

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

DIRECTORS' REPORT
31 MAY 2019

The directors present their report together with the accounts for the year ended 31st May, 2019 and the Auditors' Report thereon.

DIRECTORS

The directors of the Company in office at the date of this report are:

Chairperson				
Vice Chairperson	R. Henderson	Steward	Director	1 year 10 months
Vice Chairperson	L. O'Neill	Customer Service	Director	11 months
Committee Member	L. Chapman	Retired	Director	1 year 10 months
Committee Member	D. Foster	Tailor	Director	9 years 10 months
Committee Member	W. Helson	Retired	Director	1 year 10 months
Committee Member	N. Higgs	Retired	Director	1 year 10 months
Committee Member	W. Malone	Retired	Director	11 months
Committee Member	K. Vickery	Retired	Director	11 months

DIRECTORS' MEETINGS

The number of directors' meetings (including meetings of committees of directors) and number of meetings attended by each of the directors of the company during the financial year was:

Director	No. of Attended	Meetings Held*	Director	No. of Attended	Meetings Held*
R. Henderson	8	11	K. Vickery	9	9
L. O'Neill	8	9	I. Grose	10	10
L. Chapman	9	11	P. Radloff	1	2
D. Foster	10	11	C. Addison	1	2
W. Helson	9	9	M. Benstead	2	2
N. Higgs	10	11	P. Gregory	1	2
W. Malone	7	9			

* Reflects meetings held during director's term of holding office.

PRINCIPAL ACTIVITIES

The principal activities of the company during the course of the financial year were to promote and conduct the game of lawn bowls and to operate a club licensed under the provisions of the Registered Clubs Act 1976 as amended.

OPERATING RESULTS

The net loss of the company for the financial year ended 31 May, 2019 was \$512,782 (2018: \$332,582 Loss).

REVIEW OF OPERATIONS

The club recorded a net loss for the year ended 31 May, 2019 of \$512,782 compared to a loss of \$332,582 in 2018.

STATE OF AFFAIRS

The board decided to obtain funding from Seven Hills-Toongabbie RSL Club Limited during the year. The loan facility available is \$1 million. The Club made a drawdown of \$500,000 on the 24th April 2019. These funds were used to extinguish debts and assist with working capital. Any further drawdown will be used to improve the facilities and therefore the profitability of the club.

EVENTS SUBSEQUENT TO BALANCE DATE

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

LIKELY DEVELOPMENTS

The company will continue to promote and conduct the game of lawn bowls and to provide and maintain bowling greens and facilities for this and any other outdoor and indoor lawful sporting games.

ENVIRONMENTAL REGULATION AND PERFORMANCE

The club is not subject to any particular or significant environmental regulation.

DIRECTORS' BENEFITS

Since the end of the previous financial year no director of the company has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of remuneration received or due and receivable by directors shown in the accounts, or the fixed salary of full-time employee of the company or a related corporation) by reason of a contract made by the company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

DIRECTORS' AND AUDITORS' INDEMNIFICATION

The Company has not, during or since the financial year, in respect of any person who is nor has been an officer or auditor of the Company or a related body corporate:

1. Indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings; or
2. Paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings;
with the exception of the following matter:

For a premium the company has taken out a directors and officers liability insurance policy for an insured cover of \$1 million to insure the directors and officers.

Dated at THIRROUL this 20th day of August, 2019.
Signed in accordance with a resolution of the Directors.



.....
L. Chapman (Director)



.....
W. Malone (Director)

Thirroul Bowling, Leagues & Recreation Club Limited
ACN: 001 002 991
Independent Auditor's Report
to the Members of
Thirroul Bowling, Leagues & Recreation Club Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Thirroul Bowling, Leagues & Recreation Club Limited (the company), which comprises the statement of financial position as at 31 May 2019, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

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

- a. giving a true and fair view of the Company's financial position as at 31 May 2019 and of its financial performance for the year ended; and
- b. complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

We draw attention to Note 1q) in the financial report, which indicates that the Company's ability to continue as a going concern dependent upon the Board's continuing efforts to grow its revenue base and improve its profitability. The Board have taken necessary steps with the assistance of an external advisor to assist the Club. Our opinion is not modified in respect of this matter.

Thirrourl Bowling, Leagues & Recreation Club Limited
ACN: 001 002 991
Independent Auditor's Report
to the Members of
Thirrourl Bowling, Leagues & Recreation Club Limited


Responsibilities of Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the 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 the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.



