

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
A.C.N. 000 208 686

FINANCIAL REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

BROOKS DEANE & POWNE
CHARTERED ACCOUNTANTS
LEVEL 14
60 CARRINGTON STREET
SYDNEY NSW 2000
TELEPHONE: 9233 6111
FACSIMILE: 9233 6006

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
A.C.N. 000 208 686

FINANCIAL REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2015

TABLE OF CONTENTS

	Pages
DIRECTORS REPORT	1
STATEMENT OF COMPREHENSIVE INCOME	3
STATEMENT OF FINANCIAL POSITION	4
STATEMENT OF CHANGES IN EQUITY	5
STATEMENT OF CASH FLOWS	6
NOTES TO THE FINANCIAL STATEMENTS	7
DIRECTORS DECLARATION	17
AUDITORS INDEPENDENCE DECLARATION	18
INDEPENDENT AUDITORS REPORT TO THE MEMBERS	19
COMPILATION REPORT	21
DEPARTMENTAL INCOME STATEMENT	22
DETAILED INCOME STATEMENT	27

GLADESVILLE BOWLING & SPORTS CLUB LIMITED

DIRECTORS REPORT

Your directors present their report on the club for the financial year ended 30 June 2015.

DIRECTORS

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

Name of Director	Position Held	Meetings Attended	Meetings Maximum Attendances	Special Meetings Attended	Special Meetings Maximum Attendances
Hyem, Anthony	President (11/08 – current)	12	12	3	3
Chatfield, Peter	Senior Vice President (11/09 – current)	12	12	3	3
Carpenter, William	Treasurer (11/07 – current)	12	12	3	3
Long, Graeme	Vice President (01/15 – current)	6	6	2	2
Collyer, Ronald	Vice President (11/11 – current)	11	12	3	3
Kendal, Maree	Vice President (05/12 – 10/14)	4	4	1	1
Jones, Jean	Vice President (07/04 – current)	12	12	1	1
Mazaroli, Paul	Vice President (02/12 – current)	12	12	3	3
Meagher, John	Vice President (11/11 – current)	11	12	2	3
Nash, Michael	Vice President (07/14 – current)	12	12	3	3
Voss, Sharon	CEO (from 03/15 by invitation)	6	8	1	1
Hiotellis, Jim	CEO (to 02/15 by invitation)	4	4	0	0

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

OPERATING RESULT

The operating result for the club for the financial year was a loss of \$(62,264) (\$114,447 loss in 2014). No income tax has been charged or provided.

REVIEW OF OPERATIONS

A review of the operations of the Club during the financial year and the results of those operations show that the Club traded at a loss of \$62,264 for the year, compared with a loss of \$114,447 for the previous year. A review of the Club's main income sources shows that these results were influenced by the following factors:

Poker Machine profits again decreased by \$129,815 to \$475,449 in the current year from \$605,264. Revenue from Keno increased \$7,855 to \$21,694 for the year. Bar profit increased by \$44,179 to \$150,608 compared with \$106,429 the previous year.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

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

PRINCIPAL ACTIVITIES

The principal activities of the club during the financial year were the promotion of the game of lawn bowls and other sporting and recreational activities. No significant change in the nature of this activity occurred during the year.

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

EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

No matters or circumstances have arisen since the end of the financial year, which significantly affected or may significantly affect:

- (i) the operations of the club,
- (ii) the results of those operations,
- (iii) the state of affairs of the club in future financial years.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED DIRECTORS REPORT (CONT'D)

NUMBER OF MEMBERS

The number of Members of each class as shown in the Register of Members at 30 June 2015 is:

Full Members – 5 Years	3,999
Full Members – 1 Year	437
Patron Member	4
Life Members	9
Foundation Members	4
 Total	 4,453

LIKELY DEVELOPMENTS

The Club will continue to operate in its current format and develop improved facilities for its members.

ENVIRONMENTAL REGULATIONS

The clubs operations are not regulated by any significant environmental regulation under law of the Commonwealth, State or Territory Law.

DIVIDENDS

No dividends have been paid or declared since the start of the financial year.

INDEMNIFICATION OF OFFICERS

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

PROCEEDINGS ON BEHALF OF THE 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.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under s 307C of the Corporations Act 2001 is set out on page 18.

