

# **Lithgow City Bowling Club Limited**

ABN: 50 001 040 348

## **Financial Statements**

For the Year Ended 30 June 2013

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

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For the Year Ended 30 June 2013

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# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Directors' Report

30 June 2013

The directors present their report on Lithgow City Bowling Club Limited for the financial year ended 30 June 2013.

### 1. General information

#### Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Robert Ritchie

Qualifications and Experience Retired. "Director Foundation & Management" "Finance for Club Boards"

Period as Director 9 Years

Special responsibilities President / Chairman

David Benjamin

Qualifications and Experience Retired

Period as Director 5 Years

Special responsibilities Vice President

Michael Brown

Qualifications and Experience Accountant. Business Operator.

Period as Director 3 Years and 3 Months

Special responsibilities Treasurer

Julie Hughan

Qualifications and Experience Business Operator

Period as Director 5 Years

Special responsibilities Director. Bingo Co-ordinator

Warren Wade

Qualifications and Experience Retired

Period as Director 8 Years

Special responsibilities Director

John Sandona

Qualifications and Experience Mines Development

Period as Director 3 Years

Special responsibilities Director

Janne Gordon

Qualifications and Experience Business Operator

Period as Director 1 Year

Special responsibilities Director

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

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Directors' Report

30 June 2013

### Principal activities

The principal activity of Lithgow City Bowling Club Limited during the financial year was to operate as a Registered Club to provide facilities for members and the wider community. Also to provide Bowling facilities for the members as well as assist other local sporting groups in their chosen endeavours by way of sponsorship.

The Company made a profit of \$4,054 (\$125,577 in 2012) due to reduced income and higher employee benefits expenses.

No significant changes in the nature of the Company's activity occurred during the financial year.

The Company's short term objectives are to:

- Convert outdoor gaming area
- Convert Poker Machine entitlements into licenses
- Construct more efficient signage for the Club to advertise its activities

The Company's long term objectives are to:

- Upgrade the current bar area
- Upgrade the kitchens of the club

To achieve these objectives, the Company has adopted the following strategies:

- Arrange loan finance to construct new building, purchase of Poker machine licences and machines
- Arranging the loan will encompass our current building loan
- Provide prudent fiscal operations to achieve a step by step progress to the final goals of the club

The principal activities assisted the Company in achieving its objectives by:

- Building our income which produced capacity to daily trading to allow added resources to be targeted towards our step by step goals

The following measures are used within the Company to monitor performance:

- Stable staff compliment
- Increase in membership base
- Attainment of full poker machine entitlement conversion
- Maintain or increase cash flow to allow further development of the Club]

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Directors' Report

30 June 2013

### Members guarantee

Lithgow City Bowling Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 10 for members.

At 30 June 2013 the collective liability of members was \$ 15,160 (2012: \$ 14,900).

	Number of Members	Individual Contribution on Winding up of the Company \$	Total Members Contribution on Winding up of the Company \$
<b>Membership Details</b>			
Full Bowling Men	128	10	1,280
Full Bowling Women	35	10	350
Junior Bowler	3	10	30
Non Bowlers	1,347	10	13,470
Multi Members	3	10	30
Life Member	7	-	-
<b>TOTAL</b>	<b>1,523</b>	<b>-</b>	<b>15,160</b>

### Meetings of directors

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

	Directors' Meetings	
	Number eligible to attend	Number attended
Robert Ritchie	12	11
David Benjamin	12	12
Michael Brown	12	11
Julie Hughan	12	12
Warren Wade	12	12
John Sandona	12	10
Janne Gordon	10	10
Leslie Barnes (did not seek re-election)	3	3

**Lithgow City Bowling Club Limited**

ABN: 50 001 040 348


**Directors' Report**

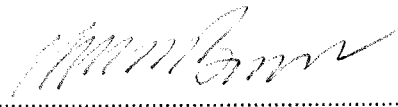
**30 June 2013**

**Auditor's independence declaration**

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2013 has been received and can be found on page 5 of the financial report.

