

OFFICE BEARERS AND BOARD OF DIRECTORS

2021-2022

PRESIDENT:

Wayne Allan

VICE PRESIDENT:

Warren Kennedy

CEO & SECRETARY:

Karren Jamieson (Resigned 1/9/22)

TREASURER:

Michael Brown (Resigned 11/8/22)

DIRECTORS:

Jeff Madden

Julie Hughan (Resigned 4/8/22)

Barry Achurch

Athol Roach (Resigned 11/8/22)

LITHGOW CITY BOWLING CLUB LIMITED (Trading as CLUB LITHGOW)
ACN 001 040 348
NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given of the Annual General Meeting of LITHGOW CITY BOWLING CLUB LIMITED (Trading as CLUB LITHGOW) to be held on Sunday 27th November, 2022 commencing at 10.30am at the premises of the Club, 2C Lithgow Street, Lithgow, New South Wales

BUSINESS

The business meeting will be:

1. Apologies
2. To confirm the minutes of the previous Annual General Meeting held 5th December, 2021
3. To receive and consider the directors' report, financial report and auditors' report on the financial report for the last financial year ending 30 June 2022, and any other reports of the Board or of the individual officers of the Club. Copies of these reports are available on request at the Club and on the Club's website.

Note: Members who have queries in relation to the reports are requested to submit their questions in writing to the Chief Executive Officer by 5.00pm on Friday 25th November, 2022. This will allow sufficient time for information to be gathered or research undertaken. If questions are not submitted by this time, the Club may be able to provide complete answers at the Annual General Meeting.

4. To consider and if thought fit pass the two (2) Ordinary Resolutions for directors' benefits set out in this Notice.
5. To declare the results of the biannual elections of the board
6. To consider and if thought fit pass four (4) Special Resolutions to amend the Constitution of the Club set out in this Notice.
7. To deal with any other business of which due notice has been given to members

PROCEDURAL MATTERS FOR TWO ORDINARY RESOLUTIONS

1. To be passed, an Ordinary Resolution must receive votes from not less than a majority (50% + 1) of those members who, being eligible to do so, vote in person on the resolution at the meeting.
2. Life members, financial Bowling members and financial Non-bowling members are entitled to vote on the resolutions at the meeting.
3. The resolutions are to be read in conjunction with the notes to members that follow the resolutions.
4. Under the Registered Clubs Act:
 - a. Members who are employees of the Club are not entitled to vote;
 - b. Proxy voting is prohibited.

FIRST ORDINARY RESOLUTION

[The First Ordinary Resolution is to be read in conjunction with the notes to members set out below]

That the members hereby:

- (a) Approve of the Club spending a sum not exceeding ten thousands dollars (\$10,000.00) until the next Annual General Meeting for the following expenses (but in any case subject to approval by the Board of Directors in accordance with section 10(6)(d) of the Registered Clubs Act):
 - I. The reasonable costs of Directors attending seminars, lectures, trade displays, organised study tours, fact finding tours and other similar events for the education of Directors as determined and approved by the Board from time to time.
 - II. The reasonable costs of Directors attending the Annual General Meeting of ClubsNSW and conferences conducted by ClubsNSW
 - III. The reasonable costs of Directors travelling to and from directors meetings and other duly constituted Board of subcommittee meetings on the production of relevant invoices, receipts or other documentary evidence of such costs
 - IV. The reasonable costs of providing the annual Directors Christmas party for Directors and their spouses/partners.
- (b) Acknowledge that the benefits in paragraph (a) of this resolution are not available to members generally but are only available to those members who are Directors of the Club (and their spouses/partners in respect of the Annual Directors Christmas party referred to in paragraph (a)(IV) above).

Notes to Members on First Ordinary Resolution

1. The First Ordinary Resolution is to have the members approve expenditure by the Club on Directors (and their spouses/partner in certain circumstances) in respect of the matters set out in the First Ordinary Resolution.
2. Included in the First Ordinary Resolution is the cost of directors attending seminars, lecture, trade displays and other similar events to be kept abreast of current trends and developments which may have a significant bearing on the Club and also to satisfy the training requirements for Directors under the Registered Clubs Act.
3. The First ordinary Resolution is in the same terms and for the same amount as passed by the members at the Annual General Meeting in 2021.

SECOND ORDINARY RESOLUTION

[The Second Ordinary Resolution is to be read in conjunction with the notes set out below]

That the members hereby approve the payment of the following honorariums (inclusive of any superannuation guarantee levy if payable) to the President and Treasurer for their service as directors until the next Annual General Meeting;

- a) President - \$3,000.00; and
- b) Treasurer - \$3,000.00

Notes to members on Second Ordinary Resolution

1. The Second Ordinary Resolution is to have the members approve honorariums for the President and Treasurer for the duties to be performed by them until the next Annual General Meeting.
2. The Second Ordinary Resolution is in the same terms and for the same amounts as passed by the members at the Annual General Meeting in 2021.

