

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
(Limited by Guarantee)

FINANCIAL REPORT FOR THE YEAR ENDED
31ST MAY 2018

SUTHERLAND BOWLING & RECREATION CLUB LIMITED

Trading As CLUB KIRRAWEE

A.B.N. 20 000 090 979

A Company Limited by Guarantee

DIRECTORS' REPORT

The Directors of Sutherland Bowling & Recreation Club Limited Trading as Club Kirrawee, submit herewith their report for the financial year ended 31st May 2018.

Directors

The Directors in office as at the date of this report or who held office during the financial year were:-

Name: John Hughes

Title: Chairman

Qualifications:

Experience & Expertise

John joined the club in 2004 and became a Board Member in March 2017. John has over 35 years' experience as a director in a Legal Services Agency, has 2 years' experience in hospitality and 2 years' experience as an Operations Manager for VIP home services. John is a former President & Secretary of Como Jannali Rugby League Club and is a Life Member.

Special Responsibilities:

Operations Committee

Name:

Richard Griffiths

Title:

Director

Qualifications:

Experience & Expertise

Richards Joined the Club in 2005 and has been a Board member since 2008. Richard works closely with our maintenance committee and greens staff to maintain and prolong the clubs facilities.

Richards has 50 Years' experience as an Electrical Tradesman specialising in Repairs & Maintenance of Electronics

Special Responsibilities:

Maintenance Committee

Name:

Lorraine Rogers

Title:

Director/Treasurer

Qualifications:

Experience and Expertise:

Lorraine has over 35 years' experience in finance and management

She was Senior Accountant for the South Pacific at Fedex in Sydney and then as financial controller/director for Lomb Scientific and BC Sands.

Lorraine joined Sutherland Women's Bowling Club in 2005. She was first elected to the Board in 2012 as Treasurer

Special Responsibilities:

Finance Committee

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DIRECTORS' REPORT (Continued)

Name: Shaun Grills
Title: Director
Qualifications:
Experience & Expertise Shaun has been a Board member for 2 years, and was in the Men's Bowling club committee 8 years. Shaun also was on the Club Heathcote Board for 12 years prior to joining Club Kirrawee Board of Directors.

Shaun has 30 years of Trade experience working in the Metal Fabrication industry.

Special Responsibilities: Operations Committee

Name: Ian Scott
Title: Director
Qualifications:
Experience & Expertise Ian Joined the Club 1985 and has been a Board member since 2014. Ian has 25 years' experience as a Banker, 12 years' experience as a business owner & 9 years working as a Warehouse manager.

Special Responsibilities: Maintenance Committee

Name: David Letton
Title: Director (Appointed October 2017)
Qualifications:
Experience & Expertise David has been a Board member for 6 months and was on the Men's Bowling Club committee for 5 years, 2 years as Vice President. David was also on the Club Heathcote Board for 10 years prior to joining Club Kirrawee Board of Directors. David has 25 years' experience as a warehouse manager.

Special Responsibilities: Operations Committee

Name: Dennis Jowett
Title: Director/Chairman (Resigned September 2017)
Qualifications:
Experience and Expertise: Dennis was involved in education, both child and adult, over a forty year period. He held various executive positions in schools for all but eight of those years culminating in sixteen years as Principal of several metropolitan schools. He has extensive experience in administration.

He was also involved at both regional and state level organisation of Principal Council functions and is a Life Member of the Primary Principals' Council.

Dennis Joined Sutherland Men's Bowling Club in 2007 and served in a number of roles on the SMBC Management Committee. He was elected to the Board as Chairman in 2014.

Special Responsibilities: Finance Committee

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DIRECTORS' REPORT (Continued)

Name: Robert Ritchard
Title: Director/ Secretary (Resigned March 2018)
Qualifications: B. Comm Dip Ed.

Experience and Expertise: Robert was a teacher with Dept. of Education for 37 years teaching High School Economics. Robert was secretary of the Kirrawee precinct committee for a period of eight years. Robert joined Sutherland Men's Club in 1997 and was Secretary for nine years (1999 till 2008)

Robert has been a Director of Club Kirrawee continuously since 2010.

Special Responsibilities: Operation Committee & Minutes Secretary

Principal Activities

The principal activities of the Club during the year were the provision of lawn bowls and recreational activities for the members of the Club. The Club is registered under the Registered Clubs Act. No significant change in the nature of these activities has occurred during the financial year.