.....
Anthony Hyem - President

.....
William Carpenter - Treasurer

Dated this day of

2015

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015	2014
Revenue		1,979,933	2,022,659
Depreciation & amortisation expenses		(198,534)	(237,857)
Other expenses		<u>(1,843,663)</u>	<u>(1,899,249)</u>
Profit / (Loss) before tax	2	(62,264)	(114,447)
Income Tax Expense Relating to ordinary activities	1(f)	<u>-</u>	<u>-</u>
Profit/ (Loss) for the year		<u>(62,264)</u>	<u>(114,447)</u>
Other comprehensive income		4,891,858	-
Profit/ (Loss) attributed to members	11	<u>4,829,594</u>	<u>(114,447)</u>
Total comprehensive income for the year		<u>\$ 4,829,594</u>	<u>\$ (114,447)</u>

The accompanying Notes form part of these financial statements.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

	NOTE	2015	2014
<u>CURRENT ASSETS</u>			
Cash and cash equivalents	3	228,977	212,127
Trade and other receivables	4	8,952	14,245
Investments	5	1,695,371	1,804,053
Inventories	6	39,888	40,556
Other current assets	7	<u>46,339</u>	<u>36,784</u>
Total Current Assets		<u>2,109,527</u>	<u>2,107,765</u>
<u>NON-CURRENT ASSETS</u>			
Property, Plant and Equipment	8	<u>7,995,434</u>	<u>3,237,233</u>
Total Non-Current Assets		<u>7,995,434</u>	<u>3,237,233</u>
<u>TOTAL ASSETS</u>		<u>10,014,961</u>	<u>5,344,998</u>
<u>CURRENT LIABILITIES</u>			
Trade and other payables	9	351,533	463,613
Provisions	10	<u>20,141</u>	<u>67,692</u>
Total Current Liabilities		<u>371,674</u>	<u>531,305</u>
<u>TOTAL LIABILITIES</u>		<u>371,674</u>	<u>531,305</u>
<u>NET ASSETS</u>		<u>9,643,287</u>	<u>4,813,693</u>
<u>EQUITY</u>			
Accumulated profits/(losses)	11	4,744,855	4,813,693
Asset Revaluation Reserve	12	<u>4,898,432</u>	<u>-</u>
<u>TOTAL EQUITY</u>		<u>9,643,287</u>	<u>4,813,693</u>

The accompanying Notes form part of these financial statements.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2015

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2013	4,928,140	4,928,140
Comprehensive Income	-	-
Profit/ (Loss) attributable to members	(114,447)	(114,447)
Other comprehensive income	-	-
Total comprehensive income	<u>(114,447)</u>	<u>(114,447)</u>
Dividends paid or provided for	-	-
Balance at 30 June 2014	<u>4,813,693</u>	<u>4,813,693</u>
Comprehensive Income		
Profit/ (Loss) attributable to members	(62,264)	(62,264)
Other comprehensive income		
Gain on Property Valuation	4,898,432	4,898,432
Prior year depreciation	167,487	167,487
Loss on fixed assets scrapped	(174,061)	(174,061)
Total Other Comprehensive Income	<u>4,891,858</u>	<u>4,891,858</u>
Total comprehensive income	<u>4,829,594</u>	<u>4,829,594</u>
Dividend paid or provided for	-	-
Balance at 30 June 2015	<u>9,643,287</u>	<u>9,643,287</u>

The accompanying Notes form part of these financial statements.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 30 JUNE 2015