PROCEDURAL NOTES FOR FOUR SPECIAL RESOLUTIONS

1. Amendments to each of the Special Resolutions will not be permitted from the floor of the meeting other than for minor typographical or clerical corrections which do not change the substance or effect of a Special Resolution.
2. To be passed, each Special Resolution requires votes from not less than three quarters of those members who being eligible to do so, vote in person on the Special Resolution at the Annual General Meeting.
3. Under the Club's Constitution only Life members, financial Bowling members and financial Non-Bowling members are eligible to vote on the Special Resolutions.
4. Under the *Registered Clubs Act*:
 - (a) proxy voting is prohibited; and
 - (b) members who are employees of the Club are ineligible to vote.
5. The Board of the Club recommends that members vote in favour of each of the four Special Resolutions as they will keep the Club's Constitution current with relevant legislation affecting clubs.

FIRST SPECIAL RESOLUTION

[The First Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Constitution of Lithgow City Bowling Club Ltd be amended by **deleting** from Rule 15.8 the words, "*and address*".

Notes to Members on First Special Resolution

1. Late last year the *Registered Clubs Act* was amended in a number of respects. One of the amendments was to delete the requirement for the addresses of applicants for membership to be displayed on the Club notice board. Now only the names of applicants for membership must be displayed.
2. The First Special Resolution makes the corresponding amendment to the Club's Constitution.

SECOND SPECIAL RESOLUTION

[The Second Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Constitution of Lithgow City Bowling Club Ltd be amended by **deleting** from Rule 16.1 the words:

“or such other minimum subscription provided from time to time by the Registered Clubs Act.”

Notes to Members on Second Special Resolution

1. Another amendment to the *Registered Clubs Act* made last year was to delete the requirement for clubs to charge members at least a minimum subscription of \$2.00.
 2. The Board of the Club considers that there should be at least a minimum subscription of \$2.00 as already provided in the Constitution but the Second Special Resolution deletes the now incorrect reference to the former minimum subscription requirements of the *Registered Clubs Act*.
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THIRD SPECIAL RESOLUTION

[The Third Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Constitution of Lithgow City Bowling Club Limited be amended by:

- (a) **deleting** from Rule 30.1 the words, *“provided that the Board shall meet at least once in each calendar month for the transaction of business”* and in their place **inserting** the words, *“provided that the Board shall meet at least once in each Quarter for the transaction of business”* and
- (b) **inserting** in Rule 3.1 after the definition of **“Officer”** the following new definition:

““Quarter” means a period of three (3) months ending on 31 March, 30 June, 30 September and 31 December each year.”

Notes to Members on Third Special Resolution

1. Another amendment to the *Registered Clubs Act* made last year was to replace the requirement that the governing body (board of directors) of a registered club must meet at least once every month and replaced it with the requirement that it should meet at least every quarter.
2. The Third Special Resolution reflects this change to the requirements of the *Registered Clubs Act*.
3. However, the Board of the Club will as a matter of course, meet much more frequently than once in each quarter but has more discretion as to the timing of those board meetings.

FOURTH SPECIAL RESOLUTION

[The Fourth Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Constitution of Lithgow City Bowling Club Ltd be amended by **inserting** after Rule 35.52 the following new Rule 35A and heading:

“USE OF TECHNOLOGY IN RESPECT OF GENERAL MEETINGS

- 35A. (a) *The Club may:*
- (i) *distribute a notice of, or information about, a general meeting or an election by electronic means;*
 - (ii) *hold a general meeting at which all or some persons attend by electronic means, but only if a person who speaks at the meeting can be heard by the other persons attending the meeting; and*
 - (iii) *allow a person entitled to vote at a general meeting to vote in person or by electronic means.*
- (b) *The Board may make By-laws not inconsistent with paragraphs (a), (b) and (c) of this Rule 35A as may be necessary from time to time to give full practical effect to those paragraphs or any of them.*
- (c) *Nothing in this Rule 35A is a limit on the effect of section 30C of the Registered Clubs Act.”*

Notes to Members on Fourth Special Resolution

1. A further amendment made to the *Registered Clubs Act* last year was to insert what is in effect deemed to be a rule of all registered clubs as set out in section 30C.
2. The Fourth Special Resolution reflects the operative parts of section 30C in relation to general meetings of members and elections. In particular, section 30C and proposed new Rule 35A gives the Club the option to use electronic technology such as emails and text messages to provide information to members and notices of general meetings and elections.
3. Section 30C and proposed new Rule 35A also allows the Club to permit members to participate in general meetings and to vote at general meetings using electronic technology.

Dated:

27/10/22

By direction of the Board



Secretary

PRESIDENT'S REPORT

It is my pleasure to present this report for the year ending 30th June 2022.

THE YEAR IN REVIEW

The Club was operational for only 6 months of this financial year.

The Club experienced an interesting year with a mandatory lockdown for 58 days from Mid-August to Mid-October followed by substantial flooding and water damage forcing a closure over 4 months from 11th January 2022 to 17th May 2022.

As a result, the financial results cannot be compared with the record financial results from the previous financial year.

Trading results for the first 6 months were poor and adversely affected by the loss of the Brunzlow Family who managed Pete's Bistro, in July.

Net profit during this period excluding \$130,084 received from the Government for Jobsaver was only \$5,838.

The Board moved to proceed with major building works which included new bars, new bistro, doubling the size of the outside gaming area, which was originally proposed in 2019, redesigning the inside gaming area and extensive back of house renovations.

Initial cost of the building works was \$1,736,221 which was to be financed by bank borrowings of \$1,800,000.