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

Director: .....  .....  
Robert Ritchie

Director: .....  .....  
Michael Brown

Dated *13th August 2013*

**Lithgow City Bowling Club Limited**

ABN: 50 001 040 348

**Auditors Independence Declaration under Section 307C of the Corporations Act 2001 To the Directors of Lithgow City Bowling Club Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2013, 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 West



Michael Rendell  
Registered Company Auditor: 733

20/8/13

Bathurst, NSW

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2013

	Note	2013 \$	2012 \$
Revenue	11	1,282,612	1,336,385
Cost of Sales		<u>(298,199)</u>	<u>(295,461)</u>
<b>Gross Profit</b>		<b>984,413</b>	<b>1,040,924</b>
Employee benefits expense		(471,609)	(432,863)
Depreciation and amortisation expense		(59,637)	(49,518)
Administration Expenses		(114,369)	(110,025)
Finance costs		(22,060)	(27,188)
Advertising and Promotion		(76,545)	(76,942)
Greens Maintenance		(39,447)	(31,674)
Other Expenses		<u>(196,692)</u>	<u>(187,137)</u>
<b>Profit for the year</b>		<b><u>4,054</u></b>	<b><u>125,577</u></b>
<b>Total comprehensive income for the year</b>		<b><u>4,054</u></b>	<b><u>125,577</u></b>

The accompanying notes form part of these financial statements.



# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Statement of Financial Position

As At 30 June 2013

	Note	2013 \$	2012 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	2	214,261	306,109
Trade and other receivables	3	2,762	3,156
Inventories	4	20,682	19,150
Other assets	6	6,508	3,265
TOTAL CURRENT ASSETS		<u>244,213</u>	<u>331,680</u>
NON-CURRENT ASSETS			
Property, plant and equipment	5	3,592,526	3,513,266
TOTAL NON-CURRENT ASSETS		<u>3,592,526</u>	<u>3,513,266</u>
TOTAL ASSETS		<u><u>3,836,739</u></u>	<u><u>3,844,946</u></u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	7	102,823	98,494
Short-term provisions	8	25,142	18,291
Other liabilities	10	17,886	12,733
TOTAL CURRENT LIABILITIES		<u>145,851</u>	<u>129,518</u>
NON-CURRENT LIABILITIES			
Long-term provisions	8	27,126	25,057
Other liabilities	10	252,419	283,082
TOTAL NON-CURRENT LIABILITIES		<u>279,545</u>	<u>308,139</u>
TOTAL LIABILITIES		<u>425,396</u>	<u>437,657</u>
NET ASSETS		<u><u>3,411,343</u></u>	<u><u>3,407,289</u></u>
<b>EQUITY</b>			
Retained earnings		<u>3,411,343</u>	<u>3,407,289</u>
TOTAL EQUITY		<u><u>3,411,343</u></u>	<u><u>3,407,289</u></u>

The accompanying notes form part of these financial statements.

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Statement of Changes in Equity

For the Year Ended 30 June 2013

2013

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 July 2012	1,148,767	2,258,522	3,407,289
Profit or loss for the year	4,054	-	4,054
Balance at 30 June 2013	1,152,821	2,258,522	3,411,343

2012

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 July 2011	1,023,190	2,258,522	3,281,712
Profit or loss for the year	125,577	-	125,577
Balance at 30 June 2012	1,148,767	2,258,522	3,407,289

The accompanying notes form part of these financial statements.

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Statement of Cash Flows For the Year Ended 30 June 2013

	2013	2012
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	1,279,136	1,315,806
Payments to suppliers and employees	(1,182,840)	(1,157,284)
Interest received	3,476	13,067
Interest paid	(22,060)	(27,188)
Net cash provided by (used in) operating activities	<u>77,712</u>	<u>144,401</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of plant and equipment	-	11,000
Purchase of property, plant and equipment	(138,897)	(298,920)
Net cash used by investing activities	<u>(138,897)</u>	<u>(287,920)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayment of borrowings	(30,663)	(3,220)
Net cash used by financing activities	<u>(30,663)</u>	<u>(3,220)</u>
Net increase (decrease) in cash and cash equivalents held	(91,848)	(146,739)
Cash and cash equivalents at beginning of year	306,109	452,848
Cash and cash equivalents at end of financial year	<u>214,261</u>	<u>306,109</u>
2		

The accompanying notes form part of these financial statements.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2013**

The financial report covers Lithgow City Bowling Club Limited as an individual entity. Lithgow City Bowling Club Limited is a for profit Company limited by shares, incorporated and domiciled in Australia.

The functional and presentation currency of Lithgow City Bowling Club Limited is Australian dollars.

#### **1 Summary of Significant Accounting Policies**

##### **(a) Basis of Preparation**

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

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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

##### **(b) Comparative Amounts**

Comparatives are consistent with prior years, unless otherwise stated.