		2015 \$ Inflows (Outflows)	2014 \$ Inflows (Outflows)
Cash Flows from operating activities			
Receipts from customer		1,928,732	1,971,968
Payments to suppliers and employees		(2,012,181)	(1,783,953)
Dividends Received		87	85
Loss on Fixed Asset Scrapped		174,061	-
Prior Year Depreciation		(167,487)	-
Interest Received		<u>56,408</u>	<u>72,815</u>
Net cash provided by (used in) operating activities	13	<u>(20,380)</u>	<u>260,915</u>
Cash Flows from investing activities			
Proceeds from sale of Property, Plant & Equipment		-	-
Funds withdrawn/ (Invested)		(71,452)	(551,424)
Payment for/ (Receipt from) Investments		<u>108,682</u>	<u>264,689</u>
Net cash provided by (used in) investing activities		<u>37,230</u>	<u>(286,735)</u>
Cash Flows from financing activities			
Proceeds from Borrowings		<u>-</u>	<u>-</u>
Net cash provided by (used in) financing activities		<u>-</u>	<u>-</u>
Net increase/ (decrease) in cash held		16,850	(25,820)
Cash at the beginning of the financial year		<u>212,127</u>	<u>237,947</u>
Cash at the end of the financial year	3	<u>\$ 228,977</u>	<u>\$ 212,127</u>

The accompanying Notes form part of these financial statements.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Gladesville Bowling & Sports Club Limited is a club limited by guarantee, incorporated and domiciled in Australia.

Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards and Australian Accounting Interpretations of the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The entity is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards as issued by the IASB. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless otherwise stated. The financial statements are presented in Australian dollars.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on first-in first-out principle, and includes expenditure incurred in acquiring the inventories and other costs incurred in bringing them to their existing location and condition.

(b) Property, Plant and Equipment

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

Property and buildings

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

Plant and equipment

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

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

Subsequent costs are included in the assets carrying amount or recognised as a separate assets, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the club and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are occurred.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
(CON'T)

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, are depreciated over their useful lives to the club commencing from the time the asset is held ready for use. Properties held for investment purpose are not subject to depreciation charge. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation Rate	Class Of Fixed Asset	Depreciation Rate
Plant, Furniture & Equipment	20%	Fixture & Fittings	12.5%
Computers	50%	Buildings	2.5%
Poker Machines	12.5%	Motor Vehicles	20%

(c) Employee Benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months of the reporting date are recognised in provisions with respect to employees services up to the reporting date and are measured at the amounts expected to be paid when liabilities are settled. The provision for Long Service Leave which is not expected to be utilised within next twelve months is shown as a Non-Current Liability. Contributions are made by the company to employee superannuation funds and are charges as expenses when incurred.

(d) Subscription by members

Subscriptions are brought to account when received. The proportion applicable to ensuing year is carried forward as Subscriptions in Advance.

(e) Auditors Remuneration

Has been included in the amounts in the respect of:

	2015	2014
(i) The auditing of the accounts	8,000	8,000
(ii) Other services (Monthly & year end accounting, taxation services, Secretarial requirements of Corporations Act & other Advisory Services)	<u>6,000</u>	<u>6,000</u>
	<u>14,000</u>	<u>14,000</u>

(f) Income Tax

Gladesville Bowling & Sports Club Limited is exempt from income tax under Section 50-45 of the Income Tax Assessment Act 1997 while it operates under its present Constitution.

(g) Investment

Investments brought to account are at cost or at valuation. The carrying amount of investments is reviewed annually to ensure it is not in excess of the recoverable amount of the investment.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
(CON'T)

(h) Core and Non Core Property

Pursuant to Section 41J (2) of the Registered Clubs Act for the financial year ended 30 June 2015

- (a) the following properties are core property of the club;
- i. Club House at 181a Ryde Road, Gladesville NSW
 - ii. Club Car Park

- (b) the following properties are non-core property of the club;
- i. 5 Swan Street, Gladesville NSW
 - ii. 14 Rundle Place, Gladesville NSW

(i) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks with original maturities of three months or less.

(j) Revenue

Revenue from the rendering of services or the sale of goods is recognised upon the delivery of the service or goods to members or other persons. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial asset. Dividends received are accounted for in accordance with the equity method of accounting.

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

(k) Goods and Services Tax

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.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as a current asset or liability in the statement of financial position.

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

(l) Trade and Other Receivables

Trade debtors and other receivables represent the principal amount due at balance date plus accrued interest and less, where applicable, any unearned income and provisions for doubtful accounts.

