

Ashfield Bowling Club Ltd ABN 25 000 260 659

Financial Statements

For the year ended 30 June 2017

DAWSONS ACCOUNTANTS PTY LTD

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Ashfield Bowling Club Ltd ABN 25 000 260 659

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Ashfield Bowling Club Ltd ABN 25 000 260 659

Directors' Report

Your director presents this report on the company for the financial year ended 30 June 2017.

Directors

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

Name of Director	Qualifications, experience & special responsibilities
Paul Carrabott	Driver
Fay Flint	Health Worker
Gay Hinchliffe	Government Employee
Donald Latham	Self Employed
Roger Lynch	Tradesperson (Chairperson)
Anthony Rowe	Retired
Michael Speckman	Bookbinder
Anthony Wise	Accountant(Treasurer)

No other person was a Director during the year. The Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company Secretary

The following persons held office of company secretary as at balance date: Michael Wilson. He also holds the position of Chief Executive Officer. He was appointed Company Secretary on 13th April, 2004 and has been employed by the company since the 26th July, 1997.

Directors' Meetings

During the year 12 Directors' meetings were held. Attendances by each director during the year were as follows:

	Eligible	Attended
Paul Carrabott	12	6
Fay Flint	12	10
Gay Hinchliffe	12	10
Donald Latham	12	11
Roger Lynch	12	11
Anthony Rowe	12	10
Michael Speckman	12	11
Anthony Wise	12	9

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Directors' Report

Operating Result

The loss of the company for the financial year after providing for income tax amounted to:

Year ended	Year ended
30 June 2017	30 June 2016
\$	\$
(106,962.26)	(142,108.38)

Review of Operations

A review of the operations of the company during the financial year and the results of those operations are as follows:

The company's operations during the year performed as expected in the opinion of directors.

Significant Changes in the State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

Principal Activities

The principal activities of the company during the course of the year were Bowling Club Operations . No significant change in the nature of these activities occurred during the year.

After Balance Date Events

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 subsequent financial years. The Club continues to pursue recovery of Funds from the LM Mortgage Fund. The Club has lodged expressions of interest with various legal entities to partake in a Class Action.

The company expects to maintain the present status and level of operations and hence there are no likely developments in the operations in future financial years.

Environmental Issues

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

Dividends

No dividends were declared or paid since the start of the financial year. No recommendation for payment of dividends has been made.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Directors' Interests in Shares of the Company or Related Bodies Corporate

The particulars of shares held by the director of the company in the company or in related bodies corporate which are required to be declared in the register of directors' share holdings are as follows:

Name of director	Share holding
------------------	---------------

Director's Benefits

No Director has received a benefit from the club during the financial year.

Indemnifying Officer or Auditor

No indemnities have been given or agreed to be given or insurance premiums paid or agreed to be paid, during or since the end of the financial year, to any person who is or has been an officer or auditor of the company.

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Directors' Report

Proceedings on Behalf of Company



No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings during the year.

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 has been included.

Signed in accordance with a resolution of the director:

Dated:

 11-8-17
ROGER LYNCH
 HAROLD ANTHONY WISE

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Auditor's Independence Declaration

UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

To THE DIRECTORS OF: Ashfield Bowling Club Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017 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

Dawsons Accountants Pty Ltd

Hamish Dawson, Registered Company Auditor

19/35 Old Northern Rd, Baulkham Hills NSW 2153



11TH AUGUST, 2017

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Revenue	2	506,131.58	481,698.99
Other revenue	2	200,035.95	145,922.14
Cost of sales		(189,939.35)	(170,456.20)
Gross profit		516,228.18	457,164.93
Other income	2	8,000.00	
Marketing		(733.18)	(1,393.54)
Selling expenses		(5,829.59)	(1,651.54)
Administration expenses		(609,617.95)	(573,367.14)
Finance Costs		(15,009.72)	(22,861.09)
Profit (deficit) before income tax		(106,962.26)	(142,108.38)
Income tax (credit) expense			
Profit (deficit) for the year		(106,962.26)	(142,108.38)
Other comprehensive income:			
Items that will not be reclassified to profit or loss:			
Asset revaluation reserve			(235,041.61)
Items that will be reclassified subsequently to profit or loss when specific conditions are met:			
Total other comprehensive income for the year, net of tax			(235,041.61)
Total comprehensive income for the year		(106,962.26)	(377,149.99)

