DEE WHY BOWLING & RECREATION CLUB LIMITED
INDEPENDENT AUDIT REPORT TO THE MEMBERS OF DEE WHY BOWLING &
RECREATION CLUB (CON'T)**

Auditor's Responsibility

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 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 decision of the 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 (<http://www.auasb.gov.au/Home.aspx>) at: http://www.auadb.gov.au/auditors_files/ar3.pdf.

This description forms part of our auditor's report.

BROOKS, DEANE & POWNE

Chartered Accountants

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Carl Gilmore– Partner

Dated this _____ day of _____ 2020

**DEE WHY BOWLING & RECREATION CLUB LIMITED
COMPILATION REPORT**

We have compiled the accompanying general purpose financial statements of Dee Why Bowling & Recreation Club Limited, in accordance with APS 9: Statement of Compilation of Financial Reports which comprise of departmental income statements and detailed income statement for the year ended 30 June 2020. These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements.

The specific purpose for which the general purpose financial report has been prepared is to provide private information to the directors of Dee Why Bowling & Recreation Club Limited. The extent to which Accounting Standards and other mandatory professional reporting requirements have or have not been adopted in the preparation of the general purpose financial report is set out in Note 1.

The responsibility of the directors of Dee Why Bowling & Recreation Club Limited

The directors of Dee Why Bowling & Recreation Club Limited are solely responsible for the information contained in the general purpose financial report and have determined that significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose the financial statements were prepared.

Our Responsibility

On the basis of the information provided by the directors of Dee Why Bowling & Recreation Club Limited, we have compiled the accompanying general purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

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

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the Dee Why Bowling & Recreation Club Limited, may suffer arising from any negligence on our part. No person should rely on the general purpose financial report without having an audit or review conducted.

The general purpose financial statements were compiled exclusively for the benefit of the Dee Why Bowling & Recreation Club Limited and its members and the purpose identified above. We do not accept responsibility to any other person for the contents of the general purpose financial statements.

BROOKS, DEANE & POWNE

Chartered Accountants

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Carl Gilmore – Partner

Dated this _____ day of _____ 2020

DEE WHY BOWLING & RECREATION CLUB LIMITED
INCOME STATEMENT FOR BAR & POKER MACHINES YEAR ENDED 30 JUNE 2020

DEPARTMENTAL TRADING, INCOME STATEMENT

	2020 \$	2019 \$
<u>BAR SALES</u>		
Bar Sales	341,692	406,184
Less: Cost of Goods Sold		
Opening Stock	7,881	7,442
Bar Purchases	<u>145,529</u>	<u>171,359</u>
	153,410	178,801
Closing Stock	<u>9,676</u>	<u>7,881</u>
	<u>143,734</u>	<u>170,920</u>
Less: Direct Costs		
Bar Depreciation	1,371	-
Bar Maintenance	1,297	2,626
Bar Sundries	1,867	1,997
Bar Wages	66,046	65,290
Staff Drinks & Meals	<u>735</u>	<u>974</u>
	<u>71,316</u>	<u>70,887</u>
GROSS PROFIT/(LOSS) FROM TRADING	<u>126,642</u>	<u>164,337</u>
<u>POKER MACHINES</u>		
Poker Machines Receipts	202,480	120,249
Less: Direct Costs		
Depreciation – Poker Machines	28,593	11,341
Poker Machines Maintenance	6,497	6,327
Promotions	11,245	5,855
Wages	<u>13,000</u>	<u>15,600</u>
	<u>59,335</u>	<u>39,123</u>
GROSS PROFIT/(LOSS) FROM TRADING	<u>143,145</u>	<u>81,126</u>

This Departmental Income Statement does not form part of the audited financial report and should be read in conjunction with the attached compilation report.

DEE WHY BOWLING & RECREATION CLUB LIMITED
INCOME STATEMENT FOR CATERING & GREENS YEAR ENDED 30 JUNE 2020

DEPARTMENTAL TRADING, INCOME STATEMENT

	2020 \$	2019 \$
<u>CATERING</u>		
Catering Income	2,940	5,341
Raffle Income	<u>26,998</u>	<u>33,051</u>
	29,938	38,392
Less: Cost of Goods Sold		
Catering Cost of Sales	2,645	3,987
Raffle Costs	<u>25,358</u>	<u>31,167</u>
	28,003	35,154
Less: Direct Costs		
Wages	-	-
Depreciation – Catering Equipment	<u>114</u>	<u>140</u>
	<u>114</u>	<u>140</u>
GROSS PROFIT/(LOSS) FROM TRADING	<u>1,821</u>	<u>3,098</u>
<u>GREENS</u>		
Green Fees	64,475	83,414
Less: Direct Costs		
Bowls Co-ordinator	5,249	6,999
Depreciation – Greens Plant	5,028	5,992
Greens Maintenance	<u>75,135</u>	<u>107,860</u>
Total Direct Costs	<u>85,412</u>	<u>120,851</u>
GROSS PROFIT/ (LOSS) FROM TRADING	<u>(20,937)</u>	<u>(37,437)</u>

This Departmental Income Statement does not form part of the audited financial report and should be read in conjunction with the attached compilation report.

