

# **Mathoura District & Servicemen's Bowling Club Limited**

ABN: 54 000 817 265

## **Financial Statements**

For the Year Ended 31 March 2020

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

31 March 2020

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# **Mathoura District & Servicemen's Bowling Club Limited**

ABN: 54 000 817 265

## **Independent Audit Report to the members of Mathoura District & Servicemen's Bowling Club Limited**

### **Report on the Financial Report**

We have audited the accompanying financial report of Mathoura District & Servicemen's Bowling Club Limited, which comprises the statement of financial position as at 31 March 2020, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended that date a summary of significant accounting policies, other explanatory notes and the directors' declaration.

### **Directors' Responsibility for the Financial Report**

The directors of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

### **Independence**

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Mathoura District & Servicemen's Bowling Club Limited on 12 May 2020, would be in the same terms if provided to the directors as at the date of this auditor's report.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

**Independent Audit Report to the members of Mathoura District & Servicemen's Bowling Club Limited**

## **Auditor's Opinion**

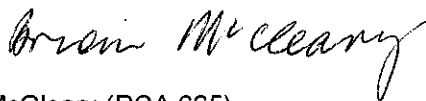
In our opinion the financial report of Mathoura District & Servicemen's Bowling Club Limited is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the Company's financial position as at 31 March 2020 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.

## **Emphasis of Matter**

As discussed in Director's Report (3)Other items, (b)after balance day events, effective March 23, 2020, the Company ceased trading as directed by the NSW government in response to COVID19. At this point, the Company cannot reasonably estimate the duration and severity of this pandemic, which could have a material adverse impact on the Company's business, results of operations, financial position and cash flows in the year ending January 30, 2021. Management are monitoring development of the event.

Brian McCleary & Co



Brian McCleary (RCA 665)

Deniliquin

Dated : 17/6/2020

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

Directors' Report

31 March 2020

Your directors present their report on the Company for the financial year ended 31 March 2020.

## 1. General information

### (a) Directors

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

<b>Names</b>	<b>Appointed/Resigned</b>
Douglas Winston Berryman (11 of 12 meetings)	
David Lindsay Charles Vallance (12 of 12 meetings)	
Allan Hunter Watson (9 of 12 meetings)	
Graham Collett (12 of 12 meetings)	
James (Jim) Bertram (8 of 12 meetings)	

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

### (b) Principal Activities

The principal activities of Mathoura District & Servicemen's Bowling Club Limited during the financial year were operations of a NSW registered club.

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

### (c) Company Secretary

The following people held the position of company secretary during the financial year:

Melanie Horne	Appointed 26/10/2012
---------------	----------------------

## 2. Business review

### (a) Operating Results

The profit of Mathoura District & Servicemen's Bowling Club Limited amounted to \$115,097 (2019 \$52,358). All three key profit drivers of the club improved in the last 12 months; gaming, catering and bar.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Directors' Report

31 March 2020

### 3. Other items

#### (a) Significant Changes In State of Affairs

No significant changes in Mathoura District & Servicemen's Bowling Club Limited's state of affairs occurred during the financial year.

#### (b) After balance day events

The club was directed to shut its doors on 23 March 2020 due to the outbreak of the Covid 19 virus. The club remains shut as of the date of this report. This closure has adversely affected income, which is virtually nil, but it has continued to incur costs. The majority of the staff are in receipt of the Federal Government Job Keeper subsidy and the club has received a rebate of the PAYG WH.

The club is in the enviable position of having strong cash reserves and has been proactive in undertaking long overdue upgrades to all the club's toilets whilst the club has been shut.

Whilst the short-term effects of the Covid 19 virus is clear, the medium to long term effects remain to be seen. Management will be monitoring this situation very closely.

#### (c) Auditors Independence Declaration

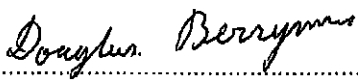
A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out at page 20.

#### (d) Rounding of amounts

The Company is an entity to which ASIC Class order 98/100 applies and, accordingly, amounts in the financial statements and directors' report have been rounded to the nearest dollar.

