

# **Austral Bowling Club Limited**

**ABN 67 000 485 218**

## **Financial Statements**

**For the Year Ended 31 December 2021**

# **Austral Bowling Club Limited**

ABN 67 000 485 218

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**For the Year Ended 31 December 2021**

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# Austral Bowling Club Limited

ABN 67 000 485 218

## Directors' Report 31 December 2021

The directors present their report on Austral Bowling Club Limited for the financial year ended 31 December 2021.

### 1. General information

#### Directors

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

<b>Names</b>	<b>Years as a Club Director</b>	<b>Director Since</b>
Terrance Hooper - President	2	2020
Kenneth Williams - Treasurer	2	2020
George Bevan - Vice President	2	2020
Mark Behringer	4	2018
Wayne Crompton	2	2020
Matt Pannowitz	2	2020
William Shaw	5	2017

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

#### Review of operations

The surplus of the Company amounted to \$ 807,445. (2020: \$1,239,701)

#### Principal activities

The principal activity of Austral Bowling Club Limited during the financial year was the operation of a licensed bowling club.

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

#### Members' guarantee

Austral 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 member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 5 for members that are corporations and \$ 5 for all other members, subject to the provisions of the company's constitution.

At 31 December 2021 the collective liability of members was \$ 20,785 (2020: \$ 16,255).

# Austral Bowling Club Limited

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## Directors' Report 31 December 2021

### 2. Other items

#### Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

#### Meetings of directors

During the financial year, 8 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

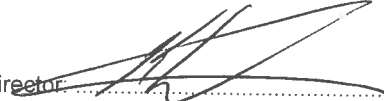
Directors' Meetings	
Number eligible to attend	Number attended
Terrance Hooper - President	8
George Bevan - Vice President	8
Kenneth Williams - Treasurer	8
William Shaw	8
Mark Behringer	8
Matt Pannowitz	8
Wayne Crompton	8

#### Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 December 2021 has been received and can be found on page 3 of the financial report.

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

Director:   
Terrance Hooper - President

Director:   
Kenneth Williams - Treasurer

Dated 25 March 2022



**FITZPATRICK  
+ ROBINSON**  
ACCOUNTING & BUSINESS SPECIALISTS

## Auditor's Independence Declaration

To Board of Directors  
Austral Bowling Club Limited

As auditor for the audit of Austral Bowling Club Limited for the year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

- i) no contraventions of the independence requirements of 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.

**Fitzpatrick + Robinson**  
Certified Practising Accountants

Rick Fitzpatrick

**Director**

Suite 1003, 31C Lasso Road, Gregory Hills, NSW, 2557

Dated this 25th day of March 2022

## Austral Bowling Club Limited

ABN 67 000 485 218

### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 31 December 2021

		2021	2020
	Note	\$	\$
Revenue	4	3,588,833	4,070,537
Finance income	5	999	6,790
Other income	4	115,159	156,329
Cost of goods sold	6	(1,159,306)	(1,167,182)
Employee benefits expense	6	(734,998)	(788,626)
Depreciation and amortisation expense	6	(460,494)	(491,534)
Other operating expenses		(534,605)	(539,912)
Directors' related expenses		(7,888)	(6,684)
Finance expenses	5	(255)	(17)
<b>Profit before income tax</b>		<b>807,445</b>	1,239,701
Income tax expense		-	-
<b>Profit from continuing operations</b>		<b>807,445</b>	1,239,701
<b>Profit for the year</b>		<b>807,445</b>	1,239,701
<b>Other comprehensive income, net of income tax</b>			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that will be reclassified to profit or loss when specific conditions are met		-	-
<b>Total comprehensive income for the year</b>		<b>807,445</b>	1,239,701

The accompanying notes form part of these financial statements.