##### **(c) Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the individual item basis and are net of any rebates and discounts received.

Net realisable value is the estimated selling price in the ordinary course of business. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

##### **(d) Property, Plant and Equipment**

Classes of property, plant and equipment are measured using the cost of revaluation model as specified below.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

##### **Land and buildings**

Land and buildings are measured using the cost model less impairment losses.

##### **Plant and equipment**

Plant and equipment are measured using the cost model less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

### **1 Summary of Significant Accounting Policies continued**

#### **(d) Property, Plant and Equipment continued**

##### **Depreciation**

The depreciable amount of all property, plant and equipment, except for freehold land and buildings is depreciated on a straight-line method from the date that management determine that the asset is available for use.

Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

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

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Plant and Equipment	6 - 33.3 %
Furniture and Fittings	10 - 20 %
Office Equipment	20 - 33.3 %
Poker Machines	15 - 20 %
Bowling Greens	20 %

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

When an assets is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

#### **(e) Financial instruments**

##### **(i) Initial recognition and measurement**

Financial instruments are recognised initially using trade date accounting, i.e. on the date that Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

##### *Financial Assets*

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- financial assets at fair value through profit or loss;
- available-for-sale financial assets; and
- held-to-maturity investments.

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

### **1 Summary of Significant Accounting Policies continued**

of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of profit or loss and other comprehensive income in the 'finance income' or 'finance costs' line item respectively.

#### **Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The Company's trade and most other receivables fall into this category of financial instruments.

Discounting is omitted where the effect of discounting is considered immaterial.

Significant receivables are considered for impairment on an individual asset basis when they are past due at the reporting date or when objective evidence is received that a specific counterparty will default.

The amount of the impairment is the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable.

For trade receivables, impairment provisions are recorded in a separate allowance account with the loss being recognised in profit or loss. When confirmation has been received that the amount is not collectable, the gross carrying value of the asset is written off against the associated impairment provision.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

In some circumstances, the Company renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the Company does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

#### **Financial assets at fair value through profit or loss**

Financial assets at fair value through profit or loss include financial assets:

- acquired principally for the purpose of selling in the near future
- designated by the entity to be carried at fair value through profit or loss upon initial recognition or
- which are derivatives not qualifying for hedge accounting.

The Company has some derivatives which are designated as financial assets at fair value through profit or loss.

Assets included within this category are carried in the statement of financial position at fair value with changes in fair value recognised in finance income or expenses in profit or loss.

Any gain or loss arising from derivative financial instruments is based on changes in fair value, which is

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

### **1 Summary of Significant Accounting Policies continued**

determined by direct reference to active market transactions or using a valuation technique where no active market exists.

#### **Held-to-maturity investments**

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity. Investments are classified as held-to-maturity if it is the intention of the Company's management to hold them until maturity.

Held-to-maturity investments are subsequently measured at amortised cost using the effective interest method, with revenue recognised on an effective yield basis. In addition, if there is objective evidence that the investment has been impaired, the financial asset is measured at the present value of estimated cash flows. Any changes to the carrying amount of the investment are recognised in profit or loss.

#### **Available-for-sale financial assets**

Available-for-sale financial assets are non-derivative financial assets that do not qualify for inclusion in any of the other categories of financial assets. The Company's available-for-sale financial assets include listed securities and its investment in Example Investment Company.

Purchases and sales of available-for-sale investments are recognised on settlement date.

All other available-for-sale financial assets are measured at fair value, with subsequent changes in value recognised in other comprehensive income.

Gains and losses arising from financial instruments classified as available-for-sale are only recognised in profit or loss when they are sold or when the investment is impaired.

In the case of impairment or sale, any gain or loss previously recognised in equity is transferred to the profit or loss.

Losses recognised in prior period consolidated income statements resulting from the impairment of debt securities are reversed through the income statement, if the subsequent increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss.

#### *Financial liabilities*

Financial liabilities are recognised when the Company becomes a party to the contractual agreements of the instrument. All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included in the income statement line items "finance costs" or "finance income".

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired. Although the Company uses derivative financial instruments in economic hedges of currency and interest rate risk, it does not hedge account for these transactions.

The Company's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

#### *Impairment of financial assets*

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

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

### **1 Summary of Significant Accounting Policies continued**

#### **Financial assets at amortised cost**

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

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

#### **Available-for-sale financial assets**

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

#### **(f) Impairment of non-financial assets**

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

#### **(g) Cash and cash equivalents**

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Bank overdrafts also form part of cash equivalents for the purpose of the statement of cash flows and are presented within current liabilities on the statement of financial position.