Andrew Stephen Finney
Finncorp Auditors Pty Ltd
Company Auditor Registration No. 438643
Suite 7, 2-4 Northumberland Drive, Caringbah NSW 2229

Dated this Second day of August 2019

**Auditors Independence Declaration
Under Section 307C of the Corporations Act 2001**

To the Directors of Thirroul Bowling, Leagues & Recreation Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 May 2019, there have been:

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

Andrew Stephen Finney
Finncorp Auditors Pty Ltd
Company Auditor Registration No. 438643
Suite 7, 2-4 Northumberland Drive, Caringbah NSW 2229


~~Dated this Second day of August 2019~~

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

CONCISE FINANCIAL REPORT
INCOME STATEMENT
FOR THE YEAR ENDED 31 MAY 2019

	Note	2019 \$	2018 \$
Revenue from sales	2	2,284,514	2,327,623
Cost of goods sold		<u>(667,341)</u>	<u>(618,282)</u>
Gross profit		1,617,173	1,709,341
Other non-operating revenue from ordinary activities	2	79,116	48,460
Administration expenses		(430,141)	(341,930)
Bar expenses		(374,452)	(361,574)
Bistro expenses		(309,233)	(275,966)
Borrowing expenses		(19,996)	(3,589)
Bowling Expenses		(7,150)	(6,246)
Gaming expenses		(126,398)	(100,707)
Greens expense		(119,836)	(115,705)
Marketing and entertainment		(214,018)	(246,609)
Occupancy expenses		(394,046)	(395,418)
Raffles expenses		(92,703)	(102,392)
Other expenses for ordinary activities		(121,098)	(140,247)
Profit from ordinary activities	3	<u>(512,782)</u>	<u>(332,582)</u>
Total changes in equity other than those resulting from transactions with owners as owners		<u><u>(512,782)</u></u>	<u><u>(332,582)</u></u>

The accompanying notes form part of these financial statements

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

CONCISE FINANCIAL REPORT
STATEMENT OF CHANGES IN EQUITY
AS AT 31 MAY 2019

	Ordinary \$	Retained Earnings \$	General Reserves \$	Total \$
THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED				
Balance at 1 June 2017	-	3,199,209	-	3,199,209
Profit attributable to members of entity	-	(332,582)	-	(332,582)
Transfers to and from reserves - general reserves	-	-	-	-
Balance at 31 May 2018	<u>-</u>	<u>2,866,627</u>	<u>-</u>	<u>2,866,627</u>
Profit/(Loss) attributable to members of entity	-	(512,782)	-	(512,782)
Transfers to and from reserves - general reserves	-	-	-	-
Balance at 31 May 2019	<u>-</u>	<u>2,353,845</u>	<u>-</u>	<u>2,353,845</u>

The accompanying notes form part of these financial statements

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

CONCISE FINANCIAL REPORT
BALANCE SHEET
AS AT 31 MAY 2019

	Note	2019 \$	2018 \$
Current Assets			
Cash assets		333,672	281,078
Receivables		13,106	15,799
Inventories		30,014	30,245
Other		20,306	17,903
Total Current Assets		<u>397,098</u>	<u>345,025</u>
Non-Current Assets			
Property, plant and equipment	4	3,068,529	3,063,490
Total Non-Current Assets		<u>3,068,529</u>	<u>3,063,490</u>
TOTAL ASSETS		<u>3,465,627</u>	<u>3,408,515</u>
Current Liabilities			
Payables		481,038	287,310
Interest bearing liabilities		15,677	14,775
Provisions		50,000	162,531
Other		21,909	13,620
Total Current Liabilities		<u>568,624</u>	<u>478,236</u>
Non-Current Liabilities			
Interest bearing liabilities		523,427	36,609
Provisions		19,731	27,043
Total Non-Current Liabilities		<u>543,158</u>	<u>63,652</u>
TOTAL LIABILITIES		<u>1,111,782</u>	<u>541,888</u>
NET ASSETS		<u>2,353,845</u>	<u>2,866,627</u>
Members' Funds			
Retained Profits		2,353,845	2,866,627
TOTAL MEMBERS' FUNDS		<u>2,353,845</u>	<u>2,866,627</u>

The accompanying notes form part of these financial statements

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

CONCISE FINANCIAL REPORT
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2019

	Note	2019 \$	2018 \$
Cash Flows from Operating Activities			
Receipts from customers		2,571,327	2,605,299
Payments to suppliers and employees		(2,792,959)	(2,569,858)
Interest received		1,049	1,317
Borrowing costs		(19,794)	(3,438)
NET CASH PROVIDED BY OPERATING ACTIVITIES		<u>(240,377)</u>	<u>33,320</u>
Cash Flows from Investing Activities			
Proceeds from sale of property, plant and equipment		42,742	28,000
Payment for property, plant and equipment		(275,990)	(133,798)
NET CASH USED IN INVESTING ACTIVITIES		<u>(233,248)</u>	<u>(105,798)</u>
Cash Flows from Financing Activities			
Proceeds from borrowings		556,394	36,918
Repayment of borrowings		(30,175)	(11,252)
NET CASH PROVIDED BY FINANCING ACTIVITIES		<u>526,219</u>	<u>25,666</u>
NET INCREASE/(DECREASE) IN CASH HELD		52,594	(46,812)
Cash at beginning of the financial year		281,078	327,890
CASH AT THE END OF THE FINANCIAL YEAR		<u>333,672</u>	<u>281,078</u>

The accompanying notes form part of these financial statements

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

NOTES TO THE CONCISE FINANCIAL REPORT
31 MAY 2019

Note 1: Summary of Significant Accounting Policies

(a) Basis of Preparation

The concise financial report of Thirroul Bowling, Leagues & Recreation Club Limited for the year ended 31 May 2019 has been prepared in accordance with Accounting Standard 1039: Concise Financial Reports and the Corporations Act 2001.