Budgets presented in November before the Board decision to proceed with the building works forecast a very profitable second half, with no provision for the major negative impact and losses which would have resulted from the disruption of the works on the Club for the 150-day building period.

It was a clearly incorrect forecast, and our debt would have blown out to well over \$2,000,000.

The closing of the Club on the 11th January was a godsend.

Fortunately, we were adequately covered by our insurances with \$406,221 received for property damage and with our business interruption insurance, we received \$984,658 in total which resulted in an operating profit of \$308,449 being recorded in the second half instead of what would have been a substantial loss if we were trading.

BOARD AND MANAGEMENT CHANGES

The Club's CEO Karren Jamieson resigned on the 1st September after almost 4 years employment and in August, Treasurer Michael Brown after 12 years on the board, and Directors Julie Hughan and Athol Roach after 14 years and 6 years respectively resigned from the board.

The Club thanks and appreciates their contribution and work to ensure the progression of the Club.

I would also like to acknowledge Rob Ritchie who passed away earlier this year after a short illness. Rob spent 11 years on the Board including President and Treasurer and was responsible for compiling the Club's excellent Centenary Booklet.

APPRECIATION

I would again like to express my appreciation to both the Men's and Women's sub-bodies led by President's Peter Kearney and Betty Newcombe for the promotion of bowls in what has been a difficult year with the club operating for only 6 months plus extensive periods of wet weather.

OUTLOOK & THE FUTURE

The Club's building works were completed in July and unfortunately, we have experienced a considerable number of problems with both the new bars and bistro in relation to design, operational problems and lack of management input and control.

Clearly, we did not meet the expectations of many members who returned to the club after it reopened.

This resulted in substantial losses in the Bistro and poor results from the bar in July and August and part September.

The return on the large Capital Investment in the bars and bistro has been extremely poor.

A considerable amount of time and effort is currently in place to address these problems.

Fortunately, the revised inside gaming area and extended outside gaming areas are performing well and the Club is still trading profitably notwithstanding the bar and bistro problems, and we are reducing our debt levels.

As with the economy and businesses in general, we are currently experiencing considerable cost and wage increases with inflation at its highest level in 40 years which presents us with major challenges.

Also, as with the hospitality industry in general, we have had difficulty attracting quality staff, but we are now fortunate to have good staff which are an asset to the Club.

Interest rates have now risen substantially and with our large debt position our interest costs have risen significantly.

Another potential problem which will negatively impact the Club in the future is because we are now wholly reliant on gaming revenue for much of our income, any changes in government policy will adversely affect gaming revenue.

A priority for the club should be to look to diversify its revenue base.

I will give members a financial update at the Annual General Meeting on the 27th November.

Finally, I would like to say a big thank you to all our members for supporting the club in what has been a shortened and difficult year.

Wayne Allan
President

Contents

For the Year Ended 30 June 2022

	Page
Financial Statements	
Directors' Report	1
Auditors Independence Declaration under Section 370C of the Corporations Act 2001	5
Statement of Profit or Loss and Other Comprehensive Income	6
Statement of Financial Position	7
Statement of Changes in Equity	8
Statement of Cash Flows	9
Notes to the Financial Statements	10
Directors' Declaration	24
Independent Auditor's Report	25

Directors' Report

30 June 2022

The directors present their report on Lithgow City Bowling Club Ltd for the financial year ended 30 June 2022.

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:

Wayne Allan

Qualifications and Experience	Retired Club Manager
Period as Director	From 18 Dec 2017 to current
Special responsibilities	President

Warren Kennedy

Qualifications and Experience	Retired Railway Manager
Period as Director	From 25 Sep 2016 to current
Special responsibilities	Vice President

Michael Brown

Qualifications and Experience	Accountant and Business Owner
Period as Director	From 25 Aug 2013 to 11 Aug 2022
Special responsibilities	Treasurer

Raymond Achurch

Qualifications and Experience	Retired
Period as Director	From 1 Nov 2020 to current
Special responsibilities	Director

Athol Roach

Qualifications and Experience	Retired Railway Manager
Period as Director	From 25 Sep 2016 to 11 Aug 2022
Special responsibilities	Director - Bowls Shop

Julie Hughan

Qualifications and Experience	Retired Business Owner
Period as Director	From 28 Sep 2008 to 4 Aug 2022
Special responsibilities	Director - Bingo Facilitator

Jeffrey Madden

Qualifications and Experience	Retired
Period as Director	From 1 Nov 2020 to current
Special responsibilities	Director

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

Directors' Report

30 June 2022

1. General information continued

Principal activities

The principal activity of Lithgow City Bowling Club Ltd during the financial year have continued to be that of a licensed Club; providing the provision of sporting facilities, food and beverage and entertainment.

No significant changes in the nature of the Company's activity during the financial year; however, the flow of operations during the year has been rough due to closure earlier in the year caused by COVID and at the same time another closure which caused by flooding on the latter part of the year.