(m) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
(CON'T)

	NOTE	2015	2014
2. PROFIT FROM ORDINARY ACTIVITIES			
Profit from ordinary activities before income tax expense has been determined after:			
(a) Expenses:			
Depreciation of property, plant & equipment		198,534	237,857
Remuneration of auditor			
- auditing or reviewing the financial report		8,000	8,000
- taxation services		<u>6,000</u>	<u>6,000</u>
		<u>212,534</u>	<u>251,857</u>
(b) Revenue:			
Gross Income from Poker Machines		<u>661,840</u>	<u>819,879</u>
3. CASH AND CASH EQUIVALENTS			
Cash on hand		105,000	105,000
Main Trading Account		28,745	22,218
TAB Bank Account		6,956	6,464
Clearing Account – TAB		640	-
Keno Bank Account		11,807	18,974
Cash at Bank – GST		18,483	3,198
Cash at Bank – Poker Machine Payout		16,246	16,259
ATM Account		<u>41,100</u>	<u>40,014</u>
		<u>228,977</u>	<u>212,127</u>
Reconciliation of cash			
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:			
Cash and cash equivalents		<u>228,977</u>	<u>212,127</u>
		\$ 228,977	\$ 212,127
4. TRADE AND OTHER RECEIVABLES			
Trade Receivables		5,830	5,486
Accrued Income		3,122	6,534
Sundry Receivables		<u>-</u>	<u>2,225</u>
		<u>8,952</u>	<u>14,245</u>
5. INVESTMENTS			
Term Deposits		<u>1,695,371</u>	<u>1,804,053</u>
6. INVENTORIES			
Stock on Hand		<u>39,888</u>	<u>40,556</u>
7. OTHER CURRENT ASSETS			
Prepayments & Deposits		<u>46,339</u>	<u>36,784</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
(CON'T)

	NOTE	2015	2014
8. PROPERTY, PLANT & EQUIPMENT			
Freehold Core Property, at cost		810,932	810,932
Freehold Core Property Revaluation		2,395,100	-
Freehold Non Core Property, at cost		696,667	703,237
Freehold Non Core Property Revaluation		<u>2,503,333</u>	<u>-</u>
		<u>6,406,032</u>	<u>1,514,169</u>
Plant, Furniture & Equipment, at cost		235,372	1,638,722
Accumulated Depreciation		<u>(189,630)</u>	<u>(1,427,358)</u>
		<u>45,742</u>	<u>211,364</u>
Poker Machines, at cost		1,109,300	1,112,352
Accumulated Depreciation		<u>(708,383)</u>	<u>(786,356)</u>
		<u>400,917</u>	<u>325,996</u>
Motor Vehicle, at cost		19,268	19,390
Accumulated Depreciation		<u>(19,268)</u>	<u>(15,399)</u>
		<u>-</u>	<u>3,991</u>
Computer, at cost		31,779	61,219
Accumulated Depreciation		<u>(26,197)</u>	<u>(54,331)</u>
		<u>5,582</u>	<u>6,888</u>
Club Keno Equipment, at cost		-	15,942
Accumulated Depreciation		<u>-</u>	<u>(11,770)</u>
		<u>-</u>	<u>4,172</u>
Freehold Property Improvements, at cost		-	1,111,452
Accumulated Depreciation		<u>-</u>	<u>(446,018)</u>
		<u>-</u>	<u>665,434</u>
Bistro/Dining Renovations, at cost		-	261,183
Accumulated Depreciation		<u>-</u>	<u>(88,132)</u>
		<u>-</u>	<u>173,051</u>
Back Bar Renovation, at cost		-	126,982
Accumulated Depreciation		<u>-</u>	<u>(86,817)</u>
		<u>-</u>	<u>40,165</u>
Main Bar Renovation, at cost		-	264,918
Accumulated Depreciation		<u>-</u>	<u>(17,070)</u>
		<u>-</u>	<u>247,848</u>
Auditorium Renovation, at cost		-	57,895
Accumulated Depreciation		<u>-</u>	<u>(13,740)</u>
		<u>-</u>	<u>44,155</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
(CON'T)

	NOTE	2015	2014
Fixture & Fittings		558,976	-
Accumulated Depreciation		<u>(385,484)</u>	<u>-</u>
		<u>173,492</u>	<u>-</u>
Buildings		1,212,812	-
Accumulated Depreciation		<u>(249,143)</u>	<u>-</u>
		<u>963,669</u>	<u>-</u>
Total Property, plant & equipment		<u>7,995,434</u>	<u>3,237,233</u>

8a. REVALUATION

Freehold Core Property – 181A Ryde Road, Gladesville

On 14 April 2015, the Freehold Core Property held by Gladesville Bowling Sports Club was valued by independent valuers, Warwick Williams. The fair value of the Freehold Core Property on its fair value less cost to sell, based on an active market, was deemed to be \$4,200,000. The fair value of freehold property increased by \$2,395,100.

