

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Financial Statements
For the year ended 30 June 2013

Lawrence Rundle Rapson Pty Limited
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**DUNGOG MEMORIAL BOWLS, SPORT AND
RECREATION CLUB LIMITED**

ABN 78 000 951 897

FINANCIAL REPORT

30 June 2013

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Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Directors' Report

Your directors present this report on the company for the financial year ended 30 June 2013.

Directors

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

Spencer Thompson
Allan Fisher
Elaine Stuart
Stephen Farrow
Ruth Dircks
Jim Merton
Ken Moate
Lyle McLucas
Ken Russell

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

Operating Result

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

Year ended	Year ended
30 June 2013	30 June 2012
\$	\$
(15,506)	(30,258)

Principal Activities

The principal activities of the company during the course of the year were the running of the club in accordance with the objects of the benefit of its members.

No significant change in the nature of these activities occurred during the year.

Significant Changes in the State of Affairs

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

Future Developments

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.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Directors' Report

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.

Share 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 Benefits

No director has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest.

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.

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.

Reviewer's Independence Declaration

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

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Directors' Report

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

Spencer Thompson
Director

Allan Fisher
Director

Dated:

Dungog Memorial Bowls Sport and Recreation Club Limited

Bar Sales

ABN 78 000 951 897

Trading Account

For the year ended 30 June 2013

	2013 \$	2012 \$
Trading Income		
Bar Sales	253,132	248,500
Commissions Received	3,723	634
Total Trading Income	256,855	249,135
Cost of Sales		
Add:		
Opening Stock	11,864	11,518
Bar Purchases	116,389	117,335
Float Adjustments and Till Discrepancies	(139)	(163)
	128,114	128,691
Less:		
Closing Stock	11,983	11,864
	11,983	11,864
Add:		
Repairs & Maintenance	12,376	704
Freight	3,595	4,436
Superannuation	6,758	9,138
Wages - Bar	102,003	127,480
	124,731	141,758
Cost of Sales	240,862	258,584
Gross Profit from Trading	15,993	(9,449)

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited
Gaming

ABN 78 000 951 897

Trading Account

For the year ended 30 June 2013

	2013	2012
	\$	\$
<hr/>		
Trading Income		
Net Clearances	136,690	138,573
Subsidies Received	13,633	11,623
Keno Commissions	7,303	13,076
Raffle & Bingo Income	67,902	68,707
Total Trading Income	<u>225,528</u>	<u>231,979</u>
Cost of Sales		
Add:		
Raffle & Bingo Purchases	68,729	79,559
	<u>68,729</u>	<u>79,559</u>
Add:		
Promotions	250	3,313
Poker Machine Repairs & Maintenance	16,425	17,928
Stationary	1,230	354
	<u>17,905</u>	<u>21,594</u>
Cost of Sales	<u>86,634</u>	<u>101,154</u>
Gross Profit from Trading	<u><u>138,894</u></u>	<u><u>130,826</u></u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

Bowling Activities

ABN 78 000 951 897

Trading Account

For the year ended 30 June 2013

	2013 \$	2012 \$
<hr/>		
Trading Income		
Green Fees Received	21,997	19,360
Total Trading Income	<u>21,997</u>	<u>19,360</u>
 Cost of Sales		
Add:		
Purchases	8,352	8,967
	<u>8,352</u>	<u>8,967</u>
 Add:		
Depreciation	14,024	14,024
Repairs & Maintenance	753	3,537
	<u>14,777</u>	<u>17,561</u>
 Cost of Sales	23,129	26,528
 Gross Loss from Trading	<u><u>(1,132)</u></u>	<u><u>(7,168)</u></u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

Mens Bowls

ABN 78 000 951 897

Trading Account

For the year ended 30 June 2013

	2013	2012
	\$	\$
<hr/>		
Trading Income		
Sales	723	2,521
Total Trading Income	<u>723</u>	<u>2,521</u>
Cost of Sales		
Add:		
Purchases	309	1,247
	<u>309</u>	<u>1,247</u>
Cost of Sales	309	1,247
Gross Profit from Trading	<u><u>414</u></u>	<u><u>1,274</u></u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Detailed Profit and Loss Statement