The financial statements, specific disclosures and other information included in the concise financial report is derived from and is consistent with the full financial report of Thirroul Bowling, Leagues & Recreation Club Limited. The concise financial report cannot be expected to provide as detailed an understanding of the Income Statement, Balance Sheet and Cash Flow Statement as provided in the full financial report.

In preparing the financial report the company has taken the exemptions available to non profit entities. The financial report of Thirroul Bowling, Leagues & Recreation Club Limited comply with Australian Equivalents to International Financial Reporting Standards (AIFRS) in their entirety. The presentation currency used in this concise financial report is Australian Dollars.

The financial report has been prepared on the historical cost basis.

The financial report has been prepared on a going concern basis. The continuing viability of the club and its ability to continue as a going concern is dependent upon the club been successful in its continuing efforts to grow its revenue base. The board have taken necessary steps with the assistance of an external advisor to assist the club in maintaining this status.

(b) Comparative Figures

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

(c) Subsequent Events

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

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

CONCISE FINANCIAL REPORT
NOTES TO THE FINANCIAL STATEMENTS
31 MAY 2019

	2019 \$	2018 \$
2. REVENUE FROM ORDINARY ACTIVITIES		
Revenue from operating activities		
Sales of goods	1,653,274	1,563,173
Rendering of services	631,240	764,450
	<u>2,284,514</u>	<u>2,327,623</u>
Revenues from non-operating activities		
Gain on Sale of Assets	22,015	3,161
Interest revenue	1,049	1,183
Rent Received	26,594	26,936
Other revenue	29,458	17,180
	<u>79,116</u>	<u>48,460</u>
Total Revenues	<u><u>2,363,630</u></u>	<u><u>2,376,083</u></u>
3. PROFIT FROM ORDINARY ACTIVITIES		
Profit from ordinary activities has been determined after:		
(a) Revenue and net gains		
Net gain/(loss) on disposal of non-current assets	<u><u>22,015</u></u>	<u><u>3,161</u></u>
(b) Expenses:		
Cost of sales	667,341	618,282
Borrowing costs	19,996	3,589
Operating lease rentals	6,379	7,803
Depreciation of non-current assets:		
- Buildings	86,684	86,608
- Plant & equipment	163,540	167,722
	<u>250,224</u>	<u>254,330</u>
Remuneration of the Auditor:		
- Auditing the financial report	13,182	14,090
- Other services	22,230	21,655
	<u>35,412</u>	<u>35,745</u>

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
ACN 001 002 991

CONCISE FINANCIAL REPORT
NOTES TO THE FINANCIAL STATEMENTS
31 MAY 2019

	2019 \$	2018 \$
4. PROPERTY, PLANT AND EQUIPMENT		
Freehold land	<u>1</u>	<u>1</u>
Buildings and Improvements	3,474,831	3,463,255
Less: accumulated depreciation	<u>(1,153,488)</u>	<u>(1,067,446)</u>
	<u>2,321,343</u>	<u>2,395,809</u>
Plant and Equipment	2,217,067	2,660,450
Less: accumulated depreciation	<u>(1,469,882)</u>	<u>(1,992,770)</u>
	<u>747,185</u>	<u>667,680</u>
Total property, plant & equipment	<u><u>3,068,529</u></u>	<u><u>3,063,490</u></u>

Movements in carrying Amounts

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

	Freehold Land	Buildings	Plant & Equipment
Balance at beginning of the year	1	2,395,809	667,680
Additions		12,690	263,300
Depreciation	-	(86,685)	(163,539)
Disposals	-	(471)	(20,256)
Carrying amount at the end of the year	<u>1</u>	<u>2,321,343</u>	<u>747,185</u>

Pursuant to section 41J(2) of the registered Clubs Act for the financial year ended 31 May 2019:

(a) the following properties are core property of the club;
 (i) 2a Station Street, Thirroul

(b) the following properties are non-core property of the club;
 (ii) 2b Station Street, Thirroul

THIRROUL BOWLING, LEAGUES & RECREATION CLUB LIMITED
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DIRECTORS' DECLARATION

The directors of Thirroul Bowling, Leagues & Recreation Club Limited declare that the concise financial report of Thirroul Bowling, Leagues & Recreation Club Limited for the financial year ended 31 May 2019 as set out on the accompanying financial statements and notes:

(a) complies with Accounting Standard AASB1039: Concise Financial Reports; and

(b) is an extract from the full financial report for the year ended 31 May 2019 and has been derived from and is consistent with the full financial report of Thirroul Bowling Leagues & Recreation Club Limited.

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

Director.....
L. Chapman

Director.....
W. Malone

Dated this 21st day of August 2019