Freehold Non Core Property – 14 Rundle Street, Gladesville

On 14 April 2015, the Freehold Non Core Property held by Gladesville Bowling Sports Club was valued by independent valuers, Warwick Williams. The fair value of the Freehold Non Core Property on its fair value less cost to sell, based on an active market, was deemed to be \$1,550,000. The fair value of freehold land increased by \$1,281,581.

Freehold Non Core Property – 5 Swan Street, Gladesville

On 14 April 2015, the Freehold Non Core Property held by Gladesville Bowling Sports Club was valued by independent valuers, Warwick Williams. The fair value of the Freehold Non Core Property on its fair value less cost to sell, based on an active market, was deemed to be \$1,650,000. The fair value of freehold land increased by \$1,221,752.

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CON'T)

(b) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Freehold Property	Plant, Furniture and Equipment	Poker Machines	Motor Vehicle	Computer	Club Keno Equipment	Freehold Property Improvements
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2013	1,471,994	219,228	399,921	4,912	11,574	5,088	642,884
Additions	42,175	34,652	55,643	-	-	-	64,923
Disposals	-	-	-	-	-	-	-
Depreciation expense	-	(42,516)	(129,568)	(921)	(4,686)	(916)	(42,373)
Carrying amount at 30 June 2014	1,514,169	211,364	325,996	3,991	6,888	4,172	665,434
Additions	-	12,370	1,003	-	5,511	-	-
Revaluation	4,898,432	-	-	-	-	-	-
Adjustment	(6,569)	-	-	-	-	-	-
Disposals	-	(57,652)	(3,521)	-	(474)	(4,172)	(67,254)
Reallocation	-	(64,423)	-	-	1,757	-	(598,180)
Depreciation method change	-	(29,470)	179,292	(3,991)	(6,047)	-	-
Depreciation expense	-	(26,447)	(101,853)	-	(2,053)	-	-
Carrying amount at 30 June 2015	6,406,032	45,742	400,917	-	5,582	-	-

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CON'T)

	Bistro/Dining Renovations	Back Bar Renovation	Main Bar Renovation	Auditorium	Fixture & Fittings	Buildings	Total
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2013	55,609	45,218	21,951	45,287	-	-	2,923,666
Additions	124,940	-	229,091	-	-	-	551,424
Disposals	-	-	-	-	-	-	-
Depreciation expense	(7,498)	(5,053)	(3,194)	(1,132)	-	-	(237,857)
Carrying amount at 30 June 2014	173,051	40,165	247,848	44,155	-	-	3,237,233
Additions	-	-	-	-	52,563	-	71,447
Revaluation	-	-	-	-	-	-	4,898,432
Adjustment	-	-	-	-	-	-	(6,569)
Disposals	(19,626)	(1,644)	(19,718)	-	-	-	(174,061)
Reallocation	(153,425)	(38,521)	(228,130)	(44,155)	199,402	925,675	-
Depreciation method change	-	-	-	-	(40,592)	68,294	167,486
Depreciation expense	-	-	-	-	(37,881)	(30,300)	(198,534)
Carrying amount at 30 June 2015	-	-	-	-	173,492	963,669	7,995,434

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
(CON'T)