For the year ended 30 June 2013

	2013	2012
	\$	\$
Income		
Trading profit	154,169	115,482
Interest received	-	3
Members Subscriptions	7,290	10,592
Other income	6,291	6,329
Sponsorship Received	8,163	2,717
Rent received	8,955	8,727
Total income	<u>184,866</u>	<u>143,850</u>
Expenses		
Annual Leave Provision	(3,026)	(6,669)
Advertising and promotion	4,071	4,695
Audit/Review fees	2,750	2,750
Bank Fees And Charges	1,502	1,626
Borrowing Expenses	420	420
Cleaning/rubbish removal	21,134	19,275
Depreciation	16,200	18,144
Directors/Chairmans Account	4,547	1,453
Donations and Sponsorships	4,531	-
Electricity	33,992	21,697
Fees & charges	713	1,241
Filing Fees	46	313
Insurance	28,452	26,762
Interest Paid	1,785	1,608
Long Service Leave Provision	729	(3,475)
Membership Expenses	4,578	2,070
Postage	206	251
Printing & stationery	502	3,574
Professional Fees	7,204	7,205
Rates & land taxes	8,557	6,750
Rent on land & buildings	1,488	1,469
Repairs & maintenance	6,388	11,291
Security	612	564
Staff training	720	608

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Detailed Profit and Loss Statement

For the year ended 30 June 2013

	2013	2012
	\$	\$
Subscriptions	7,735	4,789
Superannuation	3,182	3,384
Telephone	2,534	3,624
Uniforms	328	691
Wages	38,494	38,000
Total expenses	<u>200,373</u>	<u>174,108</u>
Profit (Loss) from Ordinary Activities before income tax	<u><u>(15,506)</u></u>	<u><u>(30,258)</u></u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Detailed Balance Sheet As At 30 June 2013

	2013 \$	2012 \$
Current Assets		
Cash Assets		
NAB Keno Account	1,520	1,794
Cash on hand	15,636	15,165
	<u>17,156</u>	<u>16,959</u>
Inventories		
Stock on Hand	11,983	11,864
	<u>11,983</u>	<u>11,864</u>
Current Tax Assets		
Provision for GST	2,669	2,358
	<u>2,669</u>	<u>2,358</u>
Other		
Prepayments	30	30
	<u>30</u>	<u>30</u>
Total Current Assets	<u>31,838</u>	<u>31,211</u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Detailed Balance Sheet As At 30 June 2013

	2013	2012
	\$	\$
Non-Current Assets		
Property, Plant and Equipment		
Clubhouse Buildings - at cost	2,163,733	2,163,733
Greens with Lighting & Shade Awnings	106,267	106,267
BBQ Area	18,135	18,135
Less: Accumulated depreciation	(5,745)	(4,920)
Greens - Plant & Irrigation - at cost	36,486	30,987
Less: Accumulated depreciation	(27,271)	(26,000)
Greenkeepers Shed	25,077	25,077
Less: Accumulated depreciation	(11,165)	(10,674)
Air Conditioning - at cost	69,065	69,065
Less: Accumulated depreciation	(66,802)	(66,385)
Bar Plant	55,808	55,808
Less: Accumulated depreciation	(46,594)	(45,187)
Dining Room & Snack Bar - at cost	40,609	40,609
Less: Accumulated depreciation	(29,475)	(28,836)
Functions Plant	7,941	7,941
Less: Accumulated depreciation	(5,709)	(5,264)
Furniture & Fittings - at cost	99,044	99,044
Less: Accumulated depreciation	(69,780)	(66,635)
Club Keno	4,951	4,951
Less: Accumulated depreciation	(4,787)	(4,756)
Poker Machines	169,146	164,419
Less: Accumulated depreciation	(126,648)	(119,119)
Synthetic Green	206,040	206,040
Less: Accumulated depreciation	(52,760)	(38,736)
	<u>2,555,566</u>	<u>2,575,563</u>
Other		
Borrowing expenses	2,100	2,100
Less: Accumulated amortisation	(1,697)	(1,277)
	<u>403</u>	<u>823</u>
Total Non-Current Assets	<u>2,555,969</u>	<u>2,576,386</u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Detailed Balance Sheet As At 30 June 2013

	2013 \$	2012 \$
Total Assets	<u>2,587,807</u>	<u>2,607,597</u>
Current Liabilities		
Payables		
Unsecured:		
Trade creditors	38,069	33,584
Sundry Creditors	2,831	8,185
	<u>40,900</u>	<u>41,770</u>
Financial Liabilities		
Unsecured:		
NAB Business Account	21,366	23,007
	<u>21,366</u>	<u>23,007</u>
Provisions		
Employee entitlements	23,376	25,673
	<u>23,376</u>	<u>25,673</u>
Other		
Advance payments	2,491	1,967
	<u>2,491</u>	<u>1,967</u>
Total Current Liabilities	<u>88,134</u>	<u>92,418</u>
Non-Current Liabilities		
Financial Liabilities		
Unsecured:		
Loan - Dungog Mens Bowling Club	5,223	5,223
	<u>5,223</u>	<u>5,223</u>
Total Non-Current Liabilities	<u>5,223</u>	<u>5,223</u>
Total Liabilities	<u>93,356</u>	<u>97,640</u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Detailed Balance Sheet As At 30 June 2013

	2013 \$	2012 \$
Net Assets	<u><u>2,494,451</u></u>	<u><u>2,509,957</u></u>
Equity		
Reserves		
Capital profit reserve	625,304	625,304
Assets revaluation reserve	1,751,384	1,751,384
Retained profits / (accumulated losses)	<u>117,763</u>	<u>133,269</u>
Total Equity	<u><u>2,494,451</u></u>	<u><u>2,509,957</u></u>

The accompanying notes form part of these financial statements.

