

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**30 JUNE 2014**

## PRESIDENT'S REPORT

It is my pleasure to present my Report as President of the Kiama Bowling and Recreation Club for the 2013/14 financial year and to advise the Club of the Board's endeavours and successes over that period.

This last year has been a year of consolidation, to put the Club in a position to grow into the future. Many initiatives to reduce outgoings, were developed whilst keeping a close eye to any negative impact on income. In just about all areas of our budget, except wages, we have been able to contain expenses to the level of the previous year, or below. However through good governance and management we have got through the year without incurring debt, and retaining a very healthy balance sheet. In this same way we have managed to improve Club facilities whilst not incurring debt. In particular I must thank Ben Cuthbert (Secretary Manager) and Jacky Kirk (Treasurer) for their great efforts in this regard. Whilst we have been successful in our endeavours, the benefit of many of these initiatives will not be fully realised until the next financial year.

The Board, as well as management and staff, have been required to deal with a number of difficult situations throughout the year, which have all had a negative impact on our trading. These include an armed robbery, vehicle damage to the greens and being without a caterer for a substantial period. I can say with confidence that without these interferences we were on track to achieve a trading profit this financial year.

It is true to say that the Board of Directors believe we have significantly consolidated our position and are now in a position to move into the future with confidence. This confidence has increased since we contracted our new Catering Team.

I might add to this that we are one of the few Bowling Clubs of comparable size that are in a position to anticipate growth. This must be attributed to the hard work of the Board. It is a Board that brings many individual skills to the Boardroom but are able to work together to provide the governance that is required of a Club in difficult times.

Since the Memorandum of Association of the Kiama Bowling and Recreation Club Limited together with the Articles of Association, (both making up our Constitution) were prepared and signed on the 28 July 1972, there has been significant changes in Corporations Law, both Commonwealth and State. There has also been a number of recommendations made by the Australian Securities and Investment Commission regarding corporate governance and Clubs NSW have made several recommendations to the Club Industry regarding the constitutions of licenced clubs. Many of these recommendations focus on the structure and election of the Board of Directors. I raise this matter here because it is an area where all members should be kept informed and prepared to assist in making the correct decisions for our Club. It is an issue that needs to be pursued in the coming year.

Many thanks goes to our Greenkeeper Danny Keenan and his apprentice Stewart for the great job they do on our greens and to all the helpers that come to working bees whenever required. We now have greens to rival the best, which in turn means the Bowls Members of the Club will benefit greatly. A good example of this was the performance of our Div. 2 Mens Pennant Team for their great success in making it to the finals. Also congratulations to our Lady Bowlers for their continued success in District and Zone events. Thanks to our Lady President Greta O'Donnell for her great contribution to the ladies and to our Club in general.

I would like to thank our many affiliated clubs under the umbrella of the Kiama Bowling and Recreation Club that contribute to our success, including The Travelling Bowlers, The Mens Social Bowlers, The Kiama Amateur Fishing Club, The Bowlovers Softball Club and the many other service and social clubs that are making our facilities their meeting place. We appreciate all your support.

Many thanks to our Bowls Secretary George Clowes for his hard work over the past year.

I would like to again thank Ben and his staff for their service and hospitality throughout the year and their assistance and co-operation in difficult times.

My condolences to the families and friends of members who have passed away during the year and to members who have lost loved ones.

Lastly I wish to thank all members once more for giving me the honour of being your President. The Board and I have worked hard to secure the future of our Club but require to have your continued support to realise this goal.

Many thanks

Ray Walker  
PRESIDENT

## TREASURERS REPORT

It is with pleasure that I present the Kiama Bowling and Recreation Report for the financial year 2013/14.

As you can see from the audited financials included in this report, our overall income was in the negative. Our profit and loss statement shows a Net Loss of -\$104,178, which includes a paper depreciation figure of \$85,553, a huge difference to the Net Loss of -\$211,152 last year. If you consider this figure and take into account the fall off of poker machine revenue of a further \$50,000 and other unforeseen problems that befell the club, we have done well to achieve this figure. I refer to of course the armed robbery and being without a caterer, in more ways than one, for a substantial period, all of which have had a negative effect on our trading. I can say without fear of contradiction that we would have made a cash flow surplus, as had been budgeted for without these negative impacts. Stringent budgeting has got us to this point, however, the true impact of many of the initiatives taken will not be felt until the next financial year. I must congratulate Ben for the great work he has done along with the staff who assisted him in his endeavours.

As mentioned above, Poker Machines fell by \$50,000 on last year, which is a Club Industry wide trend, this was despite improving our machine stocks in that time. Bar trading has continued to grow, and we are seeing further improvements to this with the excellent food service we now have.

It has been a year of consolidation and we go into the new financial year in a position to anticipate growth. When compared to other bowling clubs our size it had been said we are doing well. Our Operating Profit for the last three months is in the positive of \$49,889, and our Net Profit for the same period is positive \$34,364, therefore our expectations for this financial year is one of surplus.