The Company's short term objectives are:

- The Club aims to provide a safe community friendly social Club for the wider Lithgow community in alignment with the Club's constitutional charter

The Company's long term objectives are to:

- Drive the financial performance of the Club to achieve long term financial viability

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

- Regular strategic reviews
- Attract increased number of members
- Continue to support the local community
- Continue to develop quality facilities

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

- Any increases in revenue generated by the activities of the Club will be channelled into other Club services which are provided to members and guests of the Club.
- The assistance of the Club's Bowling sub-bodies, the Club will be able to provide good quality greens which the Club hopes will attract more visitors and allow additional tournaments to be conducted in the future.
- The usage of the Club facilities by the Local Senior Citizens group will also help to spread the name and reputation of the Club to the wider population as well as providing them with a warm and friendly place to hold their events.

The Club's financial performance is measured against the annual budget, previous year's results and benchmark data from the Club industry.

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

- EBITDA
- GP %
- Wages % to Income

Directors' Report

30 June 2022

1. General information continued

- Cashflow

Non-financial performance measures include:

- Members' feedback
- New membership numbers

Members guarantee

Lithgow City Bowling Club Ltd 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 member 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 2022 the collective liability of members was (2022) \$ 35,500 (2021: \$ 44,240).

	Number of Members	Individual Contribution on Winding up of the Company \$	Total Members Contribution on Winding up of the Company \$
Membership Details			
Bowling Members	104	10	1,040
Ladies Bowlers	35	10	350
Social Members	3,398	10	33,980
Life Member	13	10	130
Total	3,550	40	35,500

2. Operating results and review of operations for the year

Operating results

The surplus of the Company amounted to \$ 444,369 (2021: \$ 1,017,767).

3. Other items

Significant changes in state of affairs

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

Matters or circumstances arising after the end of the year

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

Directors' Report 30 June 2022

1. General information continued

Meetings of directors

During the financial year, 15 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
Wayne Allan	15	14
Warren Kennedy	15	15
Michael Brown	15	13
Robert Achurch	15	14
Athol Roach	15	14
Julie Hughan	15	15
Jeffrey Madden	15	13

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 2022 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: 
Wayne Allan

Director: 
Warren Kennedy

Dated this 19th day of OCTOBER 2022

Crowe Central West

ABN 73 139 862 923

Audit and Assurance Services

Dubbo Office

2 Commercial Avenue

Dubbo NSW 2830 Australia

PO Box 654

Dubbo NSW 2830 Australia

Tel 02 6883 5600

Fax 02 6884 2242

Bathurst Office

157 George Street

Bathurst NSW 2795 Australia

PO Box 684

Bathurst NSW 2795 Australia

Tel 02 6330 2200

Fax 02 6330 2299

www.crowe.com.au**Lithgow City Bowling Club Ltd**

ABN: 50 001 040 348

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

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022, 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 Central West****Gabriel Faponle****Audit Partner****Registered Company Auditor: 513644**

Dated at Dubbo on the 20th day of October 2022

Liability limited by a scheme approved under Professional Standards Legislation.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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Lithgow City Bowling Club Ltd

ABN: 50 001 040 348

Crowe Central West

ABN 73 139 862 923

Audit and Assurance Services

Dubbo Office2 Commercial Avenue
Dubbo NSW 2830 AustraliaPO Box 654
Dubbo NSW 2830 Australia

Tel 02 6883 5600

Fax 02 6884 2242

Bathurst Office157 George Street
Bathurst NSW 2795 AustraliaPO Box 684
Bathurst NSW 2795 Australia

Tel 02 6330 2200

Fax 02 6330 2299

www.crowe.com.au**Auditors Independence Declaration under Section 307C of the Corporations Act 2001****To the Directors of Lithgow City Bowling Club Ltd**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022, 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 Central West****Gabriel Faponle**
Audit Partner
Registered Company Auditor: 513644

Dated at Dubbo on the 20th day of October 2022

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2022

		2022	2021
	Note	\$	\$
Revenue	4	2,792,798	4,673,221
Cost of Sales		<u>(283,066)</u>	<u>(766,509)</u>
Gross Profit		2,509,732	3,906,712
Employee Benefits Expense	5	(973,041)	(1,312,908)
Depreciation and Amortisation Expense		(225,804)	(277,109)
Administration Expenses		(178,930)	(211,895)
Finance Costs		(14,426)	(23,219)
Advertising and Promotion		(134,306)	(187,141)
Greens Maintenance		(19,472)	(21,859)
Other Expenses	6	(493,192)	(851,506)
Loss on Sale of Assets		<u>(26,191)</u>	<u>(3,308)</u>
Profit for the year		<u>444,370</u>	<u>1,017,767</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u>444,370</u>	<u>1,017,767</u>

The accompanying notes form part of these financial statements.