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Statement of Financial Position as at 30 June 2017

	Note	2017 \$	2016 \$
Assets			
Current Assets			
Cash assets	5	168,189.94	185,101.44
Receivables	6	41,655.40	43,425.82
Inventories	7	12,659.17	11,813.28
Total Current Assets		222,504.51	240,340.54
Non-Current Assets			
Other financial assets	8	1,723,948.73	1,721,041.42
Property, plant and equipment	9	585,698.00	600,729.54
Total Non-Current Assets		2,309,646.73	2,321,770.96
Total Assets		2,532,151.24	2,562,111.50
Liabilities			
Current Liabilities			
Payables	10	47,414.78	33,686.91
Current tax liabilities	11	25,741.62	50,311.01
Provisions	12	49,688.98	59,712.57
Total Current Liabilities		122,845.38	143,710.49
Total Liabilities		122,845.38	143,710.49
Net Assets		2,409,305.86	2,418,401.01
Equity			
Reserves	4	294,015.50	196,148.39
Retained profits		2,115,290.36	2,222,252.62
Total Equity		2,409,305.86	2,418,401.01

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Statement of Cash Flows
For the year ended 30 June 2017

	2017	2016
	\$	\$
Cash Flow From Operating Activities		
Receipts from customers	707,895.09	642,963.87
Payments to Suppliers and employees	(786,335.90)	(641,959.38)
Trust Distribution	-	78,524.70
Interest received	42.86	33.74
Other	(15,009.72)	
Net cash provided by (used in) operating activities (note 2)	(93,407.67)	79,562.93
Cash Flow From Investing Activities		
Payment for:		
Payments for property, plant and equipment	(18,306.77)	(15,762.37)
Proceeds from property and trust distributions:		
Trust Distributions	94,802.94	
Sale proceeds from investment		57,500.32
Net cash provided by (used in) investing activities		41,737.95
Net increase (decrease) in cash held	(16,911.50)	121,300.88
Cash at the beginning of the year	185,101.44	45,791.00
Cash at the end of the year (note 1)	168,189.94	185,101.44

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Statement of Cash Flows
For the year ended 30 June 2017
2017

2016

Note 1. Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

St George Bank Freedom	2,515.72	5,834.07
ING Direct Deposit	64.41	64.41
Sub Club - Women's Bank Account	2,032.30	6,777.94
Sub Club - Men's Bank Account	11.00	11.00
MML - Macquarie	145,758.02	161,915.02
NAB - Women's Term Deposit	2,136.99	
Cash On Hand - Bar Float	722.40	400.00
Poker Machine Float	7,600.00	5,600.00
Hoppers	1,085.00	1,099.00
Safe	3,400.00	3,400.00
Sub Clearing Account	2,864.10	
	168,189.94	185,101.44

Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Operating Profit After Income Tax

Operating profit after income tax	(106,962.26)	(142,108.38)
Depreciation	41,495.17	38,256.83
(Profit) / Loss on sale of property, plant and equipment	(8,000.00)	
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in investment		22,861.09
(Increase) decrease in trade and term debtors	1,770.42	94,401.18
(Increase) decrease in finished goods	(845.89)	2,298.72
(Increase) decrease in prepayments		9,991.00
Increase (decrease) in trade creditors and accruals	13,727.87	5,714.91
Increase (decrease) in other creditors		(6,448.00)
Increase (decrease) in employee entitlements	(10,023.59)	18,979.57
Increase (decrease) in sundry provisions	(24,569.39)	35,616.01
Net cash provided by (used in) operating activities	(93,407.67)	79,562.93