As at 31st May 2018 there were 1,672 financial members of the Club (in 2017 – 1,753 members).

Trading Results

The net operating (Loss) of the Club for the financial year ended 31st May, 2018 is \$236,891 (2017 – \$6,386 Loss).

Dividends

In accordance with the Corporations Law the Club is a company limited by guarantee and is not permitted to pay dividends to its members and accordingly the Directors state that no dividends have been paid nor recommended to be paid. The Company is a non-profit organisation. In accordance with the Club's constitution, Rules and By-laws the profits of the Club are to be retained and applied towards the continued operation of the Club.

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DIRECTORS' REPORT (Continued)

Significant Changes in the State of Affairs

In the opinion of the directors, the results were not substantially affected by any item, transaction or event of material or unusual nature, not disclosed in Principle Activities and the accompanying financial statements.

As the Company is a corporation limited by guarantee, there are no shares held by the Directors of the Company.

The short and long term objectives of the Club are to continue to provide benefits for members in accordance with our constitution. These objectives are achieved by continuing to maintain a level of operational profitability that supports the objectives.

There are no particulars of Directors' interest in contracts or proposed contracts with the Company with the exception of related party disclosure Note 15.

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

The Company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the Company or a related body corporate:

- (i) indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings; or
- (ii) paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings;

with the exception of the following matters.

During the financial year the club has paid premiums to insure each of the directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the Company, other than conduct involving a wilful breach of duty in relation to the Company.

No person has applied for leave of Court to bring proceedings on behalf of the Club or intervene in any proceedings to which the Club is a party for the purpose of taking responsibility on behalf of the Club for all or any part of those proceedings.

The club was not a party to any such proceedings during the year.

The Club measures success by focussing on two key areas:

- 1. The financial performance of the Club, measured through:
 - (i) Earnings before interest, tax depreciation, amortisation, rent and donations (EBITARD)
 - (ii) Revenue
 - (iii) Wages costs
 - (iv) Profitability
 - (v) Patron visitations
 - (vi) Return on capital employed

The provision of social welfare for the Club's membership and the community.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED

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DIRECTORS' REPORT (Continued)

Short and Long Term Objectives

The principle long and short term objectives of the Club are to operate a licensed social club for the use of the members and their guests, as well as provide lawn bowls and recreational activities for the members of the club.

Strategy for achieving the Objectives

The Board of Management regularly address cash flow forecasts and apply budgetary controls to ensure that the objectives are achieved.

Performing Measurement and Key Performance Indicator

A number of performance indicators are employed by the company in order to measure and improve the company's performance. The company uses gross profit percentage and wages to sales percentage to measure the financial performance of each department.

The club will continue to operate in accordance with its principal activities noted above and continue to upgrade facilities when appropriate.

No person has applied to the court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to intervene in any proceedings on behalf of the company, for the purpose of taking responsibility on behalf of the company, for all or part of the proceedings.

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

- (a) The Directors of the Company in office and their particulars at any time during or since the end of the financial year are:-

John Hughes
Shaun Grills
Dennis Jowett

Richard Griffiths
Ian Scott
Robert Ritchard

Lorraine Rogers
David Letton

Directors Meetings

During the year 12 meetings of Directors were held and the attendances were as follows:

	Board Meetings Held While a Director	Board Meetings Attended
J. Hughes	14	13
R. Griffiths	14	13
L. Rogers	14	11
S. Grills	14	12
I. Scott	14	13
D. Letton (Appointed October 2017)	8	8
D. Jowett (Resigned September 2017)	4	4
R. Ritchard (Resigned March 2018)	12	12

SUTHERLAND BOWLING & RECREATION CLUB LIMITED

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Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on the next page.

Signed at Kirrawee in accordance with a resolution of the Directors on ²⁶July 2018.



JOHN HUGHES
Chairman of the Board



LORRAINE ROGERS
Treasurer

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

**TO THE DIRECTORS OF SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE**

I declare that, to the best of my knowledge and belief, during the year ended 31 May 2018 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.