Statement of Financial Position**As At 30 June 2022**

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	7	454,425	619,319
Trade and other receivables	8	102,248	7,600
Inventories	9	44,052	52,790
Other assets		336,411	7,083
TOTAL CURRENT ASSETS		<u>937,136</u>	686,792
NON-CURRENT ASSETS			
Property, plant and equipment	10	6,659,004	4,888,009
Intangible assets	11	847,533	847,533
TOTAL NON-CURRENT ASSETS		<u>7,506,537</u>	5,735,542
TOTAL ASSETS		<u>8,443,673</u>	6,422,334
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	12	716,758	430,394
Short-term provisions	13	86,033	51,922
ANZ Consolidation Loan - Current	14	780,765	-
Other liabilities	15	33,202	35,193
TOTAL CURRENT LIABILITIES		<u>1,616,758</u>	517,508
NON-CURRENT LIABILITIES			
Long-term provisions	13	5,048	33,471
Financial liabilities	14	698,480	192,338
TOTAL NON-CURRENT LIABILITIES		<u>703,528</u>	225,809
TOTAL LIABILITIES		<u>2,320,286</u>	743,317
NET ASSETS		<u>6,123,387</u>	5,679,017
EQUITY			
Reserves		2,403,789	2,403,789
Retained earnings		3,719,598	3,275,228
TOTAL EQUITY		<u>6,123,387</u>	5,679,017

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2022

2022

	Retained Earnings	Asset Revaluation Surplus	Retained Earnings Sub Bodies	Total Equity
	\$	\$	\$	\$
Balance as at 1 July 2021	3,153,706	2,403,789	121,522	5,679,017
Surplus for the year	444,370	-	-	444,370
Balance at 30 June 2022	3,598,076	2,403,789	121,522	6,123,387

2021

	Retained Earnings	Asset Revaluation Surplus	Retained Earnings Sub Bodies	Total Equity
	\$	\$	\$	\$
Balance as at 1 July 2020	2,135,939	2,403,789	121,522	4,661,250
Surplus for the year	1,017,767	-	-	1,017,767
Balance at 30 June 2021	3,153,706	2,403,789	121,522	5,679,017

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Year Ended 30 June 2022

	2022	2021
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	2,789,133	4,999,413
Payments to suppliers and employees	(2,203,512)	(3,428,434)
Interest received	(5)	253
Interest paid	(14,426)	(23,219)
Net cash provided by (used in) operating activities	<u>571,190</u>	<u>1,548,013</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	<u>(2,022,992)</u>	(437,330)
Net cash used by investing activities	<u>(2,022,992)</u>	(437,330)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	1,286,908	-
Repayment of borrowings	-	(1,125,470)
Net cash used by financing activities	<u>1,286,908</u>	<u>(1,125,470)</u>
Net increase (decrease) in cash and cash equivalents held	<u>(164,894)</u>	(14,787)
Cash and cash equivalents at beginning of year	<u>619,319</u>	634,106
Cash and cash equivalents at end of financial year	7 <u><u>454,425</u></u>	<u>619,319</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2022

The financial report covers Lithgow City Bowling Club Ltd as an individual entity. Lithgow City Bowling Club Ltd is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

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

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosure Requirement 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.

2 Summary of Significant Accounting Policies

(a) New or amended Accounting Standards and Interpretations adopted

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

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company.

The following Accounting Standards and Interpretations are most relevant to the Company:

Conceptual Framework for Financial Reporting (Conceptual Framework)

The Company has adopted the revised Conceptual Framework from 1 July 2021. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but has not had a material impact on the Company's financial statements.

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

The Company has adopted AASB 1060 from 1 July 2021. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of IFRS for SMEs. As a result, there is increased disclosure in these financial statements for key management personnel and related parties.

(b) 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

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies continued

(b) Inventories continued

an obsolescence provision if necessary.

(c) Property, Plant and Equipment

Classes of property, plant and equipment are measured using the cost or 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 revaluation model less impairment losses. The current year shows an increase in valuation of the Land and Buildings as per the Directors Valuation.

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.

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:

Fixed asset class	Depreciation rate
Plant and Equipment	6 - 33.3 %
Furniture and Fittings	6.67 - 20 %
Office Equipment	20 - 37.5 %
Computer Software	15 - 25 %
Bowling Greens	5 - 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 asset is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies continued

(d) Financial instruments

Financial instruments are recognised initially on the date that the 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

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies continued

(d) Financial instruments continued

Financial assets continued

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

(e) 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.

(f) Employee benefits

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

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

Employee benefits are presented as current liabilities in the statement of financial position if the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

(g) 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 at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies continued

(g) Provisions continued

the reporting period.

(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 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.

(i) 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*.

(j) Revenue and other income

(i) Revenue recognition

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.

(ii) Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies continued

(j) Revenue and other income continued

Interest revenue

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

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

Donations

Donations are recognised at the time the pledge is made.

Volunteer Services

The Company has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

(k) 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.

3 Critical Accounting Estimates and Judgements

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

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 significant estimates and judgements made have been described below.

Notes to the Financial Statements

For the Year Ended 30 June 2022

3 Critical Accounting Estimates and Judgements continued

Key estimates - fair value of financial instruments

The Company has certain financial assets and liabilities which are measured at fair value. Where fair value has not able to be determined based on quoted price, a valuation model has been used. The inputs to these models are observable, where possible, however these techniques involve significant estimates and therefore fair value of the instruments could be affected by changes in these assumptions and inputs.

Key estimates - provisions

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

Key estimates - property held at fair value

The valuation of the property (land and buildings) carried at fair value was valued on the 15 July 2019. The directors have reviewed the valuation and have updated it based on other factors taken into consideration which include the Valuer General Reports and insurance valuation.

