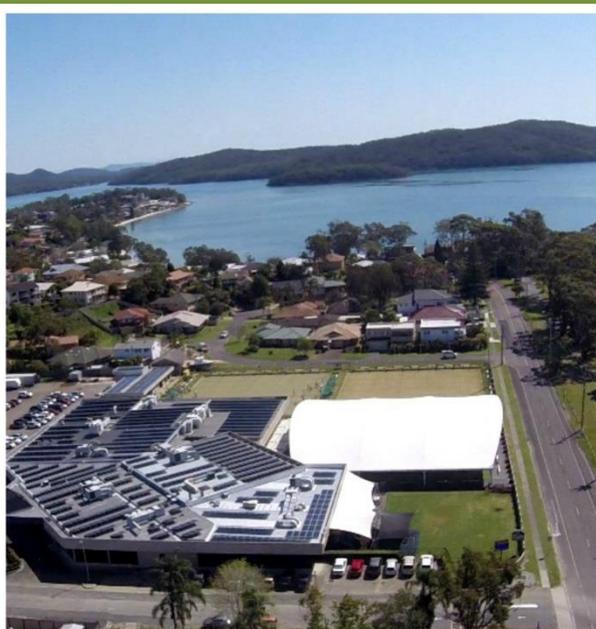


# *Soldiers Point Bowling Club*



**ANNUAL REPORT & FINANCIAL STATEMENT 2015 - 2016**

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTICE OF ANNUAL GENERAL MEETING**

**Notice** is hereby given that the Annual General Meeting of **Soldiers Point Bowling Club Limited** ('the Club') will be held on **Saturday 15<sup>th</sup> October 2016 commencing at 9:00am** in the Club's premises at 118 Soldiers Point Road, Soldiers Point NSW 2317.

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The Business of the Annual General Meeting will be as follows:

1. Apologies.
2. To confirm the Minutes of the previous Annual General Meeting.
3. To receive and consider the Reports of Officers.
4. To receive and consider the Financial Report, the Directors' Report and the Auditor's Report for the year ended 30<sup>th</sup> June 2016.
5. To consider and if thought fit, pass each of the Ordinary Resolutions set out below.
6. To consider and if thought fit, pass the following Resolution:  
'That pursuant to Rule 18 of the Club's Constitution, Bruce Cooper (# 261) be elected to Life membership of the Club.'

Note: The Board considers Bruce Cooper to be eligible for election to Life membership under Rule 18 of the Club's Constitution. The election of Bruce Cooper to Life membership is proposed by John Sessions (# 187) and seconded by Kevin Prosser (# 412). To be passed the resolution must be carried by three-quarters majority of Life Members and financial Bowling Members who are present and voting at the Meeting.

7. To elect Patron(s).
8. General business.

**Notes:** The Registered Clubs Act 1976 prohibits proxy voting at any General Meeting (including the Annual General Meeting) and at any election of the Board of Directors.

Please submit any questions regarding the Club's financial statements to the Secretary Manager not less than seven days before the Meeting to allow time for the Club and its Auditor to give a suitably researched response.

The Club's Annual Report is available on the Club's website at [www.soldierspointbc.com.au](http://www.soldierspointbc.com.au) for members to access and download. A member may elect to receive, free of charge, a hard copy of the Annual Report by giving the Club a notice in writing to that effect. An election to receive a hard copy of the Annual Report will be a standing election for each later financial year until the member changes that election. Please contact the Club's office (either in person or telephone 4982 7173) if you need assistance in completing a notice in writing to elect to receive a hard copy of the Annual Report.

By order of the Board of Directors

Simon Lack, Secretary Manager  
12<sup>th</sup> September 2016

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SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTICE OF ANNUAL GENERAL MEETING**

**ORDINARY RESOLUTIONS**

Notice is hereby given that at the Annual General Meeting of Soldiers Point Bowling Club Limited ('the Club') to be held on Saturday 15<sup>th</sup> October 2016 commencing at 9:00am in the Club's premises at 118 Soldiers Point Road, Soldiers Point NSW 2317, members will be asked to consider and if thought fit, pass the following resolutions which are proposed as Ordinary Resolutions:

**First Ordinary Resolution**

'That pursuant to the Registered Clubs Act 1976 the members approve the payment of the following honoraria in respect of the recipients' services as members of the Board until the Club's next Annual General Meeting or as members of the Soldiers Point Women's Bowling Club (SPWBC) Executive until the SPWBC's next Annual General Meeting: President of the Club, \$7,000; each Ordinary Director of the Club, \$1,500; Secretary of SPWBC, \$500; President of SPWBC, \$500; Treasurer of SPWBC, \$200; Match Committee, \$300.'

**Explanatory Note to First Ordinary Resolution**

Under the Registered Clubs Act the Club is required to obtain members' approval before paying an honorarium to any person in respect of his or her services as a member of the Board or of any committee.

The purpose of this Ordinary Resolution is to approve the payment of honoraria of \$7,000 to the President and \$1,500 to each Director in respect of their services as members of the Board until the Club's next Annual General Meeting, and a total of \$1,500 to members of the SPWBC Executive in respect of their services as members of the SPWBC Executive until the SPWBC's next Annual General Meeting.

Life Members, financial Bowling Members and financial Social Members are entitled to vote on the First Ordinary Resolution.