LITTLEWOODS

Aubrey Reisen



26 July 2018

Suite 601
74 Pitt Street
SYDNEY NSW 2000

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST MAY, 2018

	Note	2018	2017
Revenue from ordinary activities	2	1,410,461	1,643,029
Changes in inventories of finished goods		2,879	1,237
Other expenses from ordinary activities		(1,494,054)	(1,508,758)
		<hr/>	<hr/>
		(80,714)	135,508
Profit from Ordinary Activities before depreciation			
Depreciation, amortisation and income tax		(156,177)	(141,894)
Loss from Ordinary Activities before Income Tax		(236,891)	(6,386)
Income tax expense from ordinary activities	1(c)	-	-
		<hr/>	<hr/>
Net (Loss)/Profit from Ordinary Activities		(236,891)	(6,386)
		<hr/>	<hr/>
Total change in equity other than those resulting from transactions with owners as owners		\$ (236,891)	\$ (6,386)
		<hr/>	<hr/>
Balance as at 1 st June 2017		1,752,151	1,758,537
Loss from Ordinary Activities		(236,891)	(6,386)
		<hr/>	<hr/>
Total Change in Equity		(236,891)	(6,386)
		<hr/>	<hr/>
Balance as at 31st May 2018		\$ 1,515,260	\$ 1,752,151
		<hr/>	<hr/>

The accompanying Notes form part of these Financial Statements
and should be read in conjunction herewith.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
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STATEMENT OF FINANCIAL POSITION
AS AT 31ST MAY 2018

	Note	2018	2017
CURRENT ASSETS			
Cash and Cash Equivalents	3	205,285	177,729
Trade and Other Receivables	4	5,000	272,780
Inventories	5	29,708	28,231
Other	6	(110)	7,254
		<hr/>	<hr/>
TOTAL CURRENT ASSETS		\$ 239,883	\$ 485,994
		<hr/>	<hr/>
NON-CURRENT ASSETS			
Property, Plant & Equipment	7	1,492,337	1,499,632
Intangibles	8	38,000	38,000
		<hr/>	<hr/>
TOTAL NON-CURRENT ASSETS		1,530,337	1,537,632
		<hr/>	<hr/>
TOTAL ASSETS		\$ 1,770,220	\$ 2,023,626
		<hr/>	<hr/>
CURRENT LIABILITIES			
Trade and Other Payables	9	100,947	132,549
Financial Liabilities	10	50,895	20,542
Short Term Provisions	11	88,297	96,831
		<hr/>	<hr/>
TOTAL CURRENT LIABILITIES		240,139	249,922
		<hr/>	<hr/>
NON-CURRENT LIABILITIES			
Financial Liabilities	10	-	8,563
Long Term Provisions	11	14,821	12,990
		<hr/>	<hr/>
		14,821	21,553
		<hr/>	<hr/>
TOTAL LIABILITIES		\$ 254,960	\$ 271,475
		<hr/>	<hr/>
NET ASSETS		\$ 1,515,260	\$ 1,752,151
		<hr/>	<hr/>
ACCUMULATED FUNDS			
Retained Profits		\$ 1,515,260	\$ 1,752,151
		<hr/>	<hr/>

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SUTHERLAND BOWLING & RECREATION CLUB LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MAY, 2018

	Note	2018	2017
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from Members and Non-Members		1,406,125	1,644,164
Interest Received		4,336	8,034
Payments to Suppliers and Employees		(1,530,413)	(1,557,031)
		<hr/>	<hr/>
Net Cash Provided by Operating Activities		(119,952)	95,167
		<hr/>	<hr/>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds on Disposal of Property, Plant & Equipment		6,820	14,960
Payments for Plant and Equipment		(148,882)	(191,837)
Proceeds from/(Payment for) Investments		267,780	68,479
		<hr/>	<hr/>
Net Cash Used in Investing Activities		125,718	(108,398)
		<hr/>	<hr/>
CASH FLOW FROM FINANCIAL ACTIVITIES			
Proceeds from Borrowings		58,212	-
Repayment of Borrowings		(36,422)	(20,537)
		<hr/>	<hr/>
Net Cash Provided by Financing Activities		21,790	(20,537)
		<hr/>	<hr/>
Net Increase/(Decrease) in Cash Held		27,556	(33,768)
		<hr/>	<hr/>
Cash at Beginning of Financial Year		177,729	211,497
		<hr/>	<hr/>
CASH AT END OF FINANCIAL YEAR		\$ 205,285	\$ 177,729
		<hr/>	<hr/>

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NOTES TO AND FORMING PART OF THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MAY, 2018

1. RECONCILIATION OF CASH

For the purposes of this statement of cash flows, cash includes:-

- (i) Cash on hand and in at call deposits with banks or financial institutions, net of bank overdrafts; and
- (ii) Investments in money market instruments readily convertible to cash.