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

4 Revenue and Other Income

	2022	2021
	\$	\$
Sales revenue		
- Bar Sales	419,182	1,063,920
- Bistro	212,304	842,759
- Keno Commission	13,128	31,124
- TAB Commission	2,146	9,981
- Poker Machines	992,325	2,316,188
- GST Subsidy Poker Machine	17,180	17,180
- Income - Sub Bodies	62,280	106,495
	<u>1,718,545</u>	<u>4,387,647</u>
Finance income		
- Interest Income	5	253
	<u>5</u>	<u>253</u>
Other revenue		
- Government Subsidies	120,799	215,250
- Insurance claim	909,928	-
- Member Subscriptions	32,418	32,235
- Other Income	11,103	37,836
	<u>1,074,248</u>	<u>285,321</u>
Total Revenue	<u>2,792,798</u>	<u>4,673,221</u>

Notes to the Financial Statements

For the Year Ended 30 June 2022

5 Employee Benefits Expense

	2022	2021
	\$	\$
Employee Benefits Expense		
- Wages and Salaries	879,771	1,178,134
- Superannuation Contributions	87,581	103,058
- Long Service Leave	(2,276)	5,565
- Annual and Sick Leave	7,965	25,451
- Payroll Tax	-	700
Total employee benefits	973,041	1,312,908

6 Other Expenses

	2022	2021
	\$	\$
General Expenses	200,381	189,475
Bar & Bistro Expenses	20,319	32,194
Gaming Expenses	143,352	452,295
Entertainment	27,811	42,631
Repairs & Maintenance	45,674	28,899
Expense - Sub Bodies	55,655	106,012
Total other expenses	493,192	851,506

7 Cash and cash equivalents

	2022	2021
	\$	\$
Cash on Hand	129,965	135,733
Cash at Bank - Club Lithgow	222,354	408,998
Cash at Bank - Sub Bodies	102,106	74,588
Total Cash and Cash Equivalents	454,425	619,319

8 Trade and other receivables

	2022	2021
	\$	\$
CURRENT		
TabCorp Deposit	5,000	5,000
Trade Debtors	3,450	2,600
GST Receivable	93,798	-
Total current trade and other receivables	102,248	7,600

Notes to the Financial Statements

For the Year Ended 30 June 2022

8 Trade and other receivables continued

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

9 Inventories

	2022	2021
	\$	\$
CURRENT		
At cost:		
Stock on Hand - Bar	27,857	30,645
Stock on Hand - Bistro	-	6,327
Bowlers Shop - Sub Bodies	13,110	12,523
Gift Cards	3,085	3,295
Total Inventories	44,052	52,790

10 Property, plant and equipment

	2022	2021
	\$	\$
Land		
At directors' valuation	600,000	600,000
Buildings		
At directors' valuation	3,622,266	3,560,869
Total land and buildings	4,222,266	4,160,869
Plant and equipment		
At cost	1,703,101	2,458,717
Accumulated depreciation	(1,239,481)	(1,849,976)
Total plant and equipment	463,620	608,741
Furniture, fixture and fittings		
At cost	111,048	231,814
Accumulated depreciation	(61,561)	(193,054)
Total furniture, fixture and fittings	49,487	38,760
Office equipment		
At cost	8,716	41,130
Accumulated depreciation	(5,365)	(40,535)
Total office equipment	3,351	595

**Notes to the Financial Statements
For the Year Ended 30 June 2022**

10 Property, plant and equipment continued

	2022	2021
Bowling Greens	\$	\$
At cost	118,859	118,859
Accumulated depreciation	(51,767)	(47,055)
Total Bowling Greens	67,092	71,804
Computer software		
At cost	5,735	5,735
Accumulated depreciation	(4,637)	(4,044)
Total computer software	1,098	1,691
WIP - Bistro Extension		
At cost	1,852,090	5,549
Total WIP - Bistro Extension	1,852,090	5,549
Total property, plant and equipment	6,659,004	4,888,009

Notes to the Financial Statements

For the Year Ended 30 June 2022

10 Property, plant and equipment continued

(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	Plant and Equipment	Furniture and Fittings	Office Equipment	Bowling Greens	Computer Software	Work in Progress	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Year ended 30 June 2022									
Balance at the beginning of the year	600,000	3,560,869	608,742	38,760	595	71,804	1,690	5,549	4,888,009
Additions	-	61,397	86,707	24,182	4,239	-	-	1,846,541	2,023,066
Disposals	-	-	(26,268)	-	-	-	-	-	(26,268)
Depreciation expense	-	-	(205,561)	(13,45)	(1,483)	(4,712)	(592)	-	(225,804)
Balance at the end of the year	600,000	3,622,266	463,620	49,487	3,351	67,092	1,098	1,852,090	6,659,004

Notes to the Financial Statements

For the Year Ended 30 June 2022

11 Intangible Assets

	2022	2021
	\$	\$
Poker Machine Entitlements Cost	847,533	847,533
Total Intangibles	847,533	847,533

12 Trade and other payables

	2022	2021
	\$	\$
CURRENT		
Unsecured Liabilities		
Trade Payables	530,524	211,616
GST Payable	-	69,288
Accrued Expenses	104,239	96,188
Payroll Deductions	15,951	24,126
Members Loyalty Rewards	27,557	-
Other Payables	38,487	29,176
	716,758	430,394

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

13 Provisions

	2022	2021
	\$	\$
CURRENT		
Employee Entitlement	86,033	51,922
NON-CURRENT		
Employee Entitlement	5,048	33,471

14 Financial liabilities

	2022	2021
	\$	\$
ANZ Consolidation Loan - Current	780,765	-
Total Current Liability	780,765	-
NON-CURRENT		
ANZ Consolidation Loan - Non current	698,480	192,338
Total Non-Current Liability	698,480	192,338

Notes to the Financial Statements

For the Year Ended 30 June 2022

15 Other Liabilities

	2022	2021
	\$	\$
CURRENT		
Members Subscriptions received in advance	33,202	35,193
Total other liabilities	33,202	35,193

16 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 outstanding's and obligations of the Company. At 30 June 2022 the number of members was 3,550 (2021: 4,434).