**Second Ordinary Resolution**

'That pursuant to the Registered Clubs Act 1976 the members approve and agree to the reasonable expenditure by the Club until the Club's next Annual General Meeting for the following activities of Directors (paragraphs (a) to (g)) and the professional development and education of Directors (paragraphs (h) to (l)), and the members acknowledge the following benefits are not available to members generally but only to Directors and other members of the Club who are involved in the following activities:

- (a) the reasonable cost of a meal and beverage for each Director and committee member during, immediately before or immediately after a Board or committee meeting on the day of that meeting when that meeting corresponds with a normal meal time;
- (b) reasonable expenses incurred by Directors in travelling to and from Board or committee meetings, provided the expenses incurred are approved by the Board before payment is made on production of invoices, receipts or other proper documentary evidence of that expenditure;
- (c) reasonable expenses incurred by Directors in relation to Club-related activities including entertainment of special guests of the Club and other promotional activities performed by Directors, provided the expenses incurred are approved by the Board before payment is made on production of invoices, receipts or other proper documentary evidence of that expenditure;

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTICE OF ANNUAL GENERAL MEETING**

- (d) the provision of apparel (for example; Club blazer, tie, shirt or blouse, and trousers or skirt) for each newly elected Director and the replacement of apparel for existing Directors as required, for the use of Directors when representing the Club;
- (e) the provision of facilities and services as approved by the Board to subsidiary clubs of the Club;
- (f) the reservation of two car spaces in the Club's car park for Directors of the Club;
- (g) the reasonable cost of Directors and their respective partners attending an annual dinner and other functions approved by the Board;
- (h) the reasonable cost of Directors, employees approved by the Board, and their partners where appropriate, attending industry-related meetings including the ClubsNSW Annual General Meeting and activities directly associated with that Meeting;
- (i) the reasonable cost of Directors and employees approved by the Board attending seminars, lectures, trade displays, organised study tours, fact-finding tours and other similar events, provided those attendances are approved by the Board as being necessary or desirable for the benefit of the Club;
- (j) the reasonable cost of Directors and employees approved by the Board attending other registered clubs, hospitality and gaming venues for the purpose of viewing and assessing their facilities and methods of operation, provided those attendances are approved by the Board as being necessary or desirable for the benefit of the Club;
- (k) the reasonable cost of providing Directors with club industry specific training;
- (l) the reasonable cost of providing Directors with membership of the 'NSW Club Directors Institute.'
- (m) the reasonable cost of an electronic device (e.g. laptop, I-pad, tablet or similar device) and internet access being made available to Directors in respect of their duties as Directors of the Club.
- (n) the reasonable cost of a mobile phone and phone calls for the President in respect of duties as the President of the Club.

**Explanatory Note to Second Ordinary Resolution**

Under the Registered Clubs Act the Club is required to offer benefits equally to all members unless the members pass a resolution to approve different benefits for certain members.

The purpose of this Ordinary Resolution is to approve reasonable expenditure by the Club on benefits relating to activities of Directors and the professional education and development of Directors until the next Annual General Meeting. In certain instances members of the Club other than the Directors would also receive the benefits specified in the resolution. In particular, the Club's expenditure on the professional development and education of Directors and other members (paragraphs (h) to (l) above) is intended to help the Board keep up-to-date with current trends and developments that could affect how the Club conducts its business in the future. The Club's expenditure on Directors' expenses will be recorded in the Club's accounts.

Only Life Members and financial Bowling Members are entitled to vote on the Second Ordinary Resolution.

**Notes to Members regarding the Ordinary Resolutions**

To be passed each Ordinary Resolution must be carried by a majority of the members being entitled to vote and who are present and voting at the Annual General Meeting. The Registered Clubs Act 1976 does not permit proxy voting.

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By order of the Board of Directors

Simon Lack, Secretary Manager  
12<sup>th</sup> September 2016

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**OFFICE BEARERS 2015/2016**

PATRONS: BART RICHARDSON (OAM)  
BRUCE LOVETT  
BRUCE COOPER

PRESIDENT: JIM RICHARDSON

DIRECTORS: ROSS BROWN  
TERRY WHITTON  
KEVIN LYNCH  
BARRY WILLIAMSON  
BILL SULLIVAN  
CHRIS RAMAGE  
WARREN BRAYE  
MYLES COLLINS

SECRETARY MANAGER: SIMON LACK

RETURNING OFFICER: BRIAN BAMBACH

NDBA DELEGATES: JIM RICHARDSON

AUDITOR: DFK CROSBIE

BANKERS: COMMONWEALTH BANK

**TOTAL MEMBERSHIP AS AT 30<sup>th</sup> JUNE 2016**

LIFE	1
BOWLING	366
SOCIAL	6351
<b>TOTAL</b>	<b>6718</b>

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**PRESIDENT REPORT**

Dear Members

With great pleasure I present this year's annual report.

This year produced another healthy surplus in excess of \$650,000.00. Members this success does not happen by accident, it takes a big effort by a lot of people in all departments and I thank all staff for their dedication.

To the Board of Directors I congratulate you on the professional way you have conducted yourselves in a sometimes thankless job. This year again, there has been a substantial expenditure in the club with carpet and furniture replaced in the lounge and TAB areas making your club the envy of many.

The Greenside Village project is well on its way with over half the first stage occupied and the second stage being in advanced planning.

Members I have thanked the Directors and Staff for their contribution in keeping our club to the fore and I thank you the Members for your patronage this last year, for without it we would not be the success we are.

In closing and on behalf of the Board of Directors I offer our deepest sympathy to relatives and friends of departed members.

Jim Richardson  
President

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**SECRETARY MANAGER REPORT**

Dear Members,

The surplus on operations for the 2015-16 financial year was \$672,252 (2014-15 \$700,273). This result represents the tremendous support that the Club receives from its members throughout the year. Thank you all.