# Austral Bowling Club Limited

ABN 67 000 485 218

## Statement of Financial Position As At 31 December 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	7	<b>3,487,588</b>	3,295,800
Trade and other receivables	8	<b>5,000</b>	12,868
Inventories	9	<b>31,461</b>	30,829
Other assets	12	<b>42,630</b>	46,694
TOTAL CURRENT ASSETS		<b>3,566,679</b>	3,386,191
NON-CURRENT ASSETS			
Property, plant and equipment	10	<b>7,595,320</b>	3,335,388
Intangible assets	11	<b>349,376</b>	349,376
TOTAL NON-CURRENT ASSETS		<b>7,944,696</b>	3,684,764
TOTAL ASSETS		<b>11,511,375</b>	7,070,955
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	13	<b>539,871</b>	299,697
Borrowings (Financing arrangement)	14	<b>60,228</b>	20,993
Employee benefits	15	<b>81,212</b>	83,045
TOTAL CURRENT LIABILITIES		<b>681,311</b>	403,735
NON-CURRENT LIABILITIES			
Borrowings (Financing arrangement)	14	<b>105,399</b>	-
TOTAL NON-CURRENT LIABILITIES		<b>105,399</b>	-
TOTAL LIABILITIES		<b>786,710</b>	403,735
NET ASSETS		<b>10,724,665</b>	6,667,220
<b>EQUITY</b>			
Reserves		<b>3,895,566</b>	645,566
Retained earnings		<b>6,829,099</b>	6,021,654
TOTAL EQUITY		<b>10,724,665</b>	6,667,220

The accompanying notes form part of these financial statements.

## Austral Bowling Club Limited

ABN 67 000 485 218

### Statement of Changes in Equity For the Year Ended 31 December 2021

#### 2021

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
<b>Balance at 1 January 2021</b>	<b>6,021,654</b>	<b>645,566</b>	<b>6,667,220</b>
Surplus for the year	807,445	-	807,445
Revaluation of land	-	3,250,000	3,250,000
Total other comprehensive income for the period	-	-	-
<b>Balance at 31 December 2021</b>	<b>6,829,099</b>	<b>3,895,566</b>	<b>10,724,665</b>

#### 2020

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
<b>Balance at 1 January 2020</b>	4,781,953	645,566	5,427,519
Surplus for the year	1,239,701	-	1,239,701
Total other comprehensive income for the period	-	-	-
<b>Balance at 31 December 2020</b>	<b>6,021,654</b>	<b>645,566</b>	<b>6,667,220</b>

The accompanying notes form part of these financial statements.



## Austral Bowling Club Limited

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### Statement of Cash Flows For the Year Ended 31 December 2021

	2021	2020
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	12,517,245	13,401,859
Payments to suppliers and employees	(11,000,409)	(11,601,504)
Interest received	999	6,790
Interest paid	(255)	(17)
Net cash provided by/(used in) operating activities	<u>1,517,580</u>	<u>1,807,128</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	<u>(1,470,426)</u>	<u>(297,924)</u>
Net cash provided by/(used in) investing activities	<u>(1,470,426)</u>	<u>(297,924)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	180,684	33,000
Repayment of borrowings	<u>(36,050)</u>	<u>(31,163)</u>
Net cash provided by/(used in) financing activities	<u>144,634</u>	<u>1,837</u>
Net increase/(decrease) in cash and cash equivalents held	191,788	1,511,041
Cash and cash equivalents at beginning of year	<u>3,295,800</u>	<u>1,784,759</u>
Cash and cash equivalents at end of financial year	7 <u><u>3,487,588</u></u>	<u><u>3,295,800</u></u>

The accompanying notes form part of these financial statements.

# Austral Bowling Club Limited

ABN 67 000 485 218

## Notes to the Financial Statements For the Year Ended 31 December 2021

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

The functional and presentation currency of Austral Bowling Club Limited 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 Disclosures and the *Corporations Act 2001*.

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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

### 2 Summary of Significant Accounting Policies

#### (a) Revenue and other income

##### Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

##### Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

##### Poker Machine Income

Gaming revenue is the net difference between gaming wins and losses, and is recognised upon the outcome of the game. This is consistent with current accounting treatment.

##### Bar Sales

Food and beverage revenue is recognised as the goods are provided.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **2 Summary of Significant Accounting Policies**

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

###### **Revenue recognition policy for contracts which are either not enforceable or do not have sufficiently specific performance obligations**

The revenue recognition policies for the principal revenue streams of the Company are:

###### **Grant Income**

Revenue in the scope of AASB 1058 is recognised on receipt unless it relates to a capital grant which satisfies certain criteria, in this case the grant is recognised as the asset is acquired or constructed.