	NOTE	2015	2014
9. TRADE AND OTHER PAYABLES			
Short Term Deposits - Subsidiary Clubs			
Welfare		152,374	158,500
Clearing Account		39,060	73,609
Accrued Expenses		10,600	9,000
Sundry Payables		36,345	117,435
Trade Payables		<u>113,154</u>	<u>105,069</u>
		<u>351,533</u>	<u>463,613</u>
10. PROVISIONS			
Provision for Holiday Pay		7,015	23,411
Provision for Long Service Leave		-	27,270
Provision for Sick Leave		6,626	13,411
Provision for Lucky Rabbit		<u>6,500</u>	<u>3,600</u>
		<u>20,141</u>	<u>67,692</u>
11. ACCUMULATED PROFITS / (LOSSES)			
Net Profit / (Loss) attributable to members		(62,264)	(114,447)
Other Comprehensive Income			
Prior year depreciation		167,487	-
Loss on fixed assets scrapped		(174,061)	-
Revaluation of Assets		<u>4,898,432</u>	<u>-</u>
Profit / (Loss) for year attributed to members		4,829,594	(114,447)
Add Retained earnings at the beginning of the financial year		4,813,693	4,928,140
Less Transfer to Revaluation Reserve	12	(4,898,432)	-
Retained earnings at the end of the Financial year		<u>\$ 4,744,855</u>	<u>\$ 4,813,693</u>
12. REVALUATION RESERVE			
Revaluation Reserve		<u>\$ 4,898,432</u>	<u>\$ -</u>
13. CASH FLOW INFORMATION			
Reconciliation of result for the year to cash flows from operating activities			
Profit / (Loss) from ordinary activities after income tax		(62,264)	(114,447)
Non-Cash flows in profit from Ordinary activities:			
Proceeds on Sale of Non-Current Assets		6,574	-
Depreciation		198,534	237,857
Changes in Assets & Liabilities			
Decrease / (Increase) in inventories		668	2,834
Decrease / (Increase) in trade and other receivables		8,085	22,210
Decrease / (Increase) in prepayments and deposits		(9,554)	(8,459)
Increase / (Decrease) in provisions		(47,552)	(22,834)
Increase / (Decrease) in trade and other payables		(120,165)	73,244
Increase / (Decrease) in other payables		<u>5,294</u>	<u>70,510</u>
Cash flow from operations		<u>\$ (20,381)</u>	<u>\$ 260,915</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015
(CON'T)

14. FINANCIAL RISK MANAGEMENT

The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, bank loans and overdrafts.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2015	2014
		\$	\$
Financial assets			
Cash and cash equivalents	3	228,977	212,127
Loans and receivables	4	8,952	14,245
		<hr/>	<hr/>
Total financial assets		237,929	226,372
		<hr/>	<hr/>
	Note	2015	2014
		\$	\$
Financial liabilities			
Financial liabilities at amortised cost:			
– trade and other payables	9	351,533	463,613
		<hr/>	<hr/>
Total financial liabilities		351,533	463,613
		<hr/>	<hr/>

15. EVENTS SUBSEQUENT TO THE REPORTING DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

16. Club Details

The registered office of the club is:

Brooks Deane & Powne
 Level 14, 60 Carrington Street
 Sydney NSW 2000

The principal place of business is:

Gladesville Bowling & Sports Club Ltd
 Cnr Ryde Road and Halcyon Street
 Gladesville NSW 2111

**GLADESVILLE BOWLING & SPORTS CLUB LIMITED
AUDITOR'S INDEPENDENCE DECLARATION**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015 there has been:

- (i) No contraventions of the auditor independence requirement 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.

BROOKS, DEANE & POWNE

Chartered Accountants

.....
Carl Gilmore— Partner

Dated this day of 2015

**GLADESVILLE BOWLING & SPORTS CLUB LIMITED
INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF GLADESVILLE
BOWLING & SPORTS CLUB LIMITED**

We have audited the accompanying financial report of Gladesville Bowling and Sports Club Limited, which comprises of the statement of financial position as at 30 June 2015, and the statement of income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant policies and other explanatory notes and the directors declaration.

Directors Responsibility for the Financial Report

The directors of the Gladesville Bowling & Sports Club Limited are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls 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. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensure that the financial report, comprising the financial statements and note, complies with IFRS.

Auditor's Responsibility

Our responsibility is to express an audit opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Accounting 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 as to whether the financial report is free of 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 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. Auditor Independence Declaration may be found on page 18 of the financial report.

The audit opinion expressed in this report has been formed on the above basis.