17 Key Management Personnel Disclosures

(a) Total remuneration paid

The total remuneration paid to key management personnel of the Company is \$ 142,616 (2021: \$ 125,679).

18 Contingencies

Lithgow City Bowling Club Ltd had no contingent liabilities at the end of the reporting period.

19 Related Parties

(a) Other related parties

Other related parties include immediate family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel, individually or collectively with their immediate family members.

20 Events Occurring After the Reporting Date

The financial report was authorised for issue on 18 October 2022 by the Board of Directors.

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.

Notes to the Financial Statements

For the Year Ended 30 June 2022

21 Company Details

The registered office of the Company is:

Lithgow City Bowling Club Ltd

2C Lithgow Street

LITHGOW NSW 2790

Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 23, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards - Simplified Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2022 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
Wayne Allan

Director
Warren Kennedy

Dated this 19th day of October 2022

Crowe Central West

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Audit and Assurance Services

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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
LITHGOW CITY BOWLING CLUB LTD****Opinion**

We have audited the financial report of Lithgow City Bowling Club Ltd (the Company), which comprises the balance sheet as at 30 June 2022, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In our opinion, the accompanying financial report of the Company is prepared, in all material respects, in accordance with *Corporations Act 2001*.

- (a) giving a true and fair view of the registered Company's financial position as at 30 June 2022 and of its financial performance for the year ended that date; and
- (b) complying with Australian Accounting Standards – Simplified Disclosure Requirements and *Corporation Regulations 2001*.

Basis for Opinion

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

Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2022, but does not include the financial report and our auditor's report thereon.

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

Liability limited by a scheme approved under Professional Standards Legislation.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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

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

Responsibilities of directors for the Financial Report

Management is responsible for the preparation of the financial report in accordance with Australian Accounting Standards – (Reduced Disclosure Requirement) and Corporations Act 2001 and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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 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 the financial report.

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

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



- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

Crowe Central West

CROWE CENTRAL WEST

A handwritten signature in black ink, appearing to read "G. Faponle".

Gabriel Faponle
Audit Partner
Registered Company Auditor: 513644

Dated at Dubbo on the 20th day of October 2022

CLUBLITHGOW

...on Lithgow Street!

MINUTES OF THE 49TH ANNUAL GENERAL MEETING OF LITHGOW CITY BOWLING CLUB LIMITED

HELD IN THE AUDITORIUM ON SUNDAY 5TH DECEMBER 2021

The Chair Mr Wayne Allan declared the meeting open at 10.40am. He welcomed those in attendance.

ATTENDANCE

Directors W Allan, J Hughan, A Roach, J Madden, B Achurch & W Kennedy
CEO K Jamieson, Club auditors J Thompson & G Faponie & J Ralston Pigott Stinson

APOLOGIES

M Brown (Director) # 188
A Brown #973
P Kearney #1463
D Robson #718
R Bilby #1490
K Bilby #1320
I Townsend #1381
A Kenniff #1212
F Mierczak # 1651
M Hughes #1538
G McGuirk #1984
B Gibbons #922
N Farrant #543
C Posker #1098

MINUTES OF THE PREVIOUS AGM

Moved: K Potter Seconded: R Richie that the minutes of the 47th Annual General Meeting held on Sunday 17th November 2019 be accepted as a true record and adopted.

CARRIED

PRESIDENTS REPORT

The president spoke about the financial position of Club Lithgow and the future plans.

FINANCIAL REPORT, DIRECTORS REPORT AND AUDITORS REPORT 2021

CLUBLITHGOW

...on Lithgow Street!

The Clubs auditor John Thompson gave the meeting a review of the trading year and the Clubs financial position. The Clubs Vice President Mr W Kennedy also spoke on behalf of the Clubs Treasurer Mr M Brown on the years trading results.

Moved: B Noble Seconded: F King that the Financial, Directors and Auditors report be received.

CARRIED

FIRST ORDINARY RESOLUTION

That the members hereby approve spending a sum not exceeding Ten Thousand dollars (\$10,000.00) until the next Annual General Meeting for the following expenses but in each case subject to approval by the Board of Directors in accordance with section 10(6)(d) of the Registered Clubs Act:

(a) The reasonable costs of Directors attending seminars, lectures, trade displays organised study tours, fact finding tours and other similar events for the education of the Directors as determined and approved by the Board from time to time.

(b) The reasonable costs of Directors attending the Annual General Meeting of Clubs NSW and conferences conducted by Clubs NSW.

(c) The reasonable costs of directors travelling to and from directors' meetings and other constituted Board or subcommittee meetings on the production of relevant invoices, receipts or other proper documentary evidence of such costs.