###### **Statement of financial position balances relating to revenue recognition**

###### **Contract assets and liabilities**

Where the amounts billed to customers are based on the achievement of various milestones established in the contract, the amounts recognised as revenue in a given period do not necessarily coincide with the amounts billed to or certified by the customer.

When a performance obligation is satisfied by transferring a promised good or service to the customer before the customer pays consideration or the before payment is due, the Company presents the contract as a contract asset, unless the Company's rights to that amount of consideration are unconditional, in which case the Company recognises a receivable.

When an amount of consideration is received from a customer prior to the entity transferring a good or service to the customer, the Company presents the contract as a contract liability.

###### **Contract cost assets**

The Company recognises assets relating to the costs of obtaining a contract and the costs incurred to fulfil a contract or set up / mobilisation costs that are directly related to the contract provided they will be recovered through performance of the contract.

###### *Costs to obtain a contract*

Costs to obtain a contract are only capitalised when they are directly related to a contract and it is probable that they will be recovered in the future. Costs incurred that would have been incurred regardless of whether the contract was won are expensed, unless those costs are explicitly chargeable to the customer in any case (whether or not the contract is won).

The capitalised costs are amortised on a straight line basis over the expected life of the contract.

###### *Set-up / mobilisation costs*

Costs required to set up the contract, including mobilisation costs, are capitalised provided that it is probable that they will be recovered in the future and that they do not include expenses that would normally have been incurred by the Company if the contract had not been obtained. They are recognised as an expense on the basis of the proportion of actual output to estimated output under each contract. If the above conditions are not met, these costs are taken directly to profit or loss as incurred.

# Austral Bowling Club Limited

ABN 67 000 485 218

## Notes to the Financial Statements For the Year Ended 31 December 2021

### 2 Summary of Significant Accounting Policies

#### (a) Revenue and other income

##### Statement of financial position balances relating to revenue recognition

###### *Costs to fulfil a contract*

Where costs are incurred to fulfil a contract, they are accounted for under the relevant accounting standard (if appropriate), otherwise if the costs relate directly to a contract, the costs generate or enhance resources of the Company that will be used to satisfy performance obligations in the future and the costs are expected to be recovered then they are capitalised as contract costs assets and released to the profit or loss on a systematic basis consistent with the transfer to the customer of the goods or services to which the asset relates.

##### Provisions relating to contracts with customers

There are no provisions relating to contracts with customers during the year.

##### Financing component of contracts with customers

There are no significant financing component of contracts with customers during the year.

##### Grant revenue

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

##### Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

#### (b) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (c) 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.

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.

# Austral Bowling Club Limited

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## Notes to the Financial Statements For the Year Ended 31 December 2021

### 2 Summary of Significant Accounting Policies

#### (d) Inventories

Inventories are measured at the lower of cost and net realisable value.

Inventories acquired at no cost, or for nominal consideration are valued at the current replacement cost as at the date of acquisition, which is the deemed cost.

#### (e) Property, plant and equipment

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

##### Land and buildings

Land and buildings are measured using the revaluation model.

##### Plant and equipment

Plant and equipment are measured using the cost model.

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company, commencing when the asset is ready for use.

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

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Buildings	4% - 25%
Plant and Equipment	5% - 33%
Motor Vehicles	25%
Poker Machines	25%
Bowling Greens	10% - 25%

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.

#### (f) 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).

# Austral Bowling Club Limited

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## Notes to the Financial Statements For the Year Ended 31 December 2021

### 2 Summary of Significant Accounting Policies

#### (f) Financial instruments

##### 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

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

##### *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.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

##### *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.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **2 Summary of Significant Accounting Policies**

##### **(f) Financial instruments**

###### **Financial assets**

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.

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.

###### *Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

###### **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.

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

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

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset 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.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **2 Summary of Significant Accounting Policies**

**(g) Impairment of non-financial assets**

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.

**(h) Intangible assets**

**Amortisation**

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, from the date that they are available for use.