Cash at the end of the year is shown in the balance sheet as:-

	2018	2017
Cash on Hand	47,143	57,000
Cash at Bank	158,142	120,729
	<hr/>	<hr/>
	\$ 205,285	\$ 177,729
	<hr/>	<hr/>

RECONCILIATION OF CASH FLOW FROM
OPERATIONS WITH OPERATING PROFIT AFTER TAX

2. Operating Profit/(Loss) after Income Tax	(236,891)	(6,386)
Non-Cash Flows in Operating Profit/(Loss)		
Depreciation	156,177	141,894
Charges to Provisions	(6,703)	1,380
Profit On Sale Of Fixed Assets	(6,820)	(9,169)
Changes in Assets and Liabilities		
(Increase)/Decrease in Inventories	(1,477)	(1,079)
(Increase)/Decrease in Other Assets	7,364	(2,048)
Increase/(Decrease) in Trade and Other Payables	(31,602)	(29,425)
	<hr/>	<hr/>
Net Cash from Operations	\$ (119,952)	\$ 95,167
	<hr/>	<hr/>

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SUTHERLAND BOWLING & RECREATION CLUB LIMITED

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A Company Limited by Guarantee

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018**

The Sutherland Bowling & Recreation Club Limited Trading As Club Kirrawee is a company limited by guarantee, incorporated and domiciled in Australia.

26 The financial statements were authorised for issue, in accordance with a resolution of Directors, on July 2018

1. STATEMENT OF ACCOUNTING POLICIES

Basis of Preparation

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

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

New, Revised or Amending Accounting Standards and Interpretations Adopted

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(a) Basis of Accounting

The financial report is prepared in accordance with conventional historical cost principles.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

STATEMENT OF ACCOUNTING POLICIES (Continued)

(b) Property, Plant and Equipment

(i) Owned Assets

Items of property, plant and equipment are stated at cost or deemed cost less accumulated depreciation/amortisation (see below) and impairment losses (see accounting policy (f)).

(ii) Subsequent Costs

The Club recognises in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied within the item will flow to the Club and the cost of the item can be measured reliably. All other costs are recognised in the income statement as an expense as incurred.

(b) Property, Plant and Equipment (Continued)

(iii) Depreciation/Amortisation

Depreciation/amortisation is charged to the income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. The estimated useful lives in the current and comparative periods are as follows:

	Depreciation Rate
Plant and Equipment	5 - 20%
Poker Machines	20 -25%
Buildings	2.5%

(c) Trade and Other Receivables

Trade and other receivables are stated at their cost less impairment losses (see accounting policy (f)).

(d) Inventories

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

(e) Cash and Cash Equivalents

Cash and cash equivalents comprise cash balances and call deposits.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

STATEMENT OF ACCOUNTING POLICIES (Continued)

(f) Impairment

The carrying amounts of the Club's assets, other than inventories (see accounting policy (d) and deferred tax assets (see accounting policy (l)), are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated (see accounting policy (f) (i)).

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the income statement, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through profit or loss.

Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to cash-generating units (group of units) and then, to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

(i) Calculation of Recoverable Amount

The recoverable amount of assets other than held-to-maturity securities and receivables carried at amortised cost is the greater of their net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

(ii) Reversals of Impairment

In respect of assets other than held-to-maturity securities and receivables carried at amortised cost, an impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(g) Employee Benefits

Provision is made for the Club'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 the present value of the estimated future cash outflows to be made for those benefits.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

STATEMENT OF ACCOUNTING POLICIES (Continued)

(h) Trade and Other Payables

Trade and other payables are stated at cost, which approximates amortised cost.

(i) Provisions

A provision is recognised in the balance sheet when the Club has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

(j) Revenue

(i) Goods Sold and Services Rendered

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods and is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer. Revenue from gaming facilities together with other services to members and other patrons of the club is recognised in the income statement when the services are provided. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, the costs incurred or to be incurred cannot be measured reliably, there is a risk of return of goods or there is continuing management involvement with the goods.