Soldiers Point Bowling Club is very proud of its support of the community. The Club has returned to the community \$1.9 million in wages and paid over \$866,000 in taxation. The financial year also saw the continuation of the sponsorship of the Nelson Bay Junior Rugby League, Nelson Bay District Junior Football Club, Nelson Bay Junior Hockey Club and Nelson Bay District Junior Cricket Club. Together with the support of the SES, Tomaree Community Hospital, Soldiers Point Public School and other charitable organisations, Soldiers Point Bowling Club donations to the community exceeded \$100,000.

Congratulations to all Soldiers Point Bowling Club bowlers who have performed admirably on the green and for your regular attendance to organised games and tournaments.

To caterers, Fiona and Cameron Beal and their staff, thank you and congratulations on providing wonderful food service for our patrons to enjoy.

Thank you to all Club staff for your desire, commitment and pride in creating the friendly atmosphere, which is enjoyed by the members and guests of Soldiers Point Bowling Club.

Congratulations to President Jim Richardson and the Board of Directors for their dedication to Soldiers Point Bowling Club in these stimulating times. Your vision and planning in recent years has laid the foundation for the continued success of Soldiers Point Bowling Club. This year we have seen renovations to the main bar, members lounge, auditorium and TAB to bring these areas up to date with the latest trends and offerings available.

The clubs' environmental credentials were rewarding this year with Soldiers Point Bowling Club receiving a "Highly Commended" in the Sustainable Future - Environment Category at the ClubsNSW Clubs & Community Awards night.

The largest stride in securing the Club's future has come to fruition with residents moving into Greenside Port Stephens in April 2016. This resort style living project, containing luxury apartments and community facilities, is the first step in the development which offers residents a secure place to live in a fantastic community, next door to our great club. There are still apartments for sale in you are interested in becoming a part of this exciting project.

Finally and most importantly I would like to once again pay respect to the members of Soldiers Point Bowling Club for your continued patronage, without which the Club would not be performing as strongly as it is today. You have allowed the Board to constantly improve the club facilities and services for you to enjoy. Thank you members.

Simon Lack  
Secretary Manager

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**BOWLS DIRECTOR REPORT**

Hello members and welcome to the Annual Bowls Report for 2015/2016.

**PENNANTS**

Well done to everyone who competed in the Pennant competition for 2016. Grade 1 went down to Raymond Terrace in the Zone 2 final. Grade 7 made it through to the semis.

**ZONE & RNSWBA**

Congratulations to Lee Such who retired from representing at Zone level earlier this year after a very long and distinguished career.

While one career ends another is starting, Kaleb Austin has been selected to join the Hunter Junior Bowls Academy and is doing both himself and our club proud.

Congratulations to Lee Such and Jason Pietraszek on winning the Newcastle Zone 2 pairs. Lee and Jason will represent Newcastle at the NSW State pairs in October at Ettalong Bowling Club.

Jason Pietraszek, Lee Such and Terry Antram won the Frank Neat Mattara triples and have now played in the last 3 finals of this event winning 2 and losing 1.

NDBA Reps – John Collins, Chris Ramage, Myles Collins, Daniel Clarke, Terry Antram, Jason Pietraszek, Lee Such and Brian Bateman.

**SOLDIERS POINT WOMEN**

Special mentions to our Ladies led by Irene Fuller, the Ladies help where ever possible and are committed to the promotion of bowls within our club.

**VOLUNTEERS**

These people go unnoticed at times, to try and name them would be impossible, from raffle ticket sellers, "flag" men, tournament assistants, the bowls committee and everyone in between; rest assured when Soldiers Point needs helpers, they are there in spades.

Our umpires are often overlooked as part of the furniture but to the men and women who give their time to umpire, your contribution to the club is greatly appreciated.

Special mention must go to Terry Hodges, Bruce Cooper, Bob Dunn and the Bowls Committee, a big thank you to them for all the help they have given me since my appointment.

**STAFF**

I would like to thank all staff members for their continued help and commitment to ensuring that all bowlers leave our club having had a pleasant stay.

A special mention must go to Jason and Jack for all their efforts over the busy calendar year with the greens and their assistance during this time.

Finally to everyone a big thanks for all your efforts through the year, well done and I look forward to the New Year ahead.

Terry Antram  
Bowls Director

**SOLDIERS POINT BOWLING CLUB LTD**  
(ACN 147 524 847)

**Bowls Results**

EVENT	Winners	Runner up
	<b>2015 Winners</b>	<b>2015 Runners up</b>
Men's Major Singles	Lee Such	Daniel Clarke
Men's Pairs	Lee Such Terry Antram	Reg Smith Tony Evans
Men's Triples	John Kinsella Daniel Clarke Terry Antram	Myles Collins Jim Higgins John Cole
Men's Fours	Bill Sullivan Jim Higgins Bob Dunn Lee Such	Reg Smith John Cole Steve Gransden Jason Pietraszek
Men's Minor Singles	Kenn King	Mitch Bellingham
Men's Minor Pairs	Laurie Cacciottolo Kenn King	Kerry Anderson Barry Bennett
Men's Over 70 Singles	Barry Brennan	Bill Sullivan
Mixed Fours	Julie Wallis John Kinsella Pam Smith Reg Smith	Jeannette Millington Alan Green Vacie McIntyre John Cole
Mixed Pairs	Vacie McIntyre John Cole	Maria Barrett Myles Collins
Consistency Singles	Barry Brennan	Bill Arbuckle
NDBA Achievements	District Pairs winners 2016  Frank Neat Mattara Triples Runners up 2015 Winners 2016	Lee Such Jason Pietraszek  Terry Antram Jason Pietraszek Lee Such
Pennants	2016 Grade 1 Zone Runners Up Grade 7 Semi Finalists	

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**SOLDIERS POINT WOMEN'S BOWLING CLUB  
PRESIDENT REPORT**

In July of this year another committee was voted in. I would like to express my appreciation to all the members of the committee who have stood again and welcome new faces.