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

**(i) 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.

**(j) Leases**

The Company has chosen not to apply AASB 16 to leases of intangible assets.

**(k) Employee benefits**

Provision is made for the Company's liability for employee benefits, those 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 one year 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 high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

#### **3 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.

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.



# Austral Bowling Club Limited

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## Notes to the Financial Statements For the Year Ended 31 December 2021

### 3 Critical Accounting Estimates and Judgments

#### Key estimates - impairment of property, plant and equipment

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

There are no indicators of impairment during the year.

#### Key estimates - property held at fair value

An independent valuation of property (land and buildings) carried at fair value was obtained in the past. The directors have reviewed this valuation and updated it based on valuation indexes for the area in which the property is located. The valuation is an estimation which would only be realised if the property is sold.

### 4 Revenue and Other Income

#### Revenue from continuing operations

	2021	2020
	\$	\$
Revenue from contracts with customers (AASB 15) - At a Point in Time		
- Gaming income	2,799,435	3,095,940
- Bar	630,603	629,599
- Membership fees	24,841	27,634
- Bowls income (men & ladies)	36,318	26,864
	<b>3,491,197</b>	<b>3,780,037</b>
Revenue recognised on receipt (not enforceable or no sufficiently specific performance obligations - AASB 1058)		
- Government Grants (Job Keeper and Job Saver)	82,636	190,500
- Government Grants (Cashflow Boost)	-	100,000
- Government Grants (Others)	15,000	-
	<b>97,636</b>	<b>290,500</b>
<b>Total Revenue</b>	<b>3,588,833</b>	<b>4,070,537</b>

	2021	2020
	\$	\$
Other Income		
- other income	112,635	132,009
- donations	560	6,000

# Austral Bowling Club Limited

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## Notes to the Financial Statements For the Year Ended 31 December 2021

### 4 Revenue and Other Income

	2021	2020
	\$	\$
- net gain on disposal of property, plant and equipment	1,964	18,320
	<b>115,159</b>	156,329
Total Revenue and Other Income	<b>3,703,992</b>	4,226,866

### 5 Finance Income and Expenses

#### Finance income

	2021	2020
	\$	\$
Interest income		
- Assets measured at amortised cost	999	6,790
<b>Total finance income</b>	<b>999</b>	6,790

#### Finance expenses

	2021	2020
	\$	\$
Interest expense	255	17
<b>Total finance expenses</b>	<b>255</b>	17

### 6 Result for the Year

The result for the year includes the following specific expenses:

	2021	2020
	\$	\$
Cost of sales	1,159,306	1,167,182
Other expenses:		
Employee benefits expense	734,998	788,626
Depreciation expense	460,494	491,534

### 7 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash at bank and in hand	3,487,588	3,295,800
	<b>3,487,588</b>	3,295,800

## Austral Bowling Club Limited

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### Notes to the Financial Statements For the Year Ended 31 December 2021

#### 8 Trade and Other Receivables

	2021	2020
	\$	\$
CURRENT		
Trade receivables	-	7,868
	-	7,868
Deposits	5,000	5,000
<b>Total current trade and other receivables</b>	<b>5,000</b>	<b>12,868</b>

#### 9 Inventories

	2021	2020
	\$	\$
CURRENT		
At cost:		
Finished goods	31,461	30,829
	31,461	30,829

Write downs of inventories to net realisable value during the year were \$ NIL (2020: \$ NIL).

#### 10 Property, plant and equipment

	2021	2020
	\$	\$
Buildings		
At cost	7,436,525	4,080,783
Accumulated depreciation	(1,864,547)	(1,719,275)
Total buildings	5,571,978	2,361,508
Total land and buildings	5,571,978	2,361,508
PLANT AND EQUIPMENT		
Capital works in progress		
At cost	939,367	-
Total capital works in progress	939,367	-
Plant and equipment		
At cost	1,175,365	1,351,726
Accumulated depreciation	(997,451)	(1,151,092)
Total plant and equipment	177,914	200,634

## Austral Bowling Club Limited

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### Notes to the Financial Statements For the Year Ended 31 December 2021