DEE WHY BOWLING & RECREATION CLUB LIMITED
INCOME STATEMENT FOR MENS & WOMENS BOWLING CLUB
YEAR ENDED 30 JUNE 2020

DEPARTMENTAL TRADING, INCOME STATEMENT

	2020 \$	2019 \$
<u>DEE WHY MENS BOWLING CLUB</u>		
Afternoon Tea Receipts	5,157	8,100
Raffles Receipts	9,926	13,861
Subscriptions Received	10,000	11,000
Sundry Receipts	<u>926</u>	<u>55</u>
	<u>26,009</u>	<u>33,016</u>
Less: Direct Costs		
Affiliation Fee	9,170	9,111
Catering Expenses	1,658	4,171
Entry Fees	705	522
General Expenses	1,178	2,230
Prizes	<u>8,314</u>	<u>10,334</u>
	<u>21,025</u>	<u>26,368</u>
GROSS PROFIT/ (LOSS) FROM TRADING	<u>4,984</u>	<u>6,648</u>

DEE WHY WOMENS BOWLING CLUB

Afternoon Tea Receipts	3,354	3,621
Entry Fees Receipts	315	485
Raffles Receipts	3,294	4,921
Sundries	1,814	93
Subscriptions Received	<u>4,500</u>	<u>5,600</u>
	<u>13,277</u>	<u>14,720</u>
Less: Direct Costs		
Affiliation Fee	3,926	4,571
Catering Expenses	1,388	911
Entry Fees	540	600
General Expenses	3,506	1,129
Prizes	359	605
Raffles	<u>1,054</u>	<u>1,600</u>
	<u>10,773</u>	<u>9,416</u>
GROSS PROFIT/ (LOSS) FROM TRADING	<u>2,504</u>	<u>5,304</u>

This Departmental Income Statement does not form part of the audited financial report and should be read in conjunction with the attached compilation report.

DEE WHY BOWLING & RECREATION CLUB LIMITED
DETAILED INCOME STATEMENT - YEAR ENDED 30 JUNE 2020

INCOME	2020	2019
	\$	\$
DEPARTMENTAL TRADING PROFIT		
Gross Profit/ (Loss) from Bar Trading	126,642	164,377
Gross Profit/ (Loss) from Poker Machines	143,145	81,126
Gross Profit/ (Loss) from Catering	1,821	3,098
Gross Profit/ (Loss) from Greens	(20,937)	(37,437)
Gross Profit/ (Loss) from Men's Bowling Club	4,984	6,648
Gross Profit/ (Loss) from Women's Bowling Club	2,504	5,304
OTHER INCOME		
Commissions Received	6,607	7,035
Interest Received	1,255	733
Other Revenue	15,290	15,815
Profit on disposal of Fixed Asset	-	14,634
Rent Received	57,905	50,782
Sponsorship Received	11,726	13,400
Subscriptions	<u>15,700</u>	<u>14,600</u>
Total Income	<u>366,642</u>	<u>340,115</u>
EXPENSES		
Auditor Remuneration	9,000	9,000
Bank Charges	1,599	1,524
Cleaning	24,741	30,757
Data Monitoring Fees	6,673	8,109
Depreciation – Furniture & Fitting	7,862	11,071
Depreciation – Office Equipment	261	323
Development	56,202	61,570
Donations	1,543	218
Foxtel	4,054	5,284
General Expenses	7,926	11,353
Holiday Pay	(36)	1,171
House Maintenance	24,908	19,171
Insurance	30,144	27,793
Interest Paid	36,029	70,531
Light & Power	23,426	21,478
Long Service Leave	1,344	404
Office Expense	4,808	4,332
Printing & Stationary	3,536	4,396
Rates & Taxes	16,735	13,247
Salaries & Wages	93,170	95,479
Sponsorship	3,500	3,500
Superannuation Contributions	14,266	16,478
Sky Channel	8,779	12,449
TAB Maintenance	3,775	5,213
Telephone	4,128	3,452
Tournament Prizes	<u>7,067</u>	<u>12,274</u>
Total Expenses	<u>395,440</u>	<u>450,577</u>
OPERATING PROFIT/ (LOSS) BEFORE INCOME TAX	<u>(28,798)</u>	<u>(110,462)</u>

This Detailed Income Statement does not form part of the audited financial report and should be read in conjunction with the attached compilation report.