Again the pennant season was a difficult one with sickness, but it was a successful one with the No. 1s coming runners up against Raymond Terrace. We are all looking forward to the next pennant season and hopefully bring home at least one flag.

Other achievements during the year were Soldiers Point winning the Peninsula Fours and the Water Wonderland Trophy hosted by Nelson Bay and Fingal Bay. Both having extremely lovely weather and both clubs being great hosts. Vacie McIntyre and Pam Smith were runners up in the over 60s District Pairs played on a very hot day at Bar Beach. Vacie along with Pam Smith, Maureen Doyle and Agnes Turnbull were winners in the Over 60s District Fours and went on to win at Scone and now play in the state play-offs. We wish them good luck and hope they do well. Congratulations must also go to our ladies for winning the Versatility day quite an achievement. Vacie McIntyre, Lyn Hinton, Rosita Ryan and Julie Schumacher played in The Howard Shield, Vacie, Julie and Rosita represented Newcastle against ACT – Julie and Vacie played for Newcastle against Canberra. We also had J. Wallis, J. Schumacher, M. Garrett and R. Ryan playing in the Friendship Trophy along with our successful District Fours team. We are very proud of all these ladies for representing the Newcastle District.

I feel I ought to mention the fact that along with her duties on match and coaching Pam Smith is now a Selector for the district.

I would personally like to thank all my committee members for all their hard work during the year, President Jim and the board for all their support, Simon and his office staff, bar staff and the green keepers. One set of ladies who do not always get a mention but we could not do without them – the ladies who run the raffles and 100 clubs at our events during the year, they do a great job. I would also like to mention our match committee which has made our events during the year so successful especially our carnival which clubs queue up to enter. We will be full before the end of January 2017, with a waiting list.

We have been delighted to have a few new members who have joined and we sincerely hope they enjoy their time with us playing bowls and all the facilities the club offers.

I hope we all have an enjoyable, successful and healthy year.

Irene Fuller  
President

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**LIST OF WINNERS FOR 2015**

**Newcastle District Pennant**

No. 1 Raymond Terrace R/Up Soldiers Point

**Major Singles**

Winner V. McIntyre R/Up M. Doyle

**Club Pairs**

Winners J. Bradley S. Ball (skip)  
R/Up A. Callaghan S. Giles (skip)

**Club Triples**

Winners M. Doyle P. Smith V. McIntyre  
R/Up A. Callaghan S. Hickey L. Cloke

**Club Fours**

Winners A. Turnbull M. Doyle P. Smith V. McIntyre  
R/Up M. Judge J. Faulkner T. Horrocks A. Roditis

**Annis Young Consistency**

Winner V. McIntyre R/Up J. Williams

**Club Consistency**

Winner J. Templeton R/Up S. Ball

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2016**

**CONTENTS**

Directors' Report	13-14
Auditor's Report	15
Audit Report to Members	16-17
Directors' Declaration	18
Statement of Financial Position	19
Income Statement	20
Statement of Comprehensive Income	21
Statement of Cashflows	22
Statement of Changes in Equity	23
Notes to and Forming Part of the Financial Statements	24-41

This financial report was authorised for issue by the 20<sup>th</sup> September 2016.  
The Club has the power to amend and re-issue the financial report.

**SOLDIERS POINT BOWLING CLUB LTD**  
(ACN 147 524 847)

**DIRECTORS REPORT**

Your Directors present their report for the financial year ended 30 June 2016.

**1. Directors**

The names of the Directors in office at the date of this report are:

<b>Name</b>	<b>Position</b>	<b>Special Responsibilities</b>	<b>Qualifications &amp; Experience</b>	<b>No. of years service as a Director</b>
Jim Richardson	Director	President	Retired mine worker. Held key positions in Union and the Combined Group of Unions.	14
Terry Whitton	Director		Retired boiler maker of 42 years & retired truck driver in racing industry.	13
Ross Brown	Director		Retired. Held management positions in Australia & Asia	12
Kevin Lynch	Director		Retired. Former Deputy Chairman Knights Leagues Club & other sporting clubs.	12
Barry Williamson	Director		Retired. Electrician across Electrical, Gas & LPG company	7
Warren Braye	Director		Retired bricklayer, currently serving on SPBC Board.	3
Bill Sullivan	Director		Retired. Supervisor in slow combustion & oil heating industry.	3
Chris Ramage	Director		Retired Clubs Employee for over 30 years including Secretary Manager & Assistant Manager	1
Myles Collins	Director		Musician. Founder of independent publishing business in music industry.	1

\* Refer to page 14 for details of Directors' meeting attendances.

**2. Activities**

The principal activities of the company in the course of the financial year ended 30 June 2016 were the running of the Club in accordance with its objectives for the benefit of its members.

**3. Objectives of the Club**

The Club's short and long term objectives are to;

Provide the best facilities available to members and their guests with a special interest in bowling activities.

To achieve these objectives the Club has adopted the following strategies;

- Maintain or increase existing revenue levels and control costs to continue profitability which will allow the Club's premises to be continually improved ;
- Ensure greens are kept to an optimum standard by employing quality greenkeepers and undertaking regular maintenance;
- Employing a bowls co-ordinator and ensuring appropriate support for bowlers of all skill levels.