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

Director:   
Graham Collett

Director:   
Douglas Berryman

Dated : 12/5/2020

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

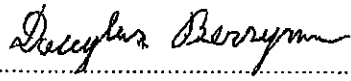
## Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 19, are in accordance with the Corporations Act 2001 and:
  - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
  - (b) give a true and fair view of the financial position as at 31 March 2020 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  .....  
Graham Collett

Director  .....  
Douglas Berryman

Dated : 12/5/2020

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Statement of Comprehensive Income

For the Year Ended 31 March 2020

	Note	2019 \$	2020 \$
Revenue	2	2,283,486	2,453,027
Cost of sales		(906,298)	(1,017,837)
<b>Gross profit</b>		<b>1,377,188</b>	<b>1,435,190</b>
Other revenue	2	71,198	82,235
Employment costs		(788,132)	(806,242)
Other expenses		(607,896)	(596,085)
<b>Profit attributable to members</b>		<b>52,358</b>	<b>115,098</b>
<b>Total comprehensive income for the year</b>		<b>52,358</b>	<b>115,098</b>

The accompanying notes form part of these financial statements.



# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Statement of Financial Position

As At 31 March 2020

	Note	2019 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	1,184,992	1,143,089
Trade and other receivables	5	2,166	3,012
Inventories	6	39,434	37,092
Other assets	7	20,366	19,589
<b>TOTAL CURRENT ASSETS</b>		<b>1,246,958</b>	<b>1,202,782</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	2,109,985	2,289,885
Investment property	9	-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>2,109,985</b>	<b>2,289,885</b>
<b>TOTAL ASSETS</b>		<b>3,356,943</b>	<b>3,492,667</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	10	78,322	78,660
Short-term provisions	11	116,604	120,154
Other financial liabilities	12	19,297	35,963
<b>TOTAL CURRENT LIABILITIES</b>		<b>214,151</b>	<b>234,777</b>
<b>NON-CURRENT LIABILITIES</b>			
<b>TOTAL LIABILITIES</b>		<b>214,151</b>	<b>234,777</b>
<b>NET ASSETS</b>		<b>3,142,792</b>	<b>3,257,890</b>
<b>EQUITY</b>			
Retained earnings		3,142,792	3,257,890
<b>TOTAL EQUITY</b>		<b>3,142,792</b>	<b>3,257,890</b>

The accompanying notes form part of these financial statements.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Statement of Changes in Equity

For the Year Ended 31 March 2020

2019

	Retained Earnings \$
Balance at 1 April 2018	3,090,434
Profit attributable to members of the entity	52,358
Balance at 31 March 2019	<u>3,142,792</u>

2020

	Retained Earnings \$
Balance at 1 April 2019	3,142,792
Profit attributable to members of the entity	115,098
Balance at 31 March 2020	<u>3,257,890</u>

The accompanying notes form part of these financial statements.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Statement of Cash Flows

For the Year Ended 31 March 2020

	Note	2019 \$	2020 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers		2,321,451	2,406,458
Payments to suppliers and employees		(2,017,227)	(2,041,726)
Interest received		17,948	14,443
Rent received		12,768	10,810
Net cash provided by (used in) operating activities	14	<u>334,940</u>	<u>389,985</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Proceeds from sale of plant and equipment		-	-
Purchase of property, plant and equipment		<u>(420,567)</u>	<u>(461,142)</u>
Net cash used by investing activities		<u>(420,567)</u>	<u>(461,142)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Net increase (decrease) in cash and cash equivalents held		(85,627)	(41,903)
Cash and cash equivalents at beginning of year		1,270,619	1,184,992
Cash and cash equivalents at end of financial year	4	<u>1,184,992</u>	<u>1,143,089</u>

The accompanying notes form part of these financial statements.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

Notes to the Financial Statements

For the Year Ended 31 March 2020

## 1 Statement of Significant Accounting Policies

### (a) General information

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

The financial report covers Mathoura District & Servicemen's Bowling Club Limited as an individual entity. Mathoura District & Servicemen's Bowling Club Limited is a Company limited by guarantee, incorporated and domiciled in Australia

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

### (b) Basis of Preparation

#### Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

### (c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of six months or less.

### (d) Inventories

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

### (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 losses.

#### Property

Freehold land and buildings are shown at cost less, where applicable, any accumulated depreciation and impairment losses.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

Notes to the Financial Statements

For the Year Ended 31 March 2020

## 1 Statement of Significant Accounting Policies continued

### (e) Property, Plant and Equipment continued

#### Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

#### Depreciation

The depreciable amount of all fixed assets including buildings, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the company commencing from the time the asset is held ready for use.