The Management and Directors have continued the implementation of a Business Plan along with the stringent budget, and believe that we can continue to provide and improve our great recreation and social facility.

It has been a great privilege to be of service to the members of our great club and I would like to take this opportunity to thank the Secretary Manager Ben, President Ray, Vice President Peter, and the Directors, for their co-operation throughout the past year. I would also like to thank Andrew Broadwood , for a Job well done whilst Ben was on Holidays.

Jackie Kirk

Treasurer

# SECRETARY MANAGER'S REPORT 2014

It is with great pleasure and pride that I present to you my third report as Secretary Manager of your Club, the Kiama Bowling and Recreation Club. It has been a difficult year in many ways as reflected by the financial performance this year. Although the bottom line looks somewhat bleak, this result was part of a 3 year plan to return our Club to profit, and we have improved dramatically on last year's results, and this was again because a lot of hard decisions were made pertaining to the long term longevity of the Club. As shown by so many other small Bowling Clubs in our district of late, it is imperative to continue to invest in your property to grow income long term, and hence that is the direction we have chosen to take. Looking toward the future, the last 3 months especially, have seen us trade in a positive, despite ongoing investment. This gives me great confidence as does the fact that our income did not subside dramatically despite having our catering facility effectively closed for 10 weeks, and an armed hold up, which would normally detract heavily on trade. In fact our bar figures actually grew by nearly \$70,000 despite these facts. Gaming figures are an ongoing concern, as keeping up with the competition will always be a tough sell for our little Club, but I will continue to do all I can on a limited budget to stop the current fall in numbers. As suggested through other Reports, this is an industry wide trend in Clubs with under 50 machines. On a bright note though, we have seen a significant improvement over the last 3 months coinciding with the arrival of our new Caterer's. I would like to take this opportunity to wish the team at the Seaview Restaurant a warm welcome and every ongoing success, after such a successful start here at the Club

In addition, I would like to thank both the progressive Board for which I work and you the membership, for your ongoing support and for putting the faith in me to make these tough decisions and to guide this Club into a future of prosperity. Kiama Bowling Club is like family now and I want to reassure all members that I will continue to do all in my power to see the Club succeed both on and off the green.

This year was a year of consolidation, and the next 12 months will see the Club continue to wind in its expenditure to consolidate our position even further. With the exception of the continued upgrade of our greens and the ongoing need to continually review our gaming stocks to achieve better performance in this area, there are no major works planned for 2014/15, although several small projects hope to have a big impact.

The Board and I moved on many key areas over the last 12 months, mostly in tidying up the back of house administration and compliance side of our business, an area that had previously been overlooked somewhat. This will continue into the future through training and the ongoing development of policy and procedure. The most significant decision of the last 12 months has been the successful negotiation of the Clubs catering contract. As already mentioned, the team at the Seaview Restaurant have had an almost instant effect on trade and I myself and the Board look forward to working closely with them well into the future for the prosperity of both organisations. Some continued small tweaking to décor, lighting and music will soon see our dining area as one of the best in Kiama, and sets the Club up for the future growth required for ongoing success.

As with every year, the commitment and time dedicated by our President Ray Walker to the ongoing maintenance of this property is assistance that I could not live without, so Ray I thank you. To the

remainder of the Board, thank you for your continued encouragement and assistance in what is often a thankless position

To all the other numerous volunteers who help out of their own good will in many different areas throughout the year I thank you also. Without such volunteers, small Clubs such as ours simply would not survive. From rarely paying for any plumbing (Willsy) to all whom volunteer whenever Greens work needs to be done, thank you all. I am particularly proud of our fundraising efforts, which raised large funds for several worthy causes again throughout the year. To this end I have to mention the efforts of the Boyd family, whom are always right in the thick of things.

I need to also mention how lucky we are to have the services of Danny Keenan and his team of Stuart and Chris. The ongoing improvements to the Clubs playing surfaces not to mention the surrounds and boundaries are there for all bowlers to see and I am sure you will join me in thanking the boys on an outstanding year. Whilst talking bowls I want to mention the timeless efforts made by Bowls Secretary George Clowes in ensuring that all assets of Bowls in this Club are run as smoothly and seamlessly as possible.

Last but not least, it is the people who make or break any business, and so to my hard working and diligent staff I thank you for another year of putting this Club at the forefront of the Kiama community. Due to circumstances beyond our control, it has been a very difficult year at times and I want to personally thank you all for your commitment and loyalty to both me and the Club, through what was an event that this Club and even this town has not experienced before.

Once again, thank you all, Board, members and staff for your ongoing support in making your Club, the thriving, friendly, community Club of which you can all be proud. I look forward to many years of resounding success, starting in 2015 and beyond.

Ben Cuthbert

## Women's President's Report

Firstly, many thanks to Secretary Jean Clowes and all my committee and members who volunteer their time to organise and run our club. All that work day to day and all that goes on behind the scenes, especially for our Jarrett Cup in February and Spring Carnival in September is very much appreciated.