#### **(h) 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.



## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

### **1 Summary of Significant Accounting Policies continued**

#### **(h) Provisions continued**

Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

#### **(i) Trade and other payables**

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

#### **(j) Income Tax**

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

#### **(k) Revenue and other income**

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Interest revenue is recognised on a proportionate basis taking into account the interest rate applicable to the financial asset.

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

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

#### **(l) Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### **(m) Critical accounting estimates and judgments**

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

### **1 Summary of Significant Accounting Policies continued**

#### **(m) Critical accounting estimates and judgments continued**

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The directors have not made any significant estimates during the year.

#### **(n) Adoption of new and revised accounting standards**

<b>Standard Name</b>	<b>Impact</b>
AASB 2011-9 Amendments to Australian Accounting Standards - Presentation of Items of Other Comprehensive Income	The adoption of this standard has not change the reported financial position and performance of the entity, however the presentation of items in other comprehensive income has changed.
AASB 112 Income Taxes	There has been no impact on the reported financial position and performance
AASB 2011-3 Amendments to Australian Accounting Standards - Orderly Adoption of Changes to the ABS GFS Manual and Related Amendments	There has been no impact due the entity not being a government department

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Notes to the Financial Statements For the Year Ended 30 June 2013

### 2 Cash and cash equivalents

	2013	2012
	\$	\$
Cash on hand	40,000	30,000
Cash at bank	174,261	276,109
<b>Total Cash and Cash Equivalents</b>	<b>214,261</b>	<b>306,109</b>

#### Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

	2013	2012
	\$	\$
Cash and cash equivalents	214,261	306,109
<b>Balance as per statement of cash flows</b>	<b>214,261</b>	<b>306,109</b>

### 3 Trade and other receivables

	2013	2012
	\$	\$
CURRENT		
Employee costs in advance	1,330	1,724
Prepayments	1,432	1,432
<b>Total current trade and other receivables</b>	<b>2,762</b>	<b>3,156</b>

### 4 Inventories

	2013	2012
	\$	\$
CURRENT		
At cost:		
Draft Beer	7,412	6,811
Packaged Beer	3,085	2,905
Wines	3,730	2,786
Spirits	3,243	3,437
Additives & Sundries	3,212	3,211
<b>Total Inventories</b>	<b>20,682</b>	<b>19,150</b>

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Notes to the Financial Statements

For the Year Ended 30 June 2013

### 5 Property, plant and equipment

	2013	2012
	\$	\$
Land and Buildings		
Freehold land		
At cost	3,360,294	3,229,080
Total Land	<u>3,360,294</u>	<u>3,229,080</u>
Plant and equipment		
At cost	814,282	807,549
Accumulated depreciation	<u>(630,025)</u>	<u>(582,558)</u>
Total plant and equipment	<u>184,257</u>	<u>224,991</u>
Furniture, fixture and fittings		
At cost	151,216	151,216
Accumulated depreciation	<u>(104,172)</u>	<u>(92,505)</u>
Total furniture, fixture and fittings	<u>47,044</u>	<u>58,711</u>
Office equipment		
At cost	31,909	30,959
Accumulated depreciation	<u>(30,978)</u>	<u>(30,475)</u>
Total office equipment	<u>931</u>	<u>484</u>
Bowling Greens		
At cost	24,626	24,626
Accumulated depreciation	<u>(24,626)</u>	<u>(24,626)</u>
Total Bowling Greens	<u>-</u>	<u>-</u>
Total plant and equipment	<u>232,232</u>	<u>284,186</u>
<b>Total property, plant and equipment</b>	<u><b>3,592,526</b></u>	<u><b>3,513,266</b></u>

(a) The directors have considered all the land and buildings as core assets.