**GLADESVILLE BOWLING & SPORTS CLUB LIMITED
COMPILATION REPORT**

We have compiled the accompanying general purpose financial statements of Gladsville Bowling & Sports Club Limited, which comprise the statement of financial position as at 30 June 2015, the statement of comprehensive income for the year ended, statement of changes in equity and statement of cash flows for the year ended, a summary of significant accounting policies and other explanatory notes. These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements.

The specific purpose for which the general purpose financial report has been prepared is to provide private information to the directors of Gladsville Bowling & Sports Club Limited. The extent to which Accounting Standards and other mandatory professional reporting requirements have or have not been adopted in the preparation of the general purpose financial report is set out in Note 1.

The responsibility of the directors of Gladsville Bowling & Sports Club Limited

The directors of Gladsville Bowling & Sports Club Limited are solely responsible for the information contained in the general purpose financial report and have determined that significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose the financial statements were prepared.

Our Responsibility

On the basis of the information provided by the directors of Gladsville Bowling & Sports Club Limited, we have compiled the accompanying general purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the Gladsville Bowling & Sports Club Limited, may suffer arising from any negligence on our part. No person should rely on the general purpose financial report without having an audit or review conducted.

The general purpose financial statements were compiled exclusively for the benefit of the Gladsville Bowling & Sports Club Limited and its members and the purpose identified above. We do not accept responsibility to any other person for the contents of the general purpose financial statements.

BROOKS, DEANE & POWNE

Chartered Accountants

.....
Carl Gilmore – Partner

Dated this _____ day of _____ 2015

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
INCOME STATEMENT FOR BAR - YEAR ENDED 30 JUNE 2015

DEPARTMENTAL TRADING, INCOME STATEMENT

<u>BAR SALES</u>	2015	2014
Bar Sales	<u>937,347</u>	<u>872,426</u>
Less: Cost Of Goods Sold		
Opening Stock	40,556	43,390
Bar Purchases	<u>415,336</u>	<u>409,317</u>
	455,892	452,707
Closing Stock	<u>39,888</u>	<u>40,556</u>
	<u>416,004</u>	<u>412,151</u>
Less: Direct Costs		
Bar Supplies	4,209	5,648
Bar Wages	<u>366,526</u>	<u>348,198</u>
	<u>370,735</u>	<u>353,846</u>
GROSS PROFIT/ (LOSS) FROM TRADING	<u>\$ 150,608</u>	<u>\$ 106,429</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
INCOME STATEMENT FOR CLUB KENO - YEAR ENDED 30 JUNE 2015

DEPARTMENTAL TRADING, INCOME STATEMENT

<u>CLUB KENO</u>	2015	2014
Keno Receipts	<u>28,143</u>	<u>21,221</u>
Less: Direct Costs		
Keno – Depreciation	-	916
Keno – Maintenance	5,239	5,240
Keno – Promotions	660	880
Keno – Stationary	<u>550</u>	<u>346</u>
	<u>6,449</u>	<u>7,382</u>
GROSS PROFIT/ (LOSS) FROM TRADING	<u>\$ 21,694</u>	<u>\$ 13,839</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
INCOME STATEMENT FOR POKER MACHINES - YEAR ENDED 30 JUNE 2015

DEPARTMENTAL TRADING, INCOME STATEMENT

<u>POKER MACHINES</u>	2015	2014
Poker Machines Receipts	<u>661,840</u>	<u>819,879</u>
Less: Direct Costs		
Analysis Costs	36,298	35,274
Depreciation – Poker Machines	101,854	129,568
Licence Fees & Supplementary Tax	2,933	4,977
Poker Machine Points	17,944	18,462
Poker Machine Repairs & Maintenance	<u>27,362</u>	<u>26,334</u>
	<u>186,391</u>	<u>214,615</u>
GROSS PROFIT/ (LOSS) FROM TRADING	<u>\$ 475,449</u>	<u>\$ 605,264</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
INCOME STATEMENT FOR RENTAL OPERATIONS - YEAR ENDED 30 JUNE 2015