Thank you to sponsors Kiama Pharmacy and Belle Property for their support.

Our numbers are down a little. At the moment we have 61 members. Some of our more mature members decided not to renew this year, but have kept up social membership and know they are still welcome to call in for lunch and a chat with the ladies.

Ruth Boxwell has agreed to be our Patron.

We fielded two pennant sides this year; although we didn't win a flag both teams played well and were a credit to our club. Next year!

Our Club Championships have now been completed and the winning teams are listed below. The Club Champion is Jackie Kirk. Bronwyn Campbell reached the finals of the District Singles. Well done Jackie and Bronwyn.

Major Singles: Jacqueline Kirk, Runner-up Melanie Walker

Pairs: Vera Collins, Janet McIntyre

Triples: Roslyn Jones, Linda Martin, Bronwyn Campbell

Fours: Shirley Read, Gwen Roy, Helen Joske, Gloria Hodgson

Minor Singles:

I'd like to extend our thanks to Green Keepers Danny Keenan and Stuart Powell. The greens have been excellent to play on and perhaps that is why we've been the favoured club for quite a few Illawarra District rounds and finals during the year.

Thank you to Secretary-Manager Ben Cuthbert and President Ray Walker and his team for their support over the last year and good luck to the incoming board of directors.

Lastly, I wish all our Club members the best of health, much happiness and enjoyable bowling.

Greta O'Donnell

President KWBC

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**CONTENTS**

Directors' Report	1
Auditor's Report	4
Auditor's Independence Declaration	6
Statement of Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11
Directors' Declaration	27
Disclaimer on Additional Financial Information	28
Supplementary Information	30

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**DIRECTORS' REPORT**

Your Directors present their report on the Company for the financial year ended 30 June 2014.

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

Raymond Walker  
Peter Quilty  
Jacqueline Kirk  
George Clowes  
Douglas Downton  
Audrey Evans  
Ted McGinness  
Peter Wallace  
Michael Yalden  
Anthony Van Zanen - Appointed 8/04/2014  
Steven Bamford - Resigned 11/03/2014

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

**Principal Activities**

The principal activities of the Company during the financial year were:

To promote the game of bowls and provide facilities for the playing of the game of bowls and to provide members with facilities normally offered by licensed clubs.

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

**Objectives**

The short and long term objectives of the Company are to continue to provide facilities and strengthen the Club's financial position. The strategy for achieving these objectives is to conservatively manage and monitor the Club's financial position to enable services and facilities for members.

**Performance Measurement**

The Company uses industry accepted financial and non-financial Key Performance Indicators to monitor performance.

**Income Tax**

The Company is exempt from income tax.



**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**DIRECTORS' REPORT**

**Membership**

The number of members registered in the Register of Members at the 30 June 2014 were as follows :

Members	1,099
Total Members	<u>1,099</u>

The Company is incorporated under the Corporations Act 2001 and is a Company Limited by Guarantee. If the Club is wound up, the constitution states that each member is liable to contribute a maximum of \$2 each towards meeting any outstanding obligations of the Company. At 30 June 2014 the collective liability of members was \$2198, (30 June 2013 \$3162).

**Directors**

*Qualifications, Experience and Special Duties of Directors*

<b>Raymond Walker</b> Carpenter. Director 9 years and President 2 years.	President
<b>Peter Quilty</b> Retired. Director 5 years. Vice President for 2 Years.	Vice-President
<b>Jacqueline Kirk</b> Retired. Director 5 years. Treasurer for 5 years.	Treasurer
<b>George Clowes</b> Retired. Director 3 years. Bowls Secretary 4 years.	Director
<b>Douglas Downton</b> Retired. Director 4 years. Greens Director 1 year.	Director
<b>Audrey Evans</b> Retired. Director 11 years.	Director
<b>Ted McGinness</b> Concreter. Director 4 years. Entertainment Director 1 year.	Director
<b>Peter Wallace</b> Retired. Director 1 year. Bowls Selector, Zone Delegate.	Director
<b>Michael Yalden</b> Director 2 years.	Director
<b>Anthony Van Zanen</b> Business Owner. Director 6 months.	Director
<b>Steven Bamford</b> Accountant. Director 6 months.	Director Resigned 11/03/2014

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**DIRECTORS' REPORT**

**Summary of Meeting Attendances :**

12 ordinary meetings were held during the year.

	<i>Number of Meetings Eligible To Attend</i>	<i>Number of Meetings Attended</i>
Raymond Walker	12	11
Peter Quilty	12	11
Jacqueline Kirk	12	12
George Clowes	12	11
Douglas Downton	12	10
Audrey Evans	12	11
Ted McGinness	12	10
Peter Wallace	12	10
Michael Yalden	12	9
Anthony Van Zanen	5	5
Steven Bamford	6	4

**Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2014 as required under Section 307c of the Corporations Act 2001 is set out on page 6.