(k) Expenses

(i) Operating Lease Payments

Payments made under operating leases are recognised in the income statement on a straight-line basis over the term of the lease. Lease incentives received are recognised in the income statement as an integral part of the total lease expense and spread over the lease term.

(ii) Net Financing Costs

Net financing costs comprise interest payable on borrowings calculated using the effective interest method, and interest receivable on funds invested.

Interest income is recognised in the income statement as it accrues, using the effective interest method. The interest expense component of finance lease payments is recognised in the income statement using the effective interest rate method.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

(l) Income Tax

The Company continues to claim full exemption from income tax per section 50-45 of the Income Tax Assessment Act 1997.

(m) Goods and Services Tax

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 taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the taxation authority is included as a current asset or liability in the balance sheet.

(n) Intangible Assets

Poker Machine Entitlements that are acquired by the Company which have infinite useful lives are measured at cost less accumulated impairment losses. Poker Machine Entitlements have indefinite useful lives as they have no expiry date. Accordingly, such intangible assets are not amortised but are systematically tested for impairment at each reporting date

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

	2018	2017
2. OPERATING REVENUE		
Bar Revenue	704,092	746,331
Other Revenue		
Food Sales & socials	48,691	50,437
Gaming	347,992	578,544
Green Fees	121,647	111,521
Interest Received	4,336	8,034
Raffles	90,787	84,271
Rent Received	6,636	4,273
Rebate Received	42,684	18,619
Subscriptions	23,464	26,590
Sundry Income	10,132	14,409
Government Grant	10,000	-
Total Other Revenue	706,369	896,698
TOTAL REVENUE	\$ 1,410,461	\$ 1,643,029
3. CASH AND CASH EQUIVALENTS – CURRENT		
Cash on Hand	47,143	57,000
Cash at Bank	158,142	120,729
	\$ 205,285	\$ 177,729
4. TRADE AND OTHER RECEIVABLES – CURRENT		
Term Deposit	-	268,720
Investment – Kingsway Finance	-	4,060
TAB – Security Deposit	5,000	-
	\$ 5,000	\$ 272,780

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

	2018	2017
5. INVENTORIES		
Finished Goods	\$ 29,708	\$ 28,231
	<hr/>	<hr/>
6. OTHER – CURRENT ASSETS		
Prepayments	(510)	(645)
Other Debtors	400	3,560
Accrued Income	-	4,299
	<hr/>	<hr/>
	\$ (110)	\$ 7,254
	<hr/>	<hr/>

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

7. PROPERTY, PLANT AND EQUIPMENT

	Land & Buildings \$	Plant & Equipment \$	Total \$
COST			
Balance 1 June 2016	1,417,896	2,002,413	3,420,309
Additions	-	191,837	191,837
Disposals	(3,685)	(80,623)	(84,308)
Balance 31 May 2017	1,414,211	2,113,627	3,527,838
Balance 1 June 2017	1,414,211	2,113,627	3,527,838
Additions	-	148,883	148,883
Disposals	-	(55,087)	(55,087)
Balance 31 May 2018	1,414,211	2,207,423	3,621,634
Depreciation and Impairment Losses			
Balance 1 June 2016	471,669	1,493,160	1,964,829
Depreciation for Year	32,781	99,944	132,725
Disposals	(2,362)	(66,986)	(69,348)
Balance 31 May 2017	502,088	1,526,118	2,028,206
Balance 1 June 2017	502,088	1,526,118	2,028,206
Depreciation for Year	29,943	126,234	156,177
Disposals	-	(55,086)	(55,086)
Balance 31 May 2018	532,031	1,597,266	2,129,297
Carrying Amount			
31 May 2016	946,227	509,253	1,455,480
31 May 2017	912,123	587,509	1,499,632
31 May 2018	882,180	610,157	1,492,337

Current Valuation of Land & Buildings

An independent valuation of Land and buildings owned by the Company at 99 and 101 Oak Road Kirrawee was performed by a Certified Practicing Valuer, Gentle & Associates Pty Limited as at 20 February 2009.