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Statement of Changes in Equity for the year ended 30/06/2017

	Notes	Retained Earnings Total
Balance at 01/07/2015	2,795,551.00	2,795,551.00
Comprehensive income		
Profit attributable to the members	(142,108.38)	(142,108.38)
Other comprehensive income for the year	(235,041.61)	(235,041.61)
Total comprehensive income for the year		
attributable to members of the entity	(377,149.99)	(377,149.99)
Balance at 30/06/2016	2,418,401.01	2,418,401.01
Comprehensive income		
Profit attributable to the members	(106,962.26)	(106,962.26)
Other comprehensive income for the year	97,867.11	96,867.11
Total comprehensive income for the year		
attributable to members of the entity		
Balance at 30/06/2017	2,409,305.68	2,409,305.68

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Notes to the Financial Statements
For the year ended 30 June 2017
2017

2016

Note 1: Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers Ashfield Bowling Club Ltd as an individual entity. Ashfield Bowling Club Ltd is a company limited by shares, incorporated and domiciled in Australia.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Income tax

The company is exempt from Income Tax under Division 50 of the Income Tax Assessment Act 1997.

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis.

The cost of manufactured products includes direct materials, direct labour and an appropriate portion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

The cost of mining stocks includes direct material, direct labour, transportation costs and variable and fixed overhead costs relating to mining activities.

Property, Plant and Equipment

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

a) Property

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is a policy of Ashfield Bowling Club Ltd to have an independent valuation every three years, with annual appraisals being made by the directors.

The revaluation of freehold land and buildings has not taken account of the potential capital gains tax on assets acquired after the introduction of capital gains tax.

b) Plant and equipment

The carrying amount of plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining the recoverable amounts.

The cost of fixed assets constructed within Ashfield Bowling Club Ltd includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

c) Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to Ashfield Bowling Club Ltd commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Ashfield Bowling Club Ltd ABN 25 000 260 659
Notes to the Financial Statements
For the year ended 30 June 2017

	2017	2016
Class of Asset	Depreciation Rate %	
Buildings	5%	5%
Furniture and fittings	10%	10%
Plant and equipment	5-20%	5-20%
Poker machines	27%	27%

Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to Ashfield Bowling Club Ltd are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value.

Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that ownership of the asset will be obtained or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability. Lease payments received reduce the liability.

Investments

Shares in listed companies held as current assets are valued at those shares' market value at each balance date. The gains or losses, whether realised or unrealised, are included in profit from ordinary activities before income tax.

Non-current investments are measured on the cost basis. The carrying amount of non-current investments is reviewed annually to ensure it is not in excess of the recoverable amount of these investments. The recoverable amount is assessed from the quoted market value for listed investments or the underlying net assets for other non-listed investments.

The expected net cash flows from investments have not been discounted to their present value in determining the recoverable amounts.

Employee entitlements

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash out flows to be made for those entitlements.

Contributions are made by Ashfield Bowling Club Ltd to an employee superannuation fund and are charged as expenses when incurred.

Ashfield Bowling Club Ltd does not record, as an asset or a liability, the difference between the employer established defined benefit superannuation plan's accrued benefits and the net market value of the plans assets.

Ashfield Bowling Club Ltd operates an ownership-based remuneration scheme, details of which are provided in the Notes to Accounts. Profits or losses incurred by employees, being the difference between the market value and the par value of the shares acquired, are not recorded as remuneration paid to employees.

Cash

For the purpose of the statement of cash flows, cash includes cash on hand and in all call deposits with banks or financial institutions, investments in money market instruments maturing within less than two months, net of bank overdrafts.

Comparative Figures

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

Revenue

Ashfield Bowling Club Ltd ABN 25 000 260 659
Notes to the Financial Statements
For the year ended 30 June 2017
2017

2016

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking in to account the interest rates applicable to the financial assets.