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

Director: \_\_\_\_\_  
Raymond Walker

Director: \_\_\_\_\_  
Jacqueline Kirk

Dated this 12th day of August 2014

**INDEPENDENT AUDIT REPORT  
TO THE MEMBERS OF  
KIAMA BOWLING & RECREATION CLUB LIMITED  
A.B.N. 12 001 037 396**

**Scope**

We have audited the accompanying financial statements of Kiama Bowling & Recreation Club Limited being the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows, Summary of Significant Accounting Policies, Notes to the Financial Statements and the Directors Declaration for the financial year ended 30 June 2014.

**The Responsibility of the Directors for the Financial Statements**

The Directors of the Company are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are 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 statements 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 statements are free from material misstatement.

An audit involves procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial statements, 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 statements 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 statements.

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. We confirm that the independence declaration required by the Corporations Act 2001, was provided to the Directors of the Company on the same date as at the date of this Independent Audit Report.

**INDEPENDENT AUDIT REPORT  
TO THE MEMBERS OF  
KIAMA BOWLING & RECREATION CLUB LIMITED  
A.B.N. 12 001 037 396**

**Matters relating to the electronic presentation of the audited financial report**

The auditor's report relates to the financial report of Kiama Bowling & Recreation Club Limited for the financial year ended 30 June 2014 included on the Company's website. The Directors are responsible for the integrity of the Company's website. We have not been engaged to report on the integrity of the Company's website. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this website.

**Audit Opinion**

In our opinion, the financial statements of Kiama Bowling & Recreation Club Limited are in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the Company's financial position as at the year ended 30 June 2014 and of their performance and cash flows for the year ended on that date; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements (including Australian Accounting Interpretations).

**Booth Partners**

Certified Practising Accountants

---

Tony Federici

52 Osborne Street, Nowra NSW 2541

Dated this 12th day of August 2014

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
KIAMA BOWLING & RECREATION CLUB LIMITED  
A.B.N. 12 001 037 396**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2014, 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.

**Booth Partners**

Certified Practising Accountants

---

Tony Federici

52 Osborne Street, Nowra NSW 2541

Dated this 12th day of August 2014

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Note	2014 \$	2013 \$
Revenue	3	1,463,958	1,431,992
Cost of Sales		<u>(413,085)</u>	<u>(395,581)</u>
Gross Profit		<u>1,050,873</u>	<u>1,036,411</u>
Other Income	3	-	-
Bar Operating Expenses		(253,941)	(232,341)
Poker Machine Operating Expenses		(67,009)	(80,260)
Borrowing Costs		(28)	(830)
Depreciation & Amortisation Expense		(71,272)	(74,728)
Club Room Expenses		(225,363)	(270,462)
Greens Expenses		(155,594)	(142,267)
Other Expenses from ordinary activities		(381,845)	(446,675)
<b>Loss before income tax</b>	4	<u>(104,179)</u>	<u>(211,152)</u>
Income tax expense		-	-
<b>Profit (loss) attributable to members of the Company</b>	17	<u><u>(104,179)</u></u>	<u><u>(211,152)</u></u>
<b>Other Comprehensive Income</b>			
Other Comprehensive Income		-	-
<b>Total Comprehensive Income for the Year</b>		<u><u>(104,179)</u></u>	<u><u>(211,152)</u></u>

The accompanying notes form part of these financial statements.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2014**

	Note	2014 \$	2013 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	8	59,287	86,052
Trade and other receivables	9	3,524	8,067
Inventories	10	29,220	35,832
Other current assets	11	2,993	3,085
<b>TOTAL CURRENT ASSETS</b>		<u>95,024</u>	<u>133,036</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	12	2,347,172	2,385,824
<b>TOTAL NON-CURRENT ASSETS</b>		<u>2,347,172</u>	<u>2,385,824</u>
<b>TOTAL ASSETS</b>		<u>2,442,196</u>	<u>2,518,860</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	13	95,066	86,195
Borrowings	14	14,971	-
Short term provisions	15	29,905	54,144
Other current liabilities	16	25,912	16,548
<b>TOTAL CURRENT LIABILITIES</b>		<u>165,854</u>	<u>156,887</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	14	15,181	-
Long term provisions	15	9,512	6,144
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>24,693</u>	<u>6,144</u>
<b>TOTAL LIABILITIES</b>		<u>190,547</u>	<u>163,031</u>
<b>NET ASSETS</b>		<u>2,251,649</u>	<u>2,355,829</u>
<b>EQUITY</b>			
Reserves	5	1,270,146	1,270,146
Retained earnings	17	981,503	1,085,683
<b>TOTAL EQUITY</b>		<u>2,251,649</u>	<u>2,355,829</u>

The accompanying notes form part of these financial statements.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Retained Profits \$	Reserves \$	Total \$
Balance at 01 July, 2012	1,296,835	1,270,146	2,566,981
Total Comprehensive Income for the Year	(211,152)		(211,152)
Balance at 30 June, 2013	<u>1,085,683</u>	<u>1,270,146</u>	<u>2,355,829</u>
Balance at 01 July, 2013	1,085,683	1,270,146	2,355,829
Total Comprehensive Income for the Year	(104,179)		(104,179)
Balance at 30 June, 2014	<u>981,504</u>	<u>1,270,146</u>	<u>2,251,650</u>

The accompanying notes form part of these financial statements.