DEPARTMENTAL TRADING, INCOME STATEMENT

<u>RENTAL OPERATIONS</u>	2015	2014
Rental Income	<u>86,212</u>	<u>65,314</u>
Less: Direct Costs		
Council Rates	3,266	2,716
Land Tax	18,296	17,340
Management Fees	5,283	6,070
Repairs & Maintenance	2,496	2,481
Water Rates	<u>1,650</u>	<u>1,190</u>
	<u>30,991</u>	<u>29,797</u>
GROSS PROFIT/ (LOSS) FROM TRADING	<u>\$ 55,221</u>	<u>\$ 35,517</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
INCOME STATEMENT FOR TAB - YEAR ENDED 30 JUNE 2015

DEPARTMENTAL TRADING, INCOME STATEMENT

TAB	2015	2014
TAB Commissions Received	<u>25,966</u>	<u>26,119</u>
Less: Direct Costs		
TAB – Equipment Hire	11,440	11,440
TAB – Flexi Cast	5,872	4,495
TAB – Promotion	511	693
TAB – Service Charges	1,540	1,575
TAB – Stationary	<u>184</u>	<u>458</u>
	<u>19,547</u>	<u>18,661</u>
GROSS PROFIT/ (LOSS) FROM TRADING	\$ <u>6,419</u>	\$ <u>7,458</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
DETAILED INCOME STATEMENT - YEAR ENDED 30 JUNE 2015

<u>INCOME</u>	2015	2014
DEPARTMENTAL TRADING PROFIT		
Gross Profit/ (Loss) from Bar Trading	150,608	106,429
Gross Profit/ (Loss) from Club Keno	21,694	13,839
Gross Profit/ (Loss) from Poker Machines	475,449	605,264
Gross Profit/ (Loss) from Rental Operations	55,221	35,517
Gross Profit/ (Loss) from TAB	6,419	7,458
OTHER INCOME		
Dividends Received	87	85
Green Fees	44,854	40,585
Interest Received	56,408	72,815
Rent from Catering	57,504	29,186
Sponsorship Received	3,818	7,273
Subscriptions Received	22,700	25,217
Sundry Revenue	<u>55,054</u>	<u>42,539</u>
Total Income	<u>\$ 949,816</u>	<u>\$ 986,207</u>

GLADESVILLE BOWLING & SPORTS CLUB LIMITED
DETAILED INCOME STATEMENT - YEAR ENDED 30 JUNE 2015

EXPENSES	2015	2014
Advertising	37,094	40,639
Affiliation Fees	13,561	7,543
Auditor Remuneration	14,000	14,000
Bank Charges	5,304	3,691
Bowlers Expenses	69,232	31,573
Bookkeeping Costs	36,730	36,700
Cleaning	40,167	33,617
Clubhouse Sundries	26,751	34,870
Club Vehicle Expenses	5,872	4,649
Consultancy	585	1,316
Computer Expenses	5,278	5,070
Depreciation	96,680	107,373
Donations	-	8,000
Electricity	79,571	95,680
Foxtel	21,631	26,507
Gas	11,212	8,771
Greens Expense - Maintenance	9,793	16,026
Holiday Pay	(16,396)	(10,717)
Honorarium - Directors	38,457	40,583
Insurance	51,163	49,593
Interest Paid	2,225	4,928
Legal & Investigation Costs	9,007	11,695
Long Service Leave	(27,270)	2,076
Printing, Postage & Stationary	8,592	7,177
Payroll Tax	291	(262)
Promotions	64,728	91,039
Rates & Taxes	25,863	27,947
Rental of Plant & Equipment	6,316	7,670
Repairs & Maintenance	50,579	49,590
Salaries - Administration	141,838	112,318
Salaries - Greens	55,835	102,395
Security	15,234	16,243
Sky Channel	20,631	20,651
Social Activities	9,347	12,696
Sick Leave	(6,786)	(12,384)
Staff Amenities & Training	7,260	9,721
Stocktaking	2,540	2,620
Subsidies & Grants Sponsored Club	8,354	10,943
Superannuation Contributions	50,591	51,555
Telephone	10,830	10,448
Travelling Expenses	-	145
Uniforms	3,378	2,838
Web Development	6,012	3,121
Total Expenses	<u>1,012,083</u>	<u>1,100,654</u>
OPERATING PROFIT/ (LOSS) BEFORE INCOME TAX	<u>\$ (62,264)</u>	<u>\$ (114,447)</u>