Dividend revenue is recognised when the right to receive a dividend has been established. Dividends received from associates and joint venture entities are accounted for in accordance with the equity method of accounting.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

Note 2: Revenue and Other Income

Sales revenue:

Non-primary production trading revenue	506,131.58	481,698.99
	506,131.58	481,698.99

Other revenue:

Interest revenue*	42.86	33.74
Catering	7,227.08	4,184.75
Commissions received	11,371.02	12,811.56
Membership Fees	6,426.30	5,186.35
Investments Distributions	131,013.39	78,524.70
Other Revenue	16,422.09	18,569.20
Grant		820.00
Rebates and refunds	21,578.66	19,791.84
Subsidies received	5,954.55	6,000.00
	200,035.95	145,922.14

Other income:

Profit on sale of property, plant, equip	8,000.00	
	8,000.00	

*Interest from:

42.86	33.74
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Note 3: Profit from Ordinary Activities

Profit (loss) from ordinary activities before income tax has been determined after:

Crediting as Income:

Net gain on disposal of property, plant & equipment	8,000.00	
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Charging as Expense:

Bad and doubtful debts		500.00
Borrowing costs:		
- Other persons	15,009.72	22,861.09
Total borrowing costs	15,009.72	22,861.09

Ashfield Bowling Club Ltd ABN 25 000 260 659
Notes to the Financial Statements
For the year ended 30 June 2017

	2017	2016
Cost of non-primary production goods traded	189,939.35	170,456.20
Depreciation of non-current assets:		
- Other	41,495.17	38,256.83
Total depreciation expenses	41,495.17	38,256.83

Note 4: Reserves

Balance at the beginning of the reporting period

- Assets revaluation reserve	196,148.39	431,190.00
	196,148.39	431,190.00

Increase (decrease) in reserves during the reporting period:

- Assets revaluation reserve	97,867.11	(235,041.61)
	97,867.11	(235,041.61)

Balance at the reporting date

- Assets revaluation reserve	294,015.50	196,148.39
	294,015.50	196,148.39

Note 5: Cash assets

Bank accounts:

- St George Bank Freedom	2,515.72	5,834.07
- ING Direct Deposit	64.41	64.41
- Sub Club - Women's Bank Account	2,032.30	6,777.94
- Sub Club - Men's Bank Account	11.00	11.00
- MML - Macquarie	145,758.02	161,915.02
- NAB - Women's Term Deposit	2,136.99	

Other cash items:

- Cash On Hand - Bar Float	722.40	400.00
- Poker Machine Float	7,600.00	5,600.00
- Hoppers	1,085.00	1,099.00
- Safe	3,400.00	3,400.00
- Sub Clearing Account	2,864.10	
	168,189.94	185,101.44

Reconciliation of Cash:

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

- Cash	168,189.94	185,101.44
	168,189.94	185,101.44

Note 6: Receivables

Current

Ashfield Bowling Club Ltd ABN 25 000 260 659
Notes to the Financial Statements
For the year ended 30 June 2017

	2017	2016
Trade debtors	41,655.40	43,425.82
	41,655.40	43,425.82

Note 7: Inventories

Current

Finished goods at cost	12,659.17	11,813.28
	12,659.17	11,813.28

Note 8: Other Financial Assets

Non-Current

Investments with Managed Funds

- Managed Funds	1,723,948.73	1,721,041.42
	1,723,948.73	1,721,041.42
	1,723,948.73	1,721,041.42

Note 9: Property, Plant and Equipment

Buildings:

- At cost	969,059.00	969,059.00
- Less: Accumulated depreciation	(482,187.00)	(461,157.00)
	486,872.00	507,902.00

Plant and equipment:

- At cost	524,061.50	522,097.87
- Less: Accumulated depreciation	(451,666.50)	(435,903.87)
	72,395.00	86,194.00

Other plant and equipment:

- At cost	196,336.15	171,340.50
- Less: Accumulated depreciation	(169,905.15)	(164,706.96)
	26,431.00	6,633.54
	585,698.00	600,729.54

Note 10: Payables

Unsecured:

- Trade creditors	47,414.78	33,686.91
	47,414.78	33,686.91
	47,414.78	33,686.91

Note 11: Tax Liabilities

Current

GST And PAYG Withholding Payable	25,741.62	50,311.01
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Ashfield Bowling Club Ltd ABN 25 000 260 659
Notes to the Financial Statements
For the year ended 30 June 2017

2017

2016

25,741.62

50,311.01

Note 12: Provisions

Current

Employee entitlements*	49,688.98	59,712.57
	49,688.98	59,712.57
* Aggregate employee entitlements liability	49,688.98	59,712.57

There were 5 employees at the end of the year

Note 14: Events Subsequent to Reporting Date

Since the end of the financial year there have been a few material events. These are:-

1. The board has committed to purchase 2 new gaming machines at a total cost of \$51,480. This is to ensure that patrons have access to the latest gaming machines.
2. The leave entitlement for the CEO is to be reduced during the coming year and paid out. Annual Leave and Long Service Leave for the CEO has accrued to in excess of \$45,000 as at June 30, 2017.
3. The appointed liquidators to the LM Mortgage Fund have indicated a possible payment towards the end of the Calendar year. The LM Mortgage Fund is currently valued at \$92,400.
4. The board is awaiting a formal valuation from Russell Consulting as to the values of gaming machine licences. This will only serve to indicate to members the true value of these licences. It will not improve profitability of the club, nor equity.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Directors' Declaration

The director of the company declares that:

1. the financial statements and notes are in accordance with the Corporations Act 2001 and:

(a) comply with Accounting Standards and the Corporations Regulations; and

(b) give a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year ended on that date;

2. in the director's 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 director.

Dated: 11-8-17



ROGER LYNCH



HAROLD ANTHONY WISE

Ashfield Bowling Club Ltd ABN 25 000 260 659

Independent Auditor's Report

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Ashfield Bowling Club Ltd (the company), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion:

- a. the accompanying financial report of Ashfield Bowling Club Ltd is in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year then ended; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- b. the financial report also complies with International Financial Reporting Standards as disclosed in Note 1

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.

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

The directors 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 2017, 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. 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 the Director 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.

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, 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.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Independent Auditor's Report

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

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

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.

Signed on : 11TH AUGUST, 2017



Hamish Dawson, Registered Company Auditor

Dawsons Accountants Pty Ltd

19/35 Old Northern Rd, Baulkham Hills NSW 2153

Ashfield Bowling Club Ltd ABN 25 000 260 659
Trading Account (Information only for the needs of directors)
For the year ended 30 June 2017

	2017	2016
	\$	\$
<hr/>		
Trading Income		
Sales - Bar	318,909.77	293,291.53
Poker Machine Clearances	160,818.55	164,560.71
Green Fees	18,595.93	18,644.00
Hall Hire	3,627.34	5,143.66
Sales - Club Merchandise	4,179.99	59.09
Total Trading Income	<u><u>506,131.58</u></u>	<u><u>481,698.99</u></u>
 Cost of Sales		
Add:		
Opening finished goods	11,813.28	14,112.00
Purchases - Bar	174,030.86	160,182.68
Poker Machine Maintenance	7,145.42	7,732.10
Bar Wastage	8.55	228.70
Roundings And Adjustments	650.14	14.00
Purchases - Club Merchandise	8,950.27	
	<u>202,598.52</u>	<u>182,269.48</u>
 Less:		
Closing finished goods	12,659.17	11,813.28
	<u>12,659.17</u>	<u>11,813.28</u>
Cost of Sales	<u><u>189,939.35</u></u>	<u><u>170,456.20</u></u>
 Gross Profit from Trading	<u><u><u>316,192.23</u></u></u>	<u><u><u>311,242.79</u></u></u>