(d) The reasonable costs of providing the annual Directors Christmas party for the Board Members and their Spouses.

The members acknowledge that benefits and expenditure pursuant to this resolution are not available to the members generally but only those members who are Directors of the Club.

Approved: B Newcombe Seconded: S Campbell that the first ordinary resolution be moved.

CARRIED

SECOND ORDINARY RESOLUTION

That the members hereby approve the payment of the following honorariums (inclusive of any superannuation guarantee levy if payable) to the President and Treasurer for their services as directors until the next Annual General Meeting (a) President \$3,000 and (b) Treasurer \$3,000.

Approved: R Forbes Seconded: W Wade that the second ordinary resolution be moved.

CARRIED

CLUBLITHGOW

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FIRST RESOLUTION FOR LIFE MEMBERSHIP

That the members hereby elect Mr DAVID BENJAMIN as a life member of the Lithgow City Bowling Club Limited.

Approved: R Forbes Seconded: W Wade that the first resolution for Life membership be moved.

CARRIED

SECOND RESOLUTION FOR LIFE MEMBERSHIP

That the members hereby elect Mrs LEE GREEN as a life member of the Lithgow City Bowling Club Limited.

Approved: B Noble Seconded: M Ferguson that the second resolution for Life membership be moved.

CARRIED

SPECIAL RESOLUTION TO ADOPT NEW CONSTITUTION

That with effect from the conclusion of this 2021 Annual General Meeting, the Constitution of Lithgow City Bowling Club Limited (the Club) in the form presented to this meeting (and having previously been made available to all members eligible to vote) be adopted as the Constitution of Lithgow City Bowling Club Limited in substitution for and to the exclusion of the existing Constitution of the Club and to the exclusion of the Memorandum of Association which originally formed part of the Constitution of the Club.

Approved: Irene Seconded: R Ritchie that the special resolution to adopt a new constitution be moved.

CARRIED

GENERAL BUSINESS

NIL

The Chairman thanked members for their attendance and closed the meeting at 11.55am.

SIGNED AS A TRUE AND ACCURATE RECORD OF PROCEEDINGS

Wayne Allan

Chairman

Lithgow City Men's Sub-Body

2022 SECRETARY'S REPORT

Lithgow City men's Sub-Body's report is similar to last year's, with very little to report on with the club being closed due to the storm and subsequent flooding of the club's inside premises and damage to the No 2 green.

There were no pennant bowls played this year by the men's pennant teams. A winter pennant competition was arranged by Zone 4, being played in the winter months. There were very few teams in the zone that nominated for this current pennant series.

The 2023 pennant series will begin in February. Lithgow City will be nominating teams for this coming season's pennants and a notice has been posted for player names.

2021 Club Championships

These games were played later than usual due to the club and its facilities being closed.

Men's major singles: The winner was Ian Townsend with the runner up Josh Sharwood. Josh tried very hard but the experience of Ian proved the difference in the score. Well done to both bowlers in the premiere club event.

Men's minor singles: The winner was Warren Kennedy with the runner up Anthony Brown. Again it was the experience of Warren that produced the winner. Congratulations to both bowlers.

Pairs: M. Johnson and M. Hughes defeated L. Barnes and A. Roach in a close final which could have gone either way.

Triples: F. Mierczak, M. Hughes and W. Gillespie were too good for I. Townsend, A. Brown and M. Brown.

Winter pairs: The winners were J. Kelly and J. Perry defeating S. Simmons and G. Sutherland in the final.

For the 2022-23 season we have one championship event finalised, this being the winter pairs with the winners being the very strong pairing of G. Pitt and D. Hunter, runners up being D. Robson and W. Nightingale. The winning team had too much experience for Dave and Warren and well played by both teams.

This is the only 2022-23 event finalised so far this season with the 2022-23 men's pairs event getting close to the finals and should be completed in the next month.

Nomination forms are on the notice board for the 2022-23 singles, triples and fours with play to start in the coming months.

The men's 2022 October pairs were played on Saturday October 1, and consisted of four games of 12 ends, single entries and teams drawn before the start of play. There was very good prizemoney on offer in this in house competition, ensuring the prizemoney is shared by club members.

Thursday afternoon twilight social bowls are again the success story of the club. Many of the club's top bowlers started in these social bowls events. Even in the cold days there were also bowlers participating in this event. Congratulations to the organisers.

Finally, it is hopeful that in the coming years normal bowling activities will be with us once again.

Men's Bowls Sub-Body
Jim Kelly, Bowls Secretary

Lithgow City Women's Sub-Body's

2022 PRESIDENT'S REPORT

This will be a very short report as we have had another bad start to our year. Our Allan's Day Higgins Day and Birthday have all been cancelled which is a shame. As far as our bowls, we have only played the minor and major club championships.

I would like to thank all the ladies for their support over the last year also good luck to Kerri Barnard as she is the new president.

I would also like to thank our kitchen staff, selectors, match ladies and umpires. Thank you to Caroline Lord for all her work as umpire and coach over many years while the raffle ladies and uniform co-ordinator Marg Gibbons have done a wonderful job over the years. Thank you all.

Women's Bowls Sub-Body's
Betty Newcombe, President

NOTES