**Lithgow City Bowling Club Limited**

ABN: 50 001 040 348

**Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

**5 Property, plant and equipment continued**  
**(b) 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 and Buildings	Plant and Equipment	Furniture and Fittings	Office Equipment	Total
Parent	\$	\$	\$	\$	\$
<b>Year ended 30 June 2013</b>					
Balance at the beginning of year	3,229,079	224,992	58,711	484	3,513,266
Additions	131,215	6,734	-	950	138,899
Depreciation expense	-	(47,469)	(11,667)	(503)	(59,639)
<b>Balance at the end of the year</b>	<b>3,360,294</b>	<b>184,257</b>	<b>47,044</b>	<b>931</b>	<b>3,592,526</b>

**6 Other Assets**

	2013	2012
	\$	\$
CURRENT		
Prepayments	6,508	3,265

**7 Trade and other payables**

	2013	2012
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	26,488	22,172
GST Payable	13,001	11,228
Accrued Expenses	23,024	28,214
Payroll Deductions	6,754	6,499
Members Loyalty Rewards	33,556	30,379
	<b>102,823</b>	<b>98,494</b>

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Notes to the Financial Statements

For the Year Ended 30 June 2013

### 8 Provisions

	2013	2012
	\$	\$
CURRENT		
Employee entitlement	25,142	18,291
	<u>2013</u>	<u>2012</u>
	\$	\$
NON-CURRENT		
Employee entitlement	27,126	25,057

### 9 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 10 each towards meeting any outstandings and obligations of the Company. At 30 June 2013 the number of members was 1,523 (2012: 1,502).

### 10 Other liabilities

	2013	2012
	\$	\$
CURRENT		
Members subscription received in advance	17,886	12,733
<b>Total Current Liability</b>	<u>17,886</u>	<u>12,733</u>
	<u>2013</u>	<u>2012</u>
	\$	\$
NON-CURRENT		
Bank West Building Loan	248,718	268,277
Other Liabilities	3,701	14,805
<b>Total Non-Current Liability</b>	<u>252,419</u>	<u>283,082</u>

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Notes to the Financial Statements For the Year Ended 30 June 2013

### 11 Revenue and Other Income

#### Revenue from continuing operations

Finance income includes all interest-related income, other than those arising from financial assets at fair value through profit or loss. The following amounts have been included in the finance income line in the statement of profit or loss and other comprehensive income for the reporting periods presented:

	2013	2012
	\$	\$
Sales revenue		
- Bar Sales	708,572	687,439
- Snack Bar & Coffee Shop	34,872	44,151
- Keno Commission	15,287	18,859
- TAB Commission	8,340	8,463
- Poker Machines	471,524	503,468
- GST Subsidy Poker Machine	17,180	17,180
	<hr/>	<hr/>
	1,255,775	1,279,560
Other revenue		
- Other Income	26,835	56,825
	<hr/>	<hr/>
<b>Total Revenue</b>	<b>1,282,610</b>	<b>1,336,385</b>

### 12 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2013 (30 June 2012:None).

### 13 Events Occurring After 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 Company, the results of those operations, or the state of affairs of the Company in future financial years.

### 14 Company Details

The registered office of the company is:

Lithgow City Bowling Club Limited  
2c Lithgow Street  
Lithgow NSW 2790

**Lithgow City Bowling Club Limited**

ABN: 50 001 040 348

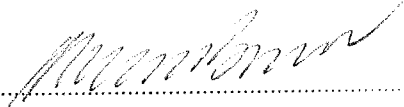
**Directors' Declaration**

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 7 to 21, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
  - b. give a true and fair view of the financial position as at 30 June 2013 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Director .....  .....  
Robert Ritchie

Director .....  .....  
Michael Brown

Dated *13th August 2013*



## **Lithgow City Bowling Club Limited**

ABN: 50 001 040 348

# **Independent Audit Report to the members of Lithgow City Bowling Club Limited**

## **Report on the Financial Report**

We have audited the accompanying financial report of Lithgow City Bowling Club Limited, which comprises the statement of financial position as at 30 June 2013, the statement of profit or loss and other 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.

### *Directors' Responsibility 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.

### *Auditor's Responsibility*

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

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

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

### *Independence*

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Lithgow City Bowling Club Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

## Lithgow City Bowling Club Limited

ABN: 50 001 040 348

## Independent Audit Report to the members of Lithgow City Bowling Club Limited

### Opinion

In our opinion the financial report of Lithgow City Bowling Club Limited 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 2013 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards - Reduced Disclosure requirements and the *Corporations Regulations 2001*.

Crowe Horwath Central West



Michael Rendell  
Registered Company Auditor: 733

Bathurst, NSW

20/8/13

**Bathurst Office**

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Bathurst NSW 2795 Australia

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**Lithgow City Bowling Club Limited**

ABN: 50 001 040 348

**For the Year Ended 30 June 2013**

## Disclaimer

The additional financial data presented on page 26 to 29 is in accordance with the books and records of the Company which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 30 June 2013. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Lithgow City Bowling Club Limited) in respect of such data, including any errors of omissions therein however caused.