These strategies are measured through both financial and non financial key performance indicators that have been developed relevant to the club industry.

**4. Results**

The net result of operations after income tax was a profit of \$672,252 (2015 \$700,273)

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**DIRECTORS REPORT**

**5. Auditor's Independence Declaration**

The Auditor's Independence Declaration for the year ended 30 June 2016 has been received and is set out on page 4 of the financial report. In addition, details of the non-audit services provided by the auditor DFK Crosbie are contained in Note 18 of the financial report.

**6. Limited by Guarantee**

The Club 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 required to contribute a maximum of \$1 each towards meeting any obligations of the Club. At 30 June 2016 the collective liability of members was \$6,718.

**7. Meeting Attendances**

The number of Board meetings held during the financial year ended 30 June 2016 was 12 normal monthly Board meetings. The details of each Directors attendances at those meetings is given below:

<b>Director</b>	<b>Normal</b>
Jim Richardson	12/12
Terry Whitton	11/12
Ross Brown	12/12
Kevin Lynch	12/12
Barry Williamson	12/12
Warren Braye	10/12
Bill Sullivan	12/12
Chris Ramage (appointed 17 October 2015)	8/9
Myles Collins (appointed 17 October 2015)	8/9
Steve Collins (resigned 17 October 2015)	3/3

**8. Property Report**

The Directors have determined that property of the club shall be classified as follows in accordance with section 41J of the Registered Clubs Act 1976 :-

Core Property - Property situated at 118 Soldiers Point Road, Soldiers Point, NSW 2317

Non Core Property - Investment properties located at 31 Ash Street, Soldiers Point and 33 Ash Street, Soldiers Point.

- Land at 118A Soldiers Point Road, Soldiers Point, NSW 2317

**9. Financial Report Issue Date**

The financial report was authorised for issue by the Directors 20<sup>th</sup> September 2016. The Company has the power to amend and re-issue the financial report.

Signed in accordance with a resolution of the Board of Directors



Jim Richardson - Director



Terry Whitton – Director

Dated: 20<sup>th</sup> September 2016

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

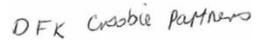
**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
SOLDIERS POINT BOWLING CLUB LTD**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2016 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.



Kirsty Porteous – Partner



DFK Crosbie Partners  
Chartered Accountants

Dated: 20<sup>th</sup> September 2016  
Warabrook, NSW

**INDEPENDENT AUDIT REPORT TO MEMBERS**

To the Members of Soldiers Point Bowling Club Limited.

Report on the Financial Report

We have audited the accompanying financial report of Soldiers Point Bowling Club Limited, which comprises the Statement of Financial Position as at 30 June 2016 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cashflows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

*Directors' Responsibility for the Financial Report*

The Directors of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal 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.

*Auditor's Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls 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 controls. 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.

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

This auditor's report relates to the financial report of Soldiers Point Bowling Club Limited (the Club) for the year ended 30 June 2016 included on the Club's web site. The Club's directors are responsible for the integrity of the Club's website. We have not been engaged to report on the integrity of the website. The auditor's report only refers 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 the Club's website.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**INDEPENDENT AUDIT REPORT TO MEMBERS (cont.)**

*Independence*

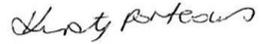
In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Soldiers Point Bowling Club Limited, has the same date as this auditor's report.

*Audit Opinion*

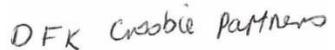
In our opinion:

a) The financial report of Soldiers Point Bowling Club Limited is in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of Soldiers Point Bowling Club Limited's financial position as at 30 June 2016 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and



Kirsty Porteous – Partner



DFK Crosbie Partners  
Chartered Accountants

Dated: 20th September 2016  
Warabrook

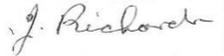
SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**DIRECTORS' DECLARATION**

The Directors of the Company declare that:

- 1 The financial statements and notes, as set out on pages 19 - 41 are in accordance with the Corporations Act 2001 and:
  - (a) comply with Accounting Standards in Australia, the Corporations Regulations 2001 and other mandatory reporting requirements; and
  - (b) give a true and fair view of the financial position as at 30 June 2016 and of its 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 and signed for on behalf of the Directors by:



Jim Richardson – Director



Terry Whitton – Director

Dated: 20<sup>th</sup> September 2016

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2016**

	Note	2016 \$	2015 \$
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	5	695,090	1,096,549
Trade and Other Receivables	6	159,495	88,819
Inventories	7	149,469	158,715
Financial Assets	8	2,206,869	2,130,115
<b>TOTAL CURRENT ASSETS</b>		<u>3,210,923</u>	<u>3,474,198</u>
<b>NON-CURRENT ASSETS</b>			
Property, Plant and Equipment	9	14,630,898	13,931,535
Investment in Joint Venture	10	3,502,701	3,500,000
Investment Properties	11	725,000	688,687
Intangible Assets	13	462,351	382,984
<b>TOTAL NON-CURRENT ASSETS</b>		<u>19,318,249</u>	<u>18,503,206</u>
<b>TOTAL ASSETS</b>		<u>22,531,873</u>	<u>21,977,404</u>
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	14	437,509	508,058
Current Provisions	15	314,898	306,764
Other Current Liabilities	16	53,832	52,293
<b>TOTAL CURRENT LIABILITIES</b>		<u>806,239</u>	<u>867,115</u>
<b>NON-CURRENT LIABILITIES</b>			
Non-Current Provisions	15	70,667	57,298
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>70,667</u>	<u>57,298</u>
<b>TOTAL LIABILITIES</b>		<u>876,906</u>	<u>924,413</u>
<b>NET ASSETS</b>		<u>21,654,967</u>	<u>21,052,991</u>
<b>MEMBERS' FUNDS</b>			
Reserves	17	9,776,883	9,847,159
Retained Profits		11,875,383	11,205,832
<b>TOTAL EQUITY</b>		<u>21,654,967</u>	<u>21,052,991</u>