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Detailed Statement of Financial Performance (Information only for the needs of
directors)
For the year ended 30 June 2017

	2017	2016
	\$	\$
Income		
Trading profit	316,192.23	311,242.79
Catering	7,227.08	4,184.75
Commissions received	11,371.02	12,811.56
Interest received	42.86	33.74
Membership Fees	6,426.30	5,186.35
Investments Distributions	131,013.39	78,524.70
Other Revenue	16,422.09	18,569.20
Grant		820.00
Profit on sale of property, plant, equip	8,000.00	
Rebates and refunds	21,578.66	19,791.84
Subsidies received	5,954.55	6,000.00
Total income	524,228.18	457,164.93
Expenses		
Advertising and promotion	733.18	1,393.54
Annual Lease		12,133.28
Audit fees	5,000.00	8,670.00
Bad Debts		500.00
Badge		152.00
Barefoot Bowls	4.60	
Bank Fees And Charges	1,483.33	1,481.08
Birthday Vouchers	1,329.38	
Bowling Association Administration	5,190.35	6,319.15
Bowls Marquee Players	30,847.00	28,535.00
Catering Expenses	4,307.82	6,840.24
Cleaning	14,115.49	16,116.76
Club Pants		4,313.64
Complimentary Drinks	5,829.59	1,651.54
Depreciation - other	41,495.17	38,256.83
Directors Costs	44.55	109.09
Donations	340.00	
Electricity And Gas	25,031.02	27,667.64
Entertainment	307.39	303.18
Entry Fees Bowls Events	1,327.09	1,088.19
Filing Fees	1,034.01	868.00
Financial Services Fees	15,798.68	18,233.15
Floral Tributes	80.00	95.00
General expenses	541.54	4,895.33
Greenkeeper Contractor	65,109.00	65,109.00
Holiday pay		2,153.98
Honour Board	275.00	405.00
Insurance	16,458.25	16,334.23
Interest - Australia	3,270.51	5,009.04

The accompanying notes form part of these financial statements.

Ashfield Bowling Club Ltd ABN 25 000 260 659
Detailed Statement of Financial Performance (Information only for the needs of
directors)
For the year ended 30 June 2017

	2017	2016
	\$	\$
Lease payments	11,739.21	17,852.05
Lease payments - realty	17,824.92	
Legal fees	497.40	1,235.21
Long service leave	2,335.08	1,169.00
Members' Promotion	5,677.62	4,667.02
Other Employer Expenses	2,125.27	421.72
Pest Control	240.00	720.00
Player Promotion	14,587.92	10,050.38
Printing, Postage And Stationery	5,552.11	5,208.52
Raffle Expenses	9,812.36	656.96
Rates - Water	4,373.63	4,830.20
Rates - Council	9,124.41	7,651.95
Repairs & Maintenance - Bar	10,010.89	6,280.36
Repairs And Miantenance	3,667.17	3,571.19
Repairs And Maintenance - Green	7,299.21	4,670.45
Repairs And Maintenance - Pavillion	31,476.78	22,210.54
Repairs And Maintenance - Poker Machines	6,635.00	9,051.71
Security	1,468.55	1,840.65
Sponsorship Bowls Events	3,535.00	3,000.01
Staff amenities	274.23	236.31
Subscriptions	28,854.04	24,286.91
Superannuation	16,596.10	15,656.59
Tab Charges Less Commission	2,336.91	3,821.48
Telephone	3,361.06	3,318.78
Travel, accom & conference	636.14	1,304.55
Trophies	8,446.33	8,528.23
Wages	178,797.98	164,930.12
Workers Compensation	3,952.17	3,468.53
Total expenses	<u>631,190.44</u>	<u>599,273.31</u>
Profit (Loss) from Ordinary Activities before income tax	<u>(106,962.26)</u>	<u>(142,108.38)</u>

The accompanying notes form part of these financial statements.