**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	2014 \$	2013 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	1,474,668	1,432,552
Payments to suppliers and employees	(1,485,442)	(1,542,292)
Interest received	758	3,969
<b>Net cash provided by (used in) operating activities</b>	<u>(10,016)</u>	<u>(105,771)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for property, plant and equipment	(8,564)	(78,992)
<b>Net cash provided by (used in) investing activities</b>	<u>(8,564)</u>	<u>(78,992)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	(8,185)	-
<b>Net cash provided by (used in) financing activities</b>	<u>(8,185)</u>	<u>-</u>
Net increase (decrease) in cash held	(26,765)	(184,763)
Cash at beginning of financial year	86,052	270,815
Cash at end of year	<u>59,287</u>	<u>86,052</u>

8

The accompanying notes form part of these financial statements.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

**1 Corporate Information**

The Financial Statements of Kiama Bowling & Recreation Club Limited, (the Company) for the year ended 30 June 2014 were authorised for issue in accordance with a resolution of the Board of Directors on 12th of August 2014.

**2 Statement of Significant Accounting Policies**

**Basis of Preparation**

Kiama Bowling & Recreation Club Limited, (the Company) has elected to early adopt the Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

Accordingly, the Company has also early adopted AASB 2011-2: Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Project - Reduced Disclosure Requirements and AASB 2012-7: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements in respect of AASB 2011-9: Amendments to Australian Accounting Standards - Presentation of Items of Other Comprehensive Income.

The financial statements are general purpose financial statements that have been prepared in accordance with the requirements of the Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board and the Corporations Act 2001. The Company is a not-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 the financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below. They have been consistently applied unless otherwise stated.

The financial statements, except for cash flow information, have been prepared on an accrual 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.

**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 three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the Statement of Financial Position.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

**Property, Plant and Equipment**

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

**Property**

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the Company to have independent valuations with sufficient regularity, so that the carrying amount does not differ materially from the fair value at balance sheet date.

**Plant and Equipment**

Plant and equipment is 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 that will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining the recoverable amount.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Comprehensive Income during the financial period in which they are incurred.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the Statement of Comprehensive Income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

**Intangibles**

Poker machine entitlements purchased are valued at purchase price, and are not considered to be depreciable assets. The carrying amount of the assets are reviewed annually by the Directors to ensure that they are not in excess of the recoverable amount from those assets.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

**Financial Instruments**

*Initial recognition and Measurement*

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sell the asset (i.e. trade date accounting adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

*Classification and Subsequent Measurement*

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, prices quoted in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- (i) the amount at which the financial asset or financial liability is measured at initial recognition;
- (ii) less principal repayments;
- (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method; and
- (iv) less any reduction for impairment

The effective interest rate method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of income or an expense in profit or loss.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

*(i) Financial assets at fair value through profit or loss*

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

*(ii) Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

*(iii) Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Company's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

*(iv) Available-for-sale financial assets*

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

*(v) Financial Liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

**Impairment**

At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the Statement of Comprehensive Income.

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in the profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the Company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the Company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

**Derecognition**

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**Impairment of Assets**

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Income Statement.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

### **Trade and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

### **Provisions**

#### **Short term employee benefits**

Provision is made for the Company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employee rendered the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Company's obligations for short-term employee benefits, such as provision for annual leave, are recognised as a part of current trade and other payables in the Statement of Financial Position.

#### **Other long-term employee benefits**

The Company classifies employee's long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the Company's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The Company's obligations for long-term employee benefits are presented as non-current liabilities in the Statement of Financial Position, except where the Company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

**Provisions**

Provisions are recognised when the Company 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. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**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 Tax 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 on a gross basis, except for the GST component of investing and financing activities which are disclosed as operating cash flows.

**Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and cessation of all involvement in those goods.

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

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

Donations and bequests are recognised as revenue when received.



**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

---

**Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the Income Statement in the period in which they are incurred.

**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 judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

*Key estimates - Impairment*

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>3 Revenue</b>		
<b>Operating activities</b>		
Bar Sales	923,986	854,764
Poker Machine Income	320,193	368,947
Comp and Game Fees	29,959	30,298
Commission Income	14,919	13,663
Bistro Rent	5,364	3,591
Members Subscriptions	15,747	18,163
Insurance Recoveries	25,325	-
Sundry Income	21,028	21,607
Raffle Income	56,019	56,276
Donations and Sponsorship	1,760	4,021
TAB and Keno Commissions	48,900	56,693
Interest Received	758	3,969
	<b>1,463,958</b>	<b>1,431,992</b>
<b>4 Loss before Income Tax</b>		
Loss before income tax expense has been determined after charging the following expenses:		
Cost of sales	460,587	455,943
<b>Depreciation of non-current assets</b>		
Depreciation expense	85,555	86,621
<b>Auditors' Remuneration</b>		
Audit Services	5,545	5,250
Accounting Services	5,455	5,250
<b>Total Auditors' Remuneration</b>	<b>11,000</b>	<b>10,500</b>
No other benefits were received.		
<b>5 Reserves</b>		
Asset Revaluation Reserve	<b>1,270,146</b>	<b>1,270,146</b>