Land, Buildings are considered Core Property in reference to Section 41 J of the registered Clubs Act.

Core Property includes business premises/clubhouse and any facility provided by the Club for use of members.

Core Property per Registered Clubs Act can only be disposed if approved by a resolution passed by the majority of ordinary members.

SUTHERLAND BOWLING & RECREATION CLUB LIMITEDTrading As **CLUB KIRRAWEE**

A.B.N. 20 000 090 979

A Company Limited by Guarantee

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018**

	2018	2017
8. INTANGIBLE ASSETS		
Poker Machine Licences	\$ 38,000	\$ 38,000

Poker Machine Entitlements are stated at cost less accumulated impairment losses.

Poker Machine Entitlements have an indefinite useful life given they have no expiry date and accordingly are not amortised but are to be assessed annually for impairment

9. TRADE AND OTHER PAYABLES

Trade Creditors	24,193	34,871
Accrued Expenses	43,362	52,883
Other Creditors	16,627	31,519
Members Subscriptions in Advance	16,765	13,276

TOTAL CURRENT LIABILITIES	\$ 100,947	\$ 132,549
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10. FINANCIAL LIABILITIES**CURRENT****Hire Purchase Liability**

Aristocrat Gaming System & Poker Machines	50,895	20,542
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\$ 50,895	\$ 20,542
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NON-CURRENT**Hire Purchase Liability**

Aristocrat Gaming System	-	8,563
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\$ -	\$ 8,563
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SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

	2018	2017
11. PROVISIONS - CURRENT		
Provision for Employee Entitlements	\$ 88,297	\$ 96,831
	<hr/>	<hr/>
NON-CURRENT		
Provision for Employee Entitlements	\$ 14,821	\$ 12,990
	<hr/>	<hr/>
12. COMPANY DETAILS		
The registered office of the Company is:		
101 Oak Road, Kirrawee NSW 2232		
13. AUDITORS' REMUNERATION		
Amounts received or due and receivable by the Auditors for:-		
- Auditing the Financial Statements	9,900	9,900
- Other Services	-	-
	<hr/>	<hr/>
	\$ 9,900	\$ 9,900
	<hr/>	<hr/>
(The Auditors received no other benefits)		
14. RELATED PARTY TRANSACTIONS		
During the year, the following expenditure was incurred relating to directors, which were not generally available to members:-		
Directors Expenses	1,639	1,768
Honorarium Paid	16,932	24,517
	<hr/>	<hr/>
	\$ 18,571	\$ 26,285
	<hr/>	<hr/>

There were no related party transactions during the year
with Director related entities.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

15. KEY MANAGEMENT PERSONNEL COMPENSATION

a) Key Management Personnel

Names and positions held of key management personnel in office at any time during the Financial year are:

Key Management Personnel	Position
J. Hughes	Chairman
R.Griffiths	Director
L.Rogers	Treasurer
S.Grills	Director
I.Scott	Director
D. Letton (Appointed October 2017)	Director
L.Richards (Resigned April 2018)	General Manager
D.Jowett (Resigned September 2017)	Director
R.Ritchard (Resigned March 2018)	Director

16. CONTINGENT LIABILITIES

Nil

17. EVENTS SUBSEQUENT TO BALANCE DATE

Nil

18. 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 \$10.00 each towards meeting any outstanding obligations of the company. At 31 May 2018 the number of members was 1,672 (2017 – 1,753).

SUTHERLAND BOWLING & RECREATION CLUB LIMITED

Trading As CLUB KIRRAWEE

A.B.N. 20 000 090 979

A Company Limited by Guarantee


DIRECTORS' DECLARATION

The Directors of Sutherland Bowling & Recreation Club Limited Trading As Club Kirrawee declare that:-

1. The Financial Statements and Notes as set out on pages 1 to 24 are in accordance with the Corporations Act 2001.
 - (a) comply with Accounting Standards and the Corporations Regulations 2001 and
 - (b) give a true and fair view of the financial position as at 31st May 2018 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.

Dated at Kirrawee this 26th July 2018


.....
JOHN HUGHES
Chairman of the Board


.....
LORRAINE ROGERS
Treasurer

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
SUTHERLAND BOWLING & RECREATION CLUB LIMITED**

Report on the financial report

We have audited the accompanying financial report of Sutherland Bowling & Recreation Club Limited Trading As Club Kirrawee (the company), which comprises the Statement of Financial Position as at 31st May, 2018, the Statement of Comprehensive Income, Statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration of the company.