To be read in conjunction with the attached notes to the Financial Statements

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**INCOME STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2016**

	Note	2016 \$	2015 \$
Bar & Bottle Shop Sales		2,249,206	2,165,384
Less Cost of Goods Sold		(1,059,291)	(1,022,465)
		1,189,915	1,142,919
 Bar Gross Profit %		 52.90%	 52.78%
Poker Machine Revenue		4,516,347	4,284,092
Raffle & Bingo Sales		280,332	273,163
Paper Gaming Commissions		131,782	121,336
Bowls Income		173,764	228,610
Rent Received		47,575	41,905
Interest Received		90,004	86,963
Member Subscriptions		68,659	95,749
Commissions Received		90,141	76,544
Profit on Sale of Assets		12,000	65,871
Movement in Fair Value of Investment Properties		36,313	
Other Income		44,846	23,604
 <b>Total Trading and Other Income</b>		<b>6,681,678</b>	<b>6,440,756</b>
 <b>Expenses</b>			
Direct Bar & Bottles Shop Expenses		631,539	613,890
Direct Poker Machine Expenses		1,767,037	1,684,493
Raffles & Bingo Expenses		347,149	331,868
Paper Gaming Expenses		81,285	71,614
Bowls Expenses		617,786	567,452
Members Amenities		446,455	414,247
Clubhouse Expenses		497,654	500,813
Administration Expenses		1,623,222	1,556,106
 <b>Total Expenses</b>		<b>6,012,127</b>	<b>5,740,483</b>
 Share of net profit/(loss) of Joint Ventures accounted for using the equity method		 2,701	 -
 <b>Profit for the Year</b>		 672,252	 700,273
Income Tax Expense	1	-	-
 <b>Net Profit/(Loss) After Income Tax</b>		<b>672,252</b>	<b>700,273</b>

To be read in conjunction with the attached notes to the Financial Statements

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2016**

	<b>Note</b>	<b>2016 \$</b>	<b>2015 \$</b>
<b>Profit for the year</b>		672,252	700,273
<b>Other Comprehensive Income</b>			
<i>Items that will not be reclassified to profit or loss</i>			
Gain/(Loss) on revaluation of Land & Buildings	17	(70,276)	(366,412)
<b>Total Comprehensive Income for the year</b>		<u>601,976</u>	<u>333,861</u>

To be read in conjunction with the attached notes to the Financial Statements

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**STATEMENT OF CASHFLOWS  
FOR THE YEAR ENDED 30 JUNE 2016**

	Note	2016 \$	2015 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from Customers		8,325,733	8,021,394
Payments to Suppliers and Employees		(6,949,821)	(6,619,250)
Interest Received		90,004	86,963
<i>Net Cash Flows Provided by (used in)</i>			
<i>Operating Activities</i>	<b>22</b>	<b>1,465,916</b>	<b>1,489,107</b>
 <b>Cash Flows from Investing Activities</b>			
Payments for Plant, Equipment and Capital Works		(1,723,254)	(1,158,733)
Payments for Poker Machine Entitlements		(79,367)	(86,760)
Transfers (to)/from Investments		(76,754)	(407,809)
Proceeds from sale of property, plant & equipment		12,000	65,871
<i>Net Cash Flows Provided by (used in)</i>			
<i>Investing Activities</i>		<b>(1,867,375)</b>	<b>(1,587,431)</b>
<b><i>Net Increase/(Decrease) in Cash Held</i></b>		<b>(401,459)</b>	<b>(98,324)</b>
<b>Cash at the Beginning of the Financial Year</b>		<b>1,096,549</b>	<b>1,194,873</b>
<b>Cash and Cash Equivalents at the End of the Financial Year</b>	<b>22</b>	<b>695,090</b>	<b>1,096,549</b>

To be read in conjunction with the attached notes to the Financial Statements

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2016**

	Note	RETAINED EARNINGS \$	ASSET REVALUATION SURPLUS \$	TOTAL \$
<b>Balance at 1 July 2014</b>		10,286,519	10,432,611	20,719,130
Profit attributes to the entity		700,273	-	700,273
Revaluation of land and buildings	<b>17</b>	-	(366,412)	(366,412)
Depreciation Transfer	<b>17</b>	219,040	(219,040)	-
<b>Balance at 30 June 2015</b>		11,205,832	9,847,159	21,052,991
Profit attributable to the entity		672,252	-	672,252
Revaluation of land and buildings	<b>17</b>	-	(70,276)	(70,276)
Depreciation Transfer	<b>17</b>	-	-	-
<b>Balance at 30 June 2016</b>		<u>11,878,084</u>	<u>9,776,883</u>	<u>21,654,967</u>

To be read in conjunction with the attached notes to the Financial Statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**1 Statement of Significant Accounting Policies**

**Basis of Preparation**

This financial report is a general purpose financial report that has been prepared in accordance with applicable Australian Accounting Standards other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. Soldiers Point Bowling Club Limited is a not for profit entity for the purpose of preparing the financial statements.

The financial report has been prepared on an accruals basis and is based on historical costs, except for Investment Properties and Land and Buildings which are measured at fair value. The financial report is presented in Australian Dollars.