#### 10 Property, plant and equipment

	2021	2020
	\$	\$
Motor vehicles		
At cost	127,950	6,572
Accumulated depreciation	(14,122)	(3,810)
Total motor vehicles	<u>113,828</u>	<u>2,762</u>
Poker Machines		
At cost	1,674,437	1,621,041
Accumulated depreciation	(1,168,704)	(1,137,057)
Total Poker Machines	<u>505,733</u>	<u>483,984</u>
Bowling Greens		
At cost	<u>286,500</u>	286,500
Total Bowling Greens	<u>286,500</u>	286,500
Total plant and equipment	<u>2,023,342</u>	973,880
<b>Total property, plant and equipment</b>	<u><b>7,595,320</b></u>	<u><b>3,335,388</b></u>

#### (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:

	Capital Works in Progress	Buildings	Plant and Equipment	Motor Vehicles *
	\$	\$	\$	\$
<b>Year ended 31 December 2021</b>				
Balance at the beginning of year	-	2,361,508	200,634	2,762
Additions	939,367	105,742	41,708	121,378
Depreciation expense	-	(145,272)	(64,428)	(10,312)
Revaluation increase	-	3,250,000	-	-
<b>Balance at the end of the year</b>	<u>939,367</u>	<u>5,571,978</u>	<u>177,914</u>	<u>113,828</u>

\* Additions to Motor Vehicles include a courtesy bus and food van amounting to \$121,378.

## Austral Bowling Club Limited

ABN 67 000 485 218

### Notes to the Financial Statements For the Year Ended 31 December 2021

#### 10 Property, plant and equipment

##### (a) Movements in Carrying Amounts

	Poker Machines \$	Bowling Greens \$	Total \$
<b>Year ended 31 December 2021</b>			
Balance at the beginning of year	483,984	286,500	3,335,388
Additions	262,228	-	1,470,423
Depreciation expense	(240,479)	-	(460,491)
Revaluation increase	-	-	3,250,000
<b>Balance at the end of the year</b>	<b>505,733</b>	<b>286,500</b>	<b>7,595,320</b>

##### (b) Fair Value Measurement

The Company measures the following property, plant and equipment at fair value on a recurring basis:

##### Property, plant and equipment

Buildings

##### Basis for determining value

Appraisal performed by external valuer through reviewing recent or asset class in a similar environment or market.

#### 11 Intangible Assets

	2021 \$	2020 \$
Poker Machine Entitlements		
Cost	349,376	349,376
<b>Net carrying value</b>	<b>349,376</b>	<b>349,376</b>
Total Intangible assets	349,376	349,376
<b>Total Intangible assets</b>	<b>349,376</b>	<b>349,376</b>

#### 12 Other non-financial assets

	2021 \$	2020 \$
CURRENT		
Prepayments	42,630	46,694
	<b>42,630</b>	<b>46,694</b>

# Austral Bowling Club Limited

ABN 67 000 485 218

## Notes to the Financial Statements For the Year Ended 31 December 2021

### 13 Trade and Other Payables

	2021	2020
	\$	\$
CURRENT		
Trade payables	203,523	66,092
GST payable	(10,114)	87,657
Sundry payables and accrued expenses	302,792	99,608
Other payables	43,670	46,340
	<u>539,871</u>	<u>299,697</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

### 14 Borrowings

	2021	2020
	\$	\$
CURRENT		
Secured liabilities:		
Financing arrangements	60,228	20,993
	<u>60,228</u>	<u>20,993</u>
<b>Total current borrowings</b>	<u>60,228</u>	<u>20,993</u>
	2021	2020
	\$	\$
NON-CURRENT		
Secured liabilities:		
Financing arrangements	105,399	-
	<u>105,399</u>	<u>-</u>
<b>Total non-current borrowings</b>	<u>105,399</u>	<u>-</u>
<b>Total borrowings</b>	<u>165,627</u>	<u>20,993</u>

### 15 Employee Benefits

	2021	2020
	\$	\$
Current liabilities		
Long service leave	33,081	24,925
Provision for employee benefits	48,131	58,120
	<u>81,212</u>	<u>83,045</u>

## Austral Bowling Club Limited

ABN 67 000 485 218

### Notes to the Financial Statements For the Year Ended 31 December 2021

#### 16 Reserves

##### (a) Asset revaluation reserve

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model as well as fair value movement recognised from the poker machine entitlements.