### (f) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits.

### (g) Provisions

Provisions are recognised when the group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result, and that outflow can be reliably measured.

### (h) Revenue

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

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

Revenue from the rendering of services 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).

#### Subscriptions

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

#### Gain on disposal of non-current assets

When a non-current asset is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

Notes to the Financial Statements

For the Year Ended 31 March 2020

## 1 Statement of Significant Accounting Policies continued

### (i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a net basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

### (j) Income Tax

The company is tax exempt as its main purpose in the conduct of the sport of lawn bowls.

### (k) Rounding of Amounts

The Company has applied the relief available to it under ASIC Class Order 98/100 and accordingly, amounts in the financial report and directors' report have been rounded off to the nearest dollar.

### (l) Comparative Figures

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

## Critical accounting estimates and judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and based on current trends and economic data, obtained both externally and within the group.

### *Key estimates - Impairment*

The group assesses impairment at each reporting date by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

Notes to the Financial Statements

For the Year Ended 31 March 2020

## 2 Revenue

### (a) Detailed table

	2019	2020
	\$	\$
Poker machines	1,105,525	1,189,082
Sale of goods	1,097,280	1,183,495
Commissions	44,662	44,987
Green fees	36,019	35,463
<b>Total</b>	<b>2,283,486</b>	<b>2,453,027</b>
	2019	2020
	\$	\$
Other revenue		
- Member subscriptions	17,758	14,851
- Interest income	20,859	12,304
- Other income	19,199	44,270
- Profit on sale of fixed assets	614	-
- Rental income	12,768	10,810
	<b>71,198</b>	<b>82,235</b>

## 3 Auditors' Remuneration

	2019	2020
	\$	\$
Remuneration of the auditor of the company for:		
- auditing or reviewing the financial report	7,820	7,910

## 4 Cash and Cash Equivalents

	2019	2020
	\$	\$
Cash on hand	81,250	7,000
Cash at bank	117,483	205,385
Short-term bank deposits	986,259	930,704
	<b>1,184,992</b>	<b>1,143,089</b>

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Notes to the Financial Statements

For the Year Ended 31 March 2020

### 4 Cash and Cash Equivalents continued

#### 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:

	Note	2019 \$	2020 \$
Cash and cash equivalents		1,184,992	1,143,089

### 5 Trade and Other Receivables

	2019 \$	2020 \$
CURRENT		
Trade receivables	2,166	3,012
	<u>2,166</u>	<u>3,012</u>

### 6 Inventories

	2019 \$	2020 \$
CURRENT		
At cost:		
Stock on hand	39,434	37,092
	<u>39,434</u>	<u>37,092</u>

### 7 Other Assets

	2019 \$	2020 \$
CURRENT		
Prepayments	15,698	17,040
Accrued income	4,688	2,549
	<u>20,336</u>	<u>19,589</u>



# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Notes to the Financial Statements

For the Year Ended 31 March 2020

### 8 Property Plant and Equipment

	2019 \$	2020 \$
LAND AND BUILDINGS		
Land	92,035	92,035
Total freehold land	<u>92,035</u>	<u>93,035</u>
Buildings & Improvements	2,222,864	2,498,264
Less accumulated depreciation	(893,319)	(948,856)
Total buildings & Improvements	<u>1,329,545</u>	<u>1,549,408</u>
<b>Total land and buildings</b>	<u>1,421,580</u>	<u>1,642,433</u>
PLANT AND EQUIPMENT		
Plant and Equipment	2,308,037	2,465,066
Less accumulated depreciation	(1,619,552)	(1,817,614)
<b>Total plant and equipment</b>	<u>688,485</u>	<u>647,452</u>
<b>Total property, plant and equipment</b>	<u>2,110,065</u>	<u>2,289,885</u>

### 9 Investment Property (Fair value model)

	2019 \$	2020 \$
Balance at beginning of year	-	-
Balance at end of year	<u>-</u>	<u>-</u>