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	2014	2013
	\$	\$
<b>6 Key Management Personnel Compensation</b>		
<b>Directors' Remuneration</b>		
Honoraria and Expenses paid or payable to directors of the Company by the Company and any related parties	<u>10,486</u>	<u>9,638</u>
<b>Key Management Personnel Remuneration</b>		
Total Remuneration	<u>87,573</u>	<u>88,408</u>
	<u>87,573</u>	<u>88,408</u>
<b>7 Related Party Transactions</b>		
Transactions between related parties are on normal commercial terms and conditions. These terms and conditions are no more favourable than those available to other parties unless otherwise stated.		
Transactions with related parties:		
Ted McGinness plays in a band called SilverHair which performs at the Club from time to time.	<u>764</u>	<u>682</u>
<b>8 Cash and Cash Equivalents</b>		
<b>Current</b>		
Cash on Hand	33,063	41,494
Cash at Bank	<u>26,224</u>	<u>44,558</u>
	<u>59,287</u>	<u>86,052</u>
<b>Reconciliation of cash</b>		
Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Comprehensive Income as follows:		
Cash and cash equivalents	<u>59,287</u>	<u>86,052</u>
	<u>59,287</u>	<u>86,052</u>

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	2014	2013
	\$	\$
<b>9 Trade and Other Receivables</b>		
<b>Current</b>		
Sundry Debtors	<u>3,524</u>	<u>8,067</u>
<b>10 Inventories</b>		
<b>Current</b>		
Stores on Hand	12,567	15,617
Stock on Hand	<u>16,653</u>	<u>20,215</u>
	<u>29,220</u>	<u>35,832</u>
<b>11 Other Current Assets</b>		
<b>Current</b>		
Prepayments	<u>2,993</u>	<u>3,085</u>
<b>12 Property, Plant and Equipment</b>		
<b>Land and Buildings</b>		
Land, at Valuation	1,070,000	1,070,000
Buildings, at Valuation	1,050,000	1,050,000
Less: Accumulated Depreciation	<u>(26,250)</u>	<u>-</u>
	<u>2,093,750</u>	<u>2,120,000</u>
<b>Total Land and Buildings</b>	<u>2,093,750</u>	<u>2,120,000</u>
<b>Plant and Equipment</b>		
Plant, Furniture and Equipment	1,114,357	1,067,456
Less: Accumulated Depreciation	<u>(860,935)</u>	<u>(801,632)</u>
	<u>253,422</u>	<u>265,824</u>
<b>Total Plant and Equipment</b>	<u>253,422</u>	<u>265,824</u>
<b>Total Property, Plant and Equipment</b>	<u>2,347,172</u>	<u>2,385,824</u>

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	2014	2013	
	\$	\$	
<b>Movements in Carrying Amounts</b>			
Movements in carrying amount for each class of property, plant and equipment between the beginning and the end of the current financial year			
	Freehold Land	Buildings and Greens, at Valuation	Plant, Furniture and Equipment
	\$	\$	\$
Balance at 1 July 2012	683,000	806,043	260,937
Additions	-	23,065	55,927
Revaluation increments/(decrements)	387,000	256,472	-
Depreciation expense	-	(35,580)	(51,040)
Balance at 30 June, 2013	<u>1,070,000</u>	<u>1,050,000</u>	<u>265,824</u>
Balance at 1 July 2013	1,070,000	1,050,000	265,824
Additions	-	-	46,901
Depreciation expense	-	(26,250)	(59,303)
Carrying amount at 30 June 2014	<u>1,070,000</u>	<u>1,023,750</u>	<u>253,422</u>
			Total
			\$
			1,749,980
			78,992
			643,472
			(86,620)
			2,385,824
			2,385,824
			46,901
			(85,553)
			2,347,172

All of the land owned by the club is located at 100 Shoalhaven Street, Kiama NSW 2533 and is considered 'Core Property' (as defined in the Registered Club Act 1976).

**Asset Revaluations**

As at 30 June 2013, an Independent Valuation was conducted by Andrew Nock Pty Limited on the Land, Buildings and Greens. This valuation resulted in a credit to the Asset Revaluation Reserve of \$643472.