Dungog Memorial Bowls, Sport and Recreation Club Limited

ABN 78 000 951 897

Statement of Changes in Equity

For the year ended 30 June 2011

	Retained Earnings \$	Reserves \$	Total Equity \$
Balance as at 1 July 2008	174,233	2,376,688	2,550,921
Surplus (Deficit) for the 2009 Year	(12,442)	-	(12,442)
Balance as at 30 June 2009	161,791	2,376,688	2,538,479
Surplus (Deficit) for 2010 Year	(27,853)	-	(27,852)
Surplus (Deficit) for 2010 Year	133,939	2,376,688	2,510,627
Surplus (Deficit) for 2011 Year	29,588	-	29,588
Surplus (Deficit) for 2011 Year	163,527	2,376,688	2,540,215
Surplus (Deficit) for 2012 Year	(30,258)	- -	30,258
Surplus (Deficit) for 2012 Year	133,269	2,376,688	2,509,957
Surplus (Deficit) for 2013 Year	(15,506)	- -	15,506
Surplus (Deficit) for 2013 Year	117,763	2,376,688	2,494,451

The accompanying notes form part of these financial statements

**Dungog Memorial Bowls, Sport and
Recreation Club Limited**
ABN 78 000 951 897
Statement of Cash Flows
For the year ended 30 June 2013

	2013	2012
	\$	\$
<hr/>		
Cash Flow From Operating Activities		
Receipts from customers	535,801	531,359
Payments to Suppliers and employees	(535,554)	(563,309)
Interest received	-	3
Interest and other costs of finance	(2,206)	(2,028)
Net cash provided by (used in) operating activities (note 2)	(1,959)	(33,974)
 Cash Flow from Extraordinary Items		
Net cash provided by (used in) extraordinary items	-	-
 Cash Flow From Investing Activities		
Payment for:		
Payments for property, plant and equipment	3,797	1,351
Payments for future assets	-	-
Payments for loan to related parties	-	-
Net cash provided by (used in) investing activities	3,797	1,351
 Cash Flow From Financing Activities		
Proceeds of borrowings	-	-
Repayment of borrowings	-	-
Net cash provided by (used in) financing activities	-	-
Net increase (decrease) in cash held	1,838	(32,622)
Cash at the beginning of the year	(6,048)	26,574
Cash at the end of the year (note 1)	(4,210)	(6,048)

The accompanying notes form part of these financial statements

**Dungog Memorial Bowls, Sport and
Recreation Club Limited**

ABN 78 000 951 897

**Statement of Cash Flows
For the year ended 30 June 2013**

	2013	2012
	\$	\$

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:

Cash at Bank - NAB Keno Account	1,520	1,794
Cash at Bank - NAB Business Account	(21,366)	(23,007)
Cash on Hand	15,636	15,165
	<hr/>	<hr/>
	(4,210)	(6,048)

**Dungog Memorial Bowls, Sport and
Recreation Club Limited**
ABN 78 000 951 897
Statement of Cash Flows
For the year ended 30 June 2013

	2013	2012
	\$	\$
<hr/>		
Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit		
Operating profit (loss) after tax	(15,506)	(30,258)
Depreciation	16,200	18,144
Amortisation	420	420
(Profit) / Loss on sale of property, plant and equipment	-	-
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	-	-
(Increase) decrease in stock on hand	(119)	(346)
(Increase) decrease in prepayments	-	-
Increase (decrease) in trade creditors and accruals	(869)	1,202
Increase (derecrease) on other creditors	524	(1,592)
Increase (decrease) in employee entitlements	(2,297)	(10,145)
Increase (decrease) in period adjustments	-	-
Increase (decrease) in sundry provisions	(311)	(11,400)
Net cash provided by operating activities	(1,959)	(33,974)

The accompanying notes form part of these financial statements

**Dungog Memorial Bowls, Sport and
Recreation Club Ltd**
ABN 78 000 951 897

**Notes to the Financial Statements
For the year ended 30 June 2013**

Note 1: Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in accordance with the following Australian Accounting Standards:

AAS 5: Materiality
AAS 8: Events Occurring After the Reporting Date

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

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 specifically stated, current valuations of non current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated have been adopted in the preparation of this financial report:

A) Income Tax

Being a Sporting Club in terms of Section 50-45 of the Income Tax Assessment Act 1997, is considered not liable for income tax.