Investment property reclassified as core club Property in 2015

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

Notes to the Financial Statements

For the Year Ended 31 March 2020

## 10 Trade and Other Payables

	2019	2020
Note	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	60,597	51,859
Sundry payables and accrued expenses	17,689	26,801
	78,286	78,660

## 11 Provisions

	Employee entitlements	Total
	\$	\$
Opening balance at 1 April 2019	116,604	116,604
Net Movement in provisions	3,550	3,550
<b>Balance at 31 March 2019</b>	<b>120,154</b>	<b>120,154</b>

### Analysis of total provisions

	2019	2020
	\$	\$
Annual Leave	60,399	63,676
Long Service Leave	56,205	56,478
<b>Total</b>	<b>116,604</b>	<b>120,154</b>

## 12 Other Liabilities

### Current

	2019	2020
	\$	\$
Poker machine compensation	8,588	22,518
Member subscriptions in advance	10,709	13,445
<b>Total</b>	<b>19,297</b>	<b>35,963</b>

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Notes to the Financial Statements

For the Year Ended 31 March 2020

### 13 Capital and Leasing Commitments

- (a) Contracted Commitments: The club has committed \$222470 to the installation upgrade of all the toilet facilities in the club. The directors took the opportunity to undertake this work whilst the clubhouse is shut due to the Covid 19 restrictions.

### 14 Cash Flow Information

(a) Reconciliation of Cash Flow from Operations with Profit

	2019	2020
	\$	\$
Profit for the year	52,358	115,098
Non-cash flows in profit		
Depreciation	249,585	252,608
Net gain or loss on disposal of property, plant and equipment	2,065	-
Non Cash Donation		
Prior year adjustments		
changes in assets and liabilities		
(Increase)/decrease in trade and term receivables	394	1,244
(Increase)/decrease in prepayments	(4,111)	(1,392)
(Increase)/decrease in inventories	7,530	2,342
Increase/(decrease) in trade payables and accruals	(2,350)	3,009
Increase/(decrease) in provisions	29,469	17,076
	<u>334,940</u>	<u>389,985</u>

### 15 Key Management Personnel Compensation

(a) Compensation

	Short term benefits	Post employment benefit	Total
	\$	\$	\$
2019			
Total compensation	76,255	7,084	83,309
2020			
Total compensation	86,313	7,989	94,302

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

Notes to the Financial Statements

For the Year Ended 31 March 2020

## 16 Contingent Liabilities and Contingent Assets

Estimates of the potential financial effect of contingent liabilities that may become payable:

As a condition of its gaming licence, the club has a deposit held by TAB for \$5000.00.

## 17 Financial Risk Management

### (i) Financial instrument composition and maturity analysis

The company's cash at bank is held with 3 separate ADI's (National, Bendigo and Rabobank)

The Company's exposure to interest rate risk, which is the risk that a financial instruments value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities.

The club has chosen to have funds held in three separate ADI's to avail itself to the Australian Government Guarantee which sits at \$250,000 per ADI

The details of the interest bearing deposits as at balance date are as follows

Bank	Amount	Interest Rate	Maturity
Bendigo	\$94,366	1.55	19/5/2020
NAB	\$241,898	1.60	25/5/2020
RABO	\$594,440	.50	No maturity

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Notes to the Financial Statements

For the Year Ended 31 March 2020

### 18 Related Party Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

### 19 Comparative figures

#### (a) Reclassified to conform with current year

Certain comparative figures have been reclassified to conform with the current year's financial statements presentation.

### 20 Members' Guarantee

The Company is limited by guarantee. If the Company is wound up, the Constitution states that each member is required to contribute a maximum of \$2 each towards any outstanding obligations of the Company. At 31 March 2020 the number of members was 1010

### 21 Company Details

#### (a) Registered office

The registered office of the company is:

Mathoura District & Servicemen's Bowling Club Limited  
Moama Street  
Mathoura NSW 2710

# Mathoura District & Servicemen's Bowling Club Limited

ABN: 54 000 817 265

## Auditor'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 31 March 2020 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.

Brian McCleary & Co



Brian McCleary (RCA 665)

Dated : 12/5/2020

Deniliquin