**13 Trade and Other Payables**

**Current**

Trade Creditors	79,784	72,981
GST Liability	<u>15,282</u>	<u>13,214</u>
	<u>95,066</u>	<u>86,195</u>

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	2014 \$	2013 \$
<b>Financial liabilities at amortised cost classified as trade and other payables</b>		
Trade and other payables:		
- Total current	95,066	86,195
- Total non-current	-	-
	95,066	86,195
Less:		
Non Financial Liabilities	-	-
Financial liabilities as trade and other payables	95,066	86,195
<b>14 Financial Liabilities</b>		
<b>Current</b>		
Lease Liability - Ainsworth	8,395	-
Lease Liability - Aristocrat	6,576	-
	14,971	-
<b>Non-Current</b>		
Lease Liability - Ainsworth	11,893	-
Lease Liability - Aristocrat	3,288	-
	15,181	-
<p>In the 2014 financial year two parcels of gaming machines were financed. The first, costing \$13152 is payable to Aristocrat over 2 years, the second parcel is payable to Ainsworth totalling \$25185 over three years.</p>		
<b>15 Provisions</b>		
<b>Current</b>		
Provision for Holiday Pay	28,034	49,098
Provision for Long Service Leave	1,871	5,046
	29,905	54,144
<b>Non-Current</b>		
Provision for Long Service Leave	9,512	6,144
<b>Aggregate Employee Benefit Liability</b>	39,417	60,288

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	2014	2013
	\$	\$
<b>16 Other Liabilities</b>		
<b>Current</b>		
Accrued Charges	8,138	3,552
Subscriptions in Advance	17,774	12,996
	<u>25,912</u>	<u>16,548</u>
<b>17 Retained Earnings</b>		
Retained earnings at the beginning of the financial year	1,085,682	1,296,835
Net loss attributable to members of the company	(104,179)	(211,152)
Retained earnings at the end of the financial year	<u>981,503</u>	<u>1,085,683</u>
<b>18 Capital and Leasing Commitments</b>		
<b>Finance Lease Commitments</b>		
Payable:		
Not later than one year	4,971	-
Later than one year but not later than five years	15,180	-
Minimum lease payments	20,151	-
Total lease liability	<u>20,151</u>	<u>-</u>
<b>Operating Lease Commitments</b>		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable:		
Not later than one year	-	9,766
Total operating lease liability	<u>-</u>	<u>9,766</u>

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>19 Cash Flow Information</b>		
<b>Reconciliation of cash flow from operations with profit after income tax</b>		
Profit (loss) after income tax	(104,179)	(211,152)
<b>Non-cash flows in profit :</b>		
Depreciation	85,553	86,620
<b>Changes in assets and liabilities :</b>		
(Increase) Decrease in current inventories	6,612	605
(Increase) Decrease in current receivables	4,542	5,881
(Increase) Decrease in prepayments	92	(772)
Increase (Decrease) in sundry creditors	8,871	(22,280)
Increase (Decrease) in current provisions	(20,871)	36,679
Increase (Decrease) in income in advance	9,364	(1,352)
<b>Cash flows from operations</b>	<u>(10,016)</u>	<u>(105,771)</u>

**Non-cash financing and investing activities**

In the 2014 financial year \$38337 worth of gaming machines were financed by finance. These non-cash transactions are not reflected in the Statement of Cash Flows.



**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>20 Financial Risk Management</b>		
<p>The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable, and leases.</p> <p>The carrying amounts 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:</p>		
<b>Financial Assets</b>		
Cash and cash equivalents	<u>59,287</u>	<u>86,052</u>
Total Financial Assets	<u><u>59,287</u></u>	<u><u>86,052</u></u>
<b>Financial Liabilities</b>		
Financial Liabilities at amortised cost		
- Trade and other payables	95,066	86,195
- Borrowings	<u>30,152</u>	-
Total Financial Liabilities	<u><u>125,218</u></u>	<u><u>86,195</u></u>

**21 Company Limited by Guarantee**

Kiama Bowling & Recreation Club Limited is a Company limited by guarantee with the liability of members limited to the amount of \$2 as set out in the Company's Memorandum and Articles of Association.

**22 Company Details**

The registered office of the company is:

Kiama Bowling & Recreation Club Limited

100 Shoalhaven Street, Kiama NSW 2533

The principal place of business is:

100 Shoalhaven Street, Kiama NSW 2533

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**DIRECTORS' DECLARATION**

The Directors of the Company declare that:

1. The financial statements and notes are in accordance with the Corporations Act 2001:
  - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
  - (b) give a true and fair view of the financial position as at 30 June 2014 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:** \_\_\_\_\_  
Raymond Walker

**Director:** \_\_\_\_\_  
Jacqueline Kirk

Dated this 12th day of August 2014

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**DISCLAIMER ON ADDITIONAL FINANCIAL INFORMATION**

The additional information on the proceeding pages is in accordance with the books and records of Kiama Bowling & Recreation Club Limited which have been subjected to the auditing procedures applied in the statutory audit of the company for the year ended 30 June 2014. It will be appreciated that the statutory audit did not cover all details of the additional financial information. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

In accordance with our firm policy, we advise that neither the firm nor any member or employee of the firm undertakes responsibility arising in any way whatsoever to any person (other than the company) in respect of such information, including any errors or omissions therein, arising through negligence or otherwise however caused.