Directors' responsibility 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 is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

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. The 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 judgment, 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 entity'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 audit, we have complied with the independence requirements of the *Corporations Act 2001*.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
SUTHERLAND BOWLING & RECREATION CLUB LIMITED

Auditor's Opinion

In our opinion:

- a. the financial report of Sutherland Bowling & Recreation Club Limited Trading As Club Kirrawee is in accordance with the *Corporations Act 2001*, including
 - (i) giving a true and fair view of the company's financial position as at 31st May, 2018 and of its performance for the year ended on that date; and
 - (ii) Complying with Australian Accounting Standards – Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.
- b. the financial report also complies with International financial Reporting Standards as disclosed in Note 1.

Sydney: 26 July 2018

Suite 601
74 Pitt Street
SYDNEY NSW 2000



LITTLEWOODS
Chartered Accountants

A Reisen, C.A., Principal

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

BAR TRADING STATEMENT
FOR THE YEAR ENDED 31ST MAY, 2018

	2018	2017
BAR TRADING ACCOUNT		
Bar Revenue	704,092	746,331
Opening Bar Stock	22,382	21,145
Bar Purchases	277,858	310,571
Closing Bar Stock	(25,261)	(22,382)
	<hr/>	<hr/>
TOTAL COST OF SALES	274,979	309,334
	<hr/>	<hr/>
GROSS PROFIT (60.94% - 2018; 58.55% - 2017)	429,113	436,997
	<hr/>	<hr/>
LESS EXPENSES		
Depreciation Bar Fittings	3,910	3,354
Repairs & Maintenance Bar	21,952	24,374
Wages Bar Staff	199,173	216,045
	<hr/>	<hr/>
DIRECT EXPENSES	225,035	243,773
	<hr/>	<hr/>
NET PROFIT	\$ 204,078	\$ 193,224
	<hr/>	<hr/>

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

GAMING REVENUE STATEMENT
FOR THE YEAR ENDED 31ST MAY 2018

	2018	2017
Income		
Poker Machines Revenue	328,993	555,333
Club Keno Commissions	12,179	14,042
Profit on Sale of Poker Machines	6,820	9,169
	<hr/>	<hr/>
TOTAL INCOME	347,992	578,544
LESS DIRECT EXPENSE		
Data Monitoring Charges	11,492	11,340
Depreciation Poker Machines	66,515	67,547
Keno Expenses	1,736	1,847
Less: Gaming Assistance GST Offset	(17,180)	(17,180)
Repairs & Maintenance	18,708	17,794
Wages Gaming	62,452	64,873
	<hr/>	<hr/>
TOTAL EXPENSE	143,723	146,221
	<hr/>	<hr/>
NET PROFIT	\$ 204,269	\$ 432,323
	<hr/>	<hr/>

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

DETAILED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31ST MAY, 2018

	2018	2017
INCOME		
Bar Trading Net profit	204,078	193,224
Food Sales & Socials	48,691	50,437
Gaming Net Profit	204,269	432,323
Green Fees	121,647	111,521
Interest Received	4,336	8,034
Raffles	90,787	84,271
Rental Received	6,636	4,273
Subscriptions	23,464	26,590
Rebate/Commissions	42,684	18,619
Sundry Income	10,132	14,409
Government Grant	10,000	-
	<hr/>	<hr/>
TOTAL INCOME	\$ 766,724	\$ 943,701
	<hr/>	<hr/>
LESS EXPENSES - ADMINISTRATION		
Advertising & Promotion	35,709	34,129
Affiliation Fees	18,078	17,989
Accountancy and Audit	9,900	9,900
Bank Charges	2,688	2,244
Cleaning	50,053	49,190
Depreciation	85,752	70,993
Directors Expenses	1,639	1,768
Donations	135	3,547
Electricity & Gas	70,867	52,915
Food Sales & Social Costs	41,751	40,076
Foxsports	12,732	12,453
Honoraria	16,932	24,517
Insurance	32,074	35,570
Legal Expenses	1,248	7,153
Postage	1,476	2,357
Printing & Stationery	12,582	14,366
Provision for Employees Annual Leave	(7,561)	3,134
Provision for Employee Entitlements Long Service Leave	858	(1,755)
Raffle Prizes	79,286	77,262
Rates & Taxes	12,518	10,035
Repairs & Maintenance	86,795	78,023
Rink Prizes & Trophies	8,150	7,159
	<hr/>	<hr/>
Sub Total Carried Forward	573,662	553,025
	<hr/>	<hr/>