B) Property, Plant and Equipment

Property, Plant & Equipment are included at cost or at Director's valuation. The depreciable amount of all fixed assets, including buildings and capitalized leased assets, are depreciated over their useful lives commencing from the time the asset is held ready for use.

C) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the entity, are classified as finance leases. Finance leases are capitalized recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Leases assets are amortised over their useful lives, where it is likely that the entity will obtain ownership of the asset 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.

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

**Dungog Memorial Bowls, Sport and
Recreation Club Ltd**
ABN 78 000 951 897

**Notes to the Financial Statements
For the year ended 30 June 2013**

D) Inventory

All stock is valued at the lower of cost or net realisable value.

E) Employee Benefits

Provision is made in respect of the liability for sick leave, annual leave and long service leave as at balance date, in accordance with the relevant awards and Acts. Long service leave is accrued in respect of all employees with more than 7 years service.

Note 2: Reviewer's Remuneration

Amounts received or due to be receivable by the reviewer of the club are :

	2013	2012
Lawrence Rundle Rapson Pty Limited Review and Other Services	9,954	9,955
	9,954	9,955

The Club is paying the Accountants, Lawrence Rundle Rapson Pty Limited for the annual accounting work inclusive of the review.

Note 3: Contingent Liabilities

There existed no contingent liabilities at year end.

Note 4: Disclosure of Directors Interest

No director has any financial interests with the club

Dungog Memorial Bowls, Sport and Recreation Club Ltd

ABN 78 000 951 897

Notes to the Financial Statements For the year ended 30 June 2013

Note 5: Directors Remuneration

No remuneration was paid to Directors during this financial year

Note 6 : Extraordinary Items

There were no extra-ordinary items in this financial year

Note 7: Building and Improvements at Directors Valuation

The Directors have undertaken a revaluation of building and improvements in prior years and have recorded the increment against asset revaluation reserve.

Dungog Memorial Bowls Sport and Recreation Club Limited

ABN 78 000 951 897

Directors' Declaration

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies prescribed in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes are in accordance with the Corporations Act 2001:
 - (a) comply with Accounting Standards described in Note 1 to the financial statements and the Corporations Regulations; and
 - (b) give a true and fair view of the company's financial position as at 30 June 2013 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
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.

Spencer Thompson
Director

Allan Fisher
Director

Dated:

**Dungog Memorial Bowls, Sport and
Recreation Club Ltd
ABN 78 000 951 897
Reviewer's Independence Declaration**

UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2013 there have been :

- (i) no contraventions of the reviewer 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

John Rapson
Lawrence Rundle Rapson Pty Limited

10 October 2013

**INDEPENDENT REVIEWER'S REPORT
DUNGOG MEMORIAL BOWLS, SPORT AND
RECREATION CLUB LTD
Year Ended 30 June 2013**

SCOPE

We have reviewed the accounts, being the Directors Report, Statement by Directors, Trading Accounts, Detailed Profit and Loss Statement, Detailed Balance Sheet, Notes to the Accounts and the Statement of Cash Flows of Dungog Memorial Bowls, Sport and Recreation Club Ltd, for the year ended 30 June 2013. The Club's directors are responsible for the preparation and presentation of the accounts and the information they contain. We have conducted an independent review of these accounts in order to express a conclusion on them to the members of the club.

Our review has been conducted in accordance with the Auditing and Assurance Standards Board (AUASB) to provide a reasonable conclusion that the Financial Statements are of a correct nature. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the accounts, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form a conclusion as to whether, in all material respects the accounts are presented fairly in accordance with Australian Accounting Concepts and Standards and other mandatory professional requirements as to present a view which is consistent with our understanding of the Company's financial position, the results of its operations and cash flows.

The review conclusion expressed in the report has been formed on the above basis.

REVIEW CONCLUSION

In our opinion, the financial report of the Dungog Memorial Bowling Club Ltd are in accordance with:

- A) the Corporations Act 2001, including
 - giving a true and fair view of the Dungog Memorial Bowls, Sport and Recreation Club Ltd's financial position as at 30 June 2013 and of its performance for the year then ended, and
 - complying with Accounting Standards and the Corporations Regulations; and
- B) other mandatory professional reporting requirements.

**INDEPENDENT REVIEWER'S REPORT
DUNGOG MEMORIAL BOWLS, SPORT AND
RECREATION CLUB LTD
Year Ended 30 June 2013**

INDEPENDENCE

In accordance with the Australian Securities and Investments Commission Class Order 05/ 83, we declare to the best of our knowledge and belief that the reviewer's independence declaration has not changed as at the date of providing our review conclusion.

John Rapson
Reviewer

Lawrence Rundle Rapson Pty Limited
Accountants and Business Advisors
Shop 4, 140 Dowling Street
DUNGOG NSW 2420

Dated at Dungog: 10 October 2013