**Booth Partners**

Certified Practising Accountants

---

Tony Federici

52 Osborne Street, Nowra NSW 2541

Dated this 12th day of August 2014

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**SUPPLEMENTARY INFORMATION**  
**DEPARTMENTAL PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Note	2014 \$	2013 \$
<b>BAR TRADING ACCOUNT</b>			
Sales		923,986	854,764
Cost of Goods Sold		413,085	395,581
		510,901	459,183
<b>EXPENSES</b>			
R & M Bar		1,418	686
Stocktaking Fees		6,923	8,140
Bar Promotions		874	2,510
Staff Drinks and Meals		1,295	4,070
Requisites		2,238	4,177
Wages		241,193	212,758
		253,941	232,341
<b>NET PROFIT</b>		<b>256,960</b>	<b>226,842</b>
<b>POKER MACHINE TRADING ACCOUNT</b>			
<b>INCOME</b>			
Net Clearances		303,013	351,767
Poker Machine GST Rebate		17,180	17,180
		320,193	368,947
<b>EXPENSES</b>			
Depreciation		14,283	11,893
Wages		15,822	1,623
Leasing Charges		8,182	35,510
Repairs & Maintenance		14,907	15,772
Monitoring Fee		13,815	15,462
		67,009	80,260
<b>NET PROFIT</b>		<b>253,184</b>	<b>288,687</b>

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation  
report of Booth Partners.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**SUPPLEMENTARY INFORMATION**  
**DEPARTMENTAL PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Note	2014 \$	2013 \$
<b>OTHER INCOME</b>			
Bar Trading		256,960	226,842
Poker Machine Trading		253,184	288,687
Comp and Game Fees		29,959	30,298
Commission Income		14,919	13,663
Bistro Rent		5,364	3,591
Members Subscriptions		15,747	18,163
Insurance Recoveries		25,325	-
Sundry Income		21,028	21,607
Raffle Income		56,019	56,276
Donations and Sponsorship		1,760	4,021
TAB and Keno Commissions		48,900	56,693
Interest Received		758	3,969
		<u>729,923</u>	<u>723,810</u>
<b>LESS : EXPENDITURE</b>			
<b>Club Room Expenses</b>			
Cleaning Expenses		48,804	46,006
Electricity and Gas		44,538	45,437
Artists and Social Functions		24,116	26,516
Darts Expenses		172	209
TAB Expenses		35,819	35,835
Footy Tipping Competition Fees		36	23
Badge Draw		4,464	4,445
Promotions		10,209	205
Raffles Expense		57,205	66,497
Poker Events		-	42,289
		<u>225,363</u>	<u>267,462</u>

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation  
report of Booth Partners.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**SUPPLEMENTARY INFORMATION**  
**DEPARTMENTAL PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Note	2014 \$	2013 \$
<b>Games Expenses</b>			
Affiliation and Pennant Costs		14,730	13,669
Greens Amortisation		-	1,210
Bowling Equipment and Accessories		9,721	5,877
Bowling Travel		655	488
Bowls Coaching		(220)	-
Championship Fees		(317)	2,655
Games Catering		4,019	3,334
Greens Wages		99,194	89,628
Greens Equipment Maintenance		18,887	17,341
Representative Fees		309	553
Trophies		6,573	5,922
Bowls Petty cash		1,800	2,600
Bowls Sundries		243	200
		155,594	143,477

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation  
report of Booth Partners.

**KIAMA BOWLING & RECREATION CLUB LIMITED**  
**A.B.N. 12 001 037 396**

**SUPPLEMENTARY INFORMATION**  
**DEPARTMENTAL PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Note	2014 \$	2013 \$
<b>Administration Expenses</b>			
Accounting Fees		5,455	5,250
Administration Wages		125,351	130,965
Audit Fees		5,545	5,250
Advertising		10,404	11,825
Bank Charges		1,080	717
Bookkeeping Costs		5,469	6,044
Borrowing Costs		28	830
Bus Wages		22,581	26,165
Bus Expenses		20,552	18,638
Computer Expenses		18,218	12,889
Depreciation		71,272	73,518
Donations and Sponsorship		2,070	4,291
Honorariums		10,486	9,638
Insurance		45,405	43,602
Licence Fees		2,249	2,312
Office Equipment Rental		1,694	983
Printing, Stationery and Advertising		5,447	9,932
Provision for Employee Entitlements		(9,956)	36,678
Rates		15,242	13,803
R & M House Maintenance		18,693	26,966
Security		3,801	18,325
Staff Training and Welfare		7,617	8,735
Subscriptions		5,745	1,035
Superannuation		44,551	39,678
Telephone		4,142	4,636
Unders and Overs		8,058	6,768
Land & Property Evaluation		-	3,000
Bad Debts		499	636
Legal Cost		1,364	682
Uniforms		82	232
		453,144	524,023
		834,101	934,962
<b>OPERATING PROFIT/(LOSS)</b>		<b>(104,178)</b>	<b>(211,152)</b>

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation  
report of Booth Partners.