SUTHERLAND BOWLING & RECREATION CLUB LIMITED

Trading As CLUB KIRRAWEE

A.B.N. 20 000 090 979

A Company Limited by Guarantee

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31ST MAY, 2018**

	2018	2017
EXPENSES (Continued)		
Balance Brought Forward	573,662	553,025
Security	3,173	4,055
Staff Training	2,201	3,205
Subscriptions & Licences	21,699	10,227
Sundries	70,162	56,015
Superannuation – Employees	47,024	48,690
Telephone	10,278	12,844
Travelling	123	128
Uniforms – Staff & Directors	1,553	1,266
Wages	258,317	251,031
Waste Collection	11,572	9,430
Welfare	143	171
Loss on Investment	3,708	-
	<hr/>	<hr/>
TOTAL EXPENSES	\$ 1,003,615	950,087
	<hr/>	<hr/>
TOTAL NET PROFIT/(LOSS)	\$ (236,891)	\$ (6,386)
	<hr/>	<hr/>

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

SUTHERLAND MEN'S BOWLING CLUB
STATEMENT OF INCOME & EXPENDITURE
YEAR ENDED 31ST MAY 2018

	2018	2017
INCOME		
Catering Fees	6,956	7,537
Carnivals	6,500	6,235
Donations Received	9	3,013
Green Fees	74,593	73,130
Raffles	21,670	18,449
Subscriptions & Lockers	11,613	13,714
Sundries	705	587
	<hr/>	<hr/>
TOTAL INCOME	122,046	122,665
	<hr/>	<hr/>
EXPENSES		
Affiliation Fees	11,123	10,983
Carnivals	6,500	6,235
Catering	8,368	8,819
Donations	-	3,013
Entry Fees	150	290
Postage	281	322
Raffle Prizes	7,641	7,768
Rink Prizes	4,426	3,984
Sundries	594	4,420
Welfare	62	37
	<hr/>	<hr/>
TOTAL EXPENSE	39,145	45,871
	<hr/>	<hr/>
NET CONTRIBUTION	\$ 82,901	\$ 76,794
	<hr/>	<hr/>

This information does not form part of the audited accounts and is provided for member's purposes only.

SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

SUTHERLAND WOMEN'S BOWLING CLUB
STATEMENT OF INCOME & EXPENDITURE
YEAR ENDED 31ST MAY 2018

	2018	2017
INCOME		
Catering Fees	3,212	5,552
Carnivals	2,200	2,675
Donations Received	163	161
Green Fees	36,047	33,015
Raffles	6,545	7,706
Subscriptions & Lockers	8,111	8,373
Sundries	1	109
	<hr/>	<hr/>
TOTAL INCOME	56,279	57,591
EXPENSES		
Affiliation Fees	6,955	7,006
Carnivals	2,200	2,675
Catering	3,710	6,843
Donations	45	79
Entry Fees	598	436
Postage	110	162
Printing & Stationery	141	290
Raffle Prizes	1,850	2,648
Rink Prizes	3,724	3,175
Sundries	2,915	3,449
Welfare	81	134
	<hr/>	<hr/>
TOTAL EXPENSE	22,329	26,897
	<hr/>	<hr/>
NET CONTRIBUTION	\$ 33,950	\$ 30,694
	<hr/>	<hr/>

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SUTHERLAND BOWLING & RECREATION CLUB LIMITED
Trading As CLUB KIRRAWEE
A.B.N. 20 000 090 979
A Company Limited by Guarantee

GREENS MAINTENANCE
STATEMENT OF EXPENDITURE
FOR THE YEAR ENDED 31ST MAY 2018

	2018	2017
EXPENSES		
Repairs & Maintenance	26,311	24,674
Wages	126,591	113,625
	<hr/>	<hr/>
TOTAL EXPENSES	\$ 152,902	\$ 138,299
	<hr/>	<hr/>

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