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

**(a) Income Tax**

The Club is exempt from income tax under Section 50-45 of the Income Tax Assessment Act (1997), such that the exemption will apply so long as the Club's activities and objectives do not change.

**(b) Inventories**

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

**(c) Property, Plant and Equipment**

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

**Property**

Freehold land and buildings are shown at their fair value based on periodic valuations by external independent valuers, less subsequent depreciation for buildings. Freehold land and buildings were revalued on 30 June 2016

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are charged to the statement of comprehensive income.

As the revalued buildings are depreciated, the difference between depreciation recognised in the income statement, which is based on the revalued carrying amount of the asset, and the depreciation based on the assets original cost is transferred from the revaluation surplus to retained earnings.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost, or for nominal costs, are valued and recognised at the fair value of the asset at the date it is acquired.

**Plant and Equipment**

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

In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised either in profit or loss, or as a revaluation decrease if the impairment losses relate to a relevant asset. A formal assessment of recoverable amount is made when impairment indicators are present.

Plant and equipment that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

**Depreciation**

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

<b>Asset Class</b>	<b>Rate</b>	<b>Method of Depreciation</b>
Buildings	3%	Straight-line
Bowling Greens	4%	Straight-line
Furniture, Plant and Equipment	10 – 33%	Straight-line
Poker Machines	30%	Straight-line

*Impairment*

At each reporting date, the Club assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the Club makes a formal estimate of the recoverable amount. Where the carrying amount of the asset exceeds the recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Impairment losses are recognised in the Income Statement in the administration expense line item.

*Recoverable Amount of Assets*

Recoverable amount is the greater of fair value less cost to sell and value in use. It is determined for an individual asset, unless the asset does not generate cash in flows that are largely independent of those of other assets, in which case, the recoverable amount is determined for the cash generating unit to which the asset belongs.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessment of the time value of money and the risks specific to the asset.

**(d) Equity Accounting and Joint Ventures**

**Joint Arrangements**

Under AASB 11 *Joint Arrangements* investments in joint arrangements are classified as either joint operations or joint ventures. The classification depends on the contractual rights and obligations of each investor, rather than the legal structure of the joint arrangement. The Club has classified its joint arrangements as joint ventures.

**Joint Ventures**

Interests in joint ventures are accounted for using the equity method after initially being recognised at cost in the statement of financial position.

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the Club's share of the post-acquisition profits or losses of the investee in profit or loss and the Club's share of movements in other comprehensive income of the investee in other comprehensive income. Distributions received or receivable from joint ventures are recognised as a reduction in the carrying amount of the investment.

When the Club's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, the Club does not recognise further losses unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Club and its joint ventures are eliminated to the extent of the Club's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the group.

The carrying amount of joint ventures is tested for impairment in accordance with the policy described in note 1 (f).

**(e) Financial Instruments  
Recognition and Initial Measurement**

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instruments. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transaction costs where the instrument is not classified as at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**Classification and Subsequent Measurement**

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

Financial assets are classified at fair value through profit or loss when they are held for trading for the purpose of short-term profit taking, where they are derivatives not held for hedging purposes, or 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. Realised and unrealised gains and losses arising from changes in fair value are included in profit or loss in the period in which they arise.

(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 cost.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any of the other categories. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

(v) Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

**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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**(f) 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, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard. Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of an asset's class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

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

**(g) Intangible Assets**

Intangible assets acquired separately are capitalised at cost, the useful lives of these intangible assets are assessed to be either finite or indefinite. Those with finite lives are amortised over that period on a straight line basis. Intangible assets are tested for impairment annually or whenever there is an indication that the intangible asset may be impaired.

**(h) Employee Benefits**  
**Short Term**

Liabilities for wages and salaries, including non-monetary benefits and accumulating sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' service up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

**Other Long Term**

The liabilities for long service leave and annual leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period. Consideration is given to expected future wage levels and period of service. Discount rates at the Australian Bond rates matching the estimated future cash outflows have been used.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least 12 months after the reporting period, regardless of when the actual settlement is expected to occur.

**(i) 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 are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(j) Cash and Cash Equivalents**

Cash and short-term deposits in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the Statement of Cashflows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

**(k) Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Club and the revenue can be reliably measured.

Sales revenue comprises the revenue earned from the provision of products or services to entities outside the Club.

Interest income is recognised as it accrues.

The profit or loss on disposal of asset is brought to account at the date an unconditional contract is signed.

Other revenue is recognised as it accrues.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**(l) Trade Debtors and Other Receivables**

Trade debtors are recognised initially at fair value and subsequently measured at amortised cost, less any impairment losses. Trade receivables are due within 30 days from the date of recognition. The recoverability of trade debtors is reviewed regularly, with any uncollectible debts written off.

**(m) Borrowing Costs**

Borrowing Costs are recognised as an expense when incurred.

**(n) Accounts Payable**

Liabilities are recognised for amounts to be paid for goods and services received, whether or not billed to the Club. Trade accounts payable are normally unsecured and settled within 30 days.

**(o) Goods and Services Tax**

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense. Receivables and payables are stated with the amount of GST included. The amount of GST recoverable or payable to the ATO is included as a current asset or current liability in the Statement of Financial Position. Cash flows are included in the cashflow statement on a gross basis. The GST component of cash flows arising from investing and financing activities which are recoverable from or payable to the ATO are classified as operating cash flows.

**(p) Comparative Figures**

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

Where the company has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**2 Significant Accounting Judgements, Estimates and Assumptions**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**Significant accounting estimates and assumptions**

*Useful lives of non-current assets*

The useful life of Property, Plant and Equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence.

The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the Statement of Profit or loss and Other Comprehensive Income should they change.