Crowe Horwath Central West



Michael Rendell

Registered Company Auditor: 733

Bathurst, NSW



# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

For the Year Ended 30 June 2013

## Profit and Loss Account (Unaudited)

	2013	2012
	\$	\$
<b>Sales</b>		
Bar Sales	708,572	687,439
Poker machine	471,524	503,468
GST Subsidy Poker Machine	17,180	17,180
Snack Bar	34,872	44,151
KENO Commission	15,287	18,859
TAB Commission	8,340	8,463
Membership Subscriptions	16,735	18,166
Other Income	10,100	38,661
	<hr/>	<hr/>
<b>Total Sales</b>	1,282,612	1,336,387
Cost of Sales	<u>(\$298,199)</u>	<u>(\$294,915)</u>
<b>Gross Profit</b>	984,413	1,041,472
<b>Less: Expenses</b>		
Bar Operating	(\$13,193)	(\$12,523)
Poker Machine	(\$21,366)	(\$19,262)
Snack Bar & Coffee Shop	(\$16,714)	(\$24,808)
KENO	(\$2,790)	(\$2,450)
TAB	(\$20,947)	(\$21,485)
Greens Maintenance	(\$39,209)	(\$31,673)
Administration Expenses	(\$114,738)	(\$106,752)
Advertising and Promotion	(\$76,545)	(\$76,822)
Employee costs - salaried staff	(\$471,609)	(\$432,863)
Depreciation	(\$59,637)	(\$49,518)
Entertainment	(\$25,071)	(\$19,960)
Affiliations	(\$8,174)	(\$7,649)
Insurance	(\$53,284)	(\$39,700)
Rates	(\$7,477)	(\$7,418)
Repairs and Maintenance	(\$12,546)	(\$22,711)
Finance costs	(\$22,060)	(\$27,188)
Other Expenses	(\$15,000)	(\$13,113)
	<hr/>	<hr/>
<b>Total Expenses</b>	<u>(\$980,359)</u>	<u>(\$915,895)</u>
<b>Net Profit for the Year</b>	<u>\$4,054</u>	<u>\$125,577</u>

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

For the Year Ended 30 June 2013

## Detailed trading account (Unaudited)

	2013	2012
	\$	\$
<b>Bar Sales</b>		
<b>Sales Revenue</b>		
Sales	708,572	687,439
	<u>708,572</u>	<u>687,439</u>
<b>Cost of Sales</b>		
COGS	(\$298,199)	(\$294,915)
<b>Cost of Goods Sold</b>	<u>(\$298,199)</u>	<u>(\$294,915)</u>
<b>Gross Profit</b>	410,374	392,523
	<u>57.92%</u>	<u>57.10%</u>
<b>Less: Direct Expenses</b>		
Direct Expenses	(\$284,697)	(\$296,383)
	<u>(\$284,697)</u>	<u>(\$296,383)</u>
<b>Net Profit / (Loss)</b>	<u>125,676</u>	<u>96,140</u>

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

For the Year Ended 30 June 2013

## Detailed trading account (Unaudited)

	2013	2012
	\$	\$
<b>Snack Bar &amp; Coffee Shop</b>		
<b>Income</b>		
Bistro & Coffee Sales	34,872	44,151
	<u>34,872</u>	<u>44,151</u>
<b>Less: Direct Expenses</b>		
Direct Expenses	(\$38,785)	(\$58,816)
	<u>(\$38,785)</u>	<u>(\$58,816)</u>
<b>Net Profit / (Loss)</b>	<u><u>(\$3,913)</u></u>	<u><u>(\$14,665)</u></u>

# Lithgow City Bowling Club Limited

ABN: 50 001 040 348

For the Year Ended 30 June 2013

## Detailed trading account (Unaudited)

	2013	2012
	\$	\$
<b>Poker Machine</b>		
<b>Income</b>		
Poker Machine	<u>1,736,671</u>	<u>1,632,713</u>
	1,736,671	1,632,713
<b>Less: Direct Expenses</b>		
Direct Expenses	<u>(\$1,288,301)</u>	<u>(\$1,144,064)</u>
	(\$1,288,301)	(\$1,144,064)
<b>Net Profit / (Loss)</b>	<u><u>448,370</u></u>	<u><u>488,649</u></u>