#### 17 Financial Risk Management

	2021	2020
	\$	\$
<b>Financial assets</b>		
Held at amortised cost		
Cash and cash equivalents	3,487,588	3,295,800
Trade and other receivables	5,000	12,868
<b>Total financial assets</b>	<b>3,492,588</b>	<b>3,308,668</b>
<b>Financial liabilities</b>		
Financial liabilities measured at amortised cost	705,498	320,690
<b>Total financial liabilities</b>	<b>705,498</b>	<b>320,690</b>

##### Derecognition of financial assets

There are no derecognition of financial assets that occurred during the year.

#### 18 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 \$ 5 each towards meeting any outstanding obligations of the Company. At 31 December 2021 the number of members was 4,157 (2020: 3,251).

#### 19 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Company is \$ 133,121 (2020: \$ 136,014). The key management personnel of the Company is Karen Butler, General Manager of the Club

#### 20 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 31 December 2021 (31 December 2020: None).

#### 21 Related Parties

##### (a) The Company's main related parties are as follows:

Key management personnel - refer to Note 19.

Other related parties include close family members of key management personnel and entities that are

## **Austral Bowling Club Limited**

ABN 67 000 485 218

### **Notes to the Financial Statements For the Year Ended 31 December 2021**

#### **21 Related Parties**

**(a) The Company's main related parties are as follows:**

controlled or significantly influenced by those key management personnel or their close family members.

**(b) Transactions with related parties**

There are no related party transactions identified during the year.

**(c) Loans to/from related parties**

There are no loans to/ from related parties during the year.

#### **22 Events after the end of the Reporting Period**

The financial report was authorised for issue on 25 March 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.

#### **23 Statutory Information**

The registered office and principal place of business of the company is:

Austral Bowling Club Limited  
Corner 8th and Edmondson Avenue  
AUSTRAL NSW 2179



# Austral Bowling Club Limited

ABN 67 000 485 218

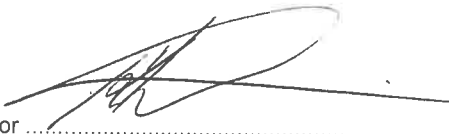
## Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 4 to 22, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Australian Accounting Standards - Simplified Disclosure Standard; and
  - b. give a true and fair view of the financial position as at 31 December 2021 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 .....  
  
Terrance Hooper - President

Director .....  
  
Kenneth Williams - Treasurer

Dated 25 March 2022



## **Austral Bowling Club Limited**

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

#### **Report on the Audit of the Financial Report**

##### **Qualified Opinion**

We have audited the financial report of Austral Bowling Club Limited 2021 (the Company), which comprises the statement of financial position as at 31 December 2021, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements and the directors' declaration.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2021 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosure and the *Corporations Regulations 2001*.

##### **Basis for Qualified Opinion**

We did not observe the counting of physical inventories at the end of the year. We were unable to satisfy ourselves by alternative means concerning the inventory quantities held at 31 December 2021, which are stated in the statement of financial position at \$31,461.

As a result, we were unable to determine the existence and completeness of inventory on hand and whether any adjustments might have been found necessary in respect of recorded or unrecorded inventories and accounts receivable, and the elements making up the statement of profit or loss, statement of changes in equity and statement of cash flows as at 31 December 2021.

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 (including Independence Standards)* (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.

##### **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 - Simplified Disclosure 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



## **Austral Bowling Club Limited**

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

fair view and is free from material misstatement, whether due to fraud or error.

#### **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 - Simplified Disclosure 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.

As part of an audit in accordance with the 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, misrepresentations, 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 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 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



**FITZPATRICK  
+ ROBINSON**  
ACCOUNTING & BUSINESS SPECIALISTS

## **Austral Bowling Club Limited**

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

financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

**Fitzpatrick + Robinson**  
Certified Practising Accountants

Rick Fitzpatrick

**Director**

Suite 1003, 31C Lasso Road, Gregory Hills, NSW, 2557

Dated this 25th day of March 2022