*Impairment of non-current assets*

Impairment testing of non-current assets is performed where indicators of impairment exist. In assessing impairment, estimates are made of the recoverable amount of each asset or cash generating unit based on discounted expected future cash flows discounted or estimated replacement cost. Estimation uncertainty exists in relation to assumptions regarding future operating results and cash flows, determination of an appropriate discount rate and estimated current replacement cost of the asset.

*Fair Value of Land and Buildings*

The fair value of Land and Buildings is estimated at each reporting date, based on independent assessments of the market value of the property conducted at least every three years and other available knowledge of current market prices. Estimation uncertainty exists and is related to the various assumptions used in determining the fair value.

*Fair Value of Investment Properties*

The fair value of Investment Properties is estimated at each reporting date, based on independent assessments of the market value of the property conducted at least every three years and other available knowledge of current market prices. Estimation uncertainty exists and is related to the various assumptions used in determining the fair value.

*Classification of Joint Arrangements*

The classification of joint venture arrangements as either a joint operation or a joint venture involves judgement in assessing the contractual rights and obligations of the Club in respect of the arrangements and determining the appropriate classification.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**3 Operating Revenue**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Bar Sales	1,838,508	1,792,529
Bottleshop Sales	410,698	372,855
Poker Machine net Income	4,516,347	4,284,092
Bingo	92,178	96,847
Raffles	188,154	176,316
Rent Received	47,575	41,905
Bowls Income	173,764	228,610
Keno Commission	93,441	83,861
TAB Commission	38,341	37,475
Other Commission	90,141	76,544
Interest Received	90,004	86,963
Subscription Income	68,659	95,749
Other Income	44,846	23,604
Profit on Sale of Fixed Assets	12,000	65,871
	7,704,656	7,463,221

**4 Operating Profit**

Operating profit/(loss) before income tax is arrived at after crediting and charging the following specific terms:-

**Credits**

Interest Received/Receivable	90,004	86,963
Rent Received/Receivable	47,575	41,905
Profit on sale of Assets	12,000	65,871
Change in Fair Value of Investment Properties	36,313	-

**Charges**

Depreciation	920,813	872,852
Loss on Disposal of Assets	-	-
Employee Benefits		
- Wages	1,760,531	1,661,818
- Superannuation	164,574	164,574
- Leave Provisions	21,503	23,688
	1,946,608	1,850,080

**5 Cash and Cash Equivalents**

Cash at Bank and on Hand	695,090	1,096,549
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SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**6 Trade & Other Receivables**

**Current**

Debtors	34,906	22,471
Prepayments	119,589	61,348
Security Deposits	5,000	5,000
	159,495	88,819

**7 Inventories**

**Current**

Bar Stock	96,479	99,593
Bottleshop	37,489	41,906
Other	15,501	17,216
	149,469	158,715

**8 Financial Assets**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
“Held-to-maturity”		
Term Deposits	2,206,869	2,130,115

**9 Property, Plant and Equipment**

	Freehold Land	Buildings & Greens	Furniture, Plant & Equipment Fixtures & Fittings, Motor Vehicles	Poker Machines	Capital WIP	Total
	\$	\$	\$	\$	\$	\$
<b>Year ended 30 June 2016</b>						
<b>At 1 July 2016</b>						
Net of Accumulated Depreciation/Amortisation	1,942,600	10,150,050	555,164	652,228	631,493	13,931,535
Additions	-	8,849	276,725	425,817	978,511	1,689,902
Less Disposals	-	-	-	-	-	-
Transfers from Capital WIP	-	1,443,615	49,122	-	(1,492,737)	-
Revaluations	88,300	(158,026)	-	-	-	(69,726)
Less: Depreciation/Amortisation	-	374,248	161,058	385,507	-	920,813
<b>At 30 June 2016</b>						
Net of Accumulated Depreciation/Amortisation	2,030,900	11,070,240	719,953	692,538	117,267	14,630,898
<b>At 1 July 2015</b>						
Cost or Fair Value	1,942,600	10,499,609	2,695,137	3,394,521	631,493	19,163,360
Accumulated Depreciation/Amortisation	-	349,559	2,139,973	2,742,293	-	6,231,825
Net Carrying Amount	1,942,600	10,150,050	555,164	652,228	631,493	13,931,535
<b>At 30 June 2015</b>						
Cost or Fair Value	2,030,900	11,071,482	3,118,102	3,258,664	117,267	19,596,415
Accumulated depreciation/Amortisation	-	1,242	2,398,149	2,566,126	-	4,965,517
Net Carrying Amount	2,030,900	11,070,240	719,953	692,538	117,267	14,630,898

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

	Freehold	Buildings & Greens	Furniture, Plant & Equipment Fixtures & Fittings, Motor Vehicles	Poker Machines	Motor Vehicles	Total
	\$	\$	\$	\$	\$	\$
<b>Year ended 30 June 2015</b>						
<b>At 1 July 2014</b>						
Net of Accumulated						
Depreciation/Amortisation	5,442,600	10,765,905	548,128	601,097	-	17,357,730
Additions	-	99,634	153,999	427,943	631,493	1,313,069
Less Disposals	-	-	-	-	-	-
Transfers to Investment in Joint Venture	(3,500,000)	-	-	-	-	(3,500,000)
Revaluations	-	(366,412)	-	-	-	(366,412)
Less: Depreciation/Amortisation	-	349,077	146,963	376,812	-	872,852
<b>At 30 June 2015</b>						
Net of Accumulated Depreciation/Amortisation	1,942,600	10,150,050	555,164	652,228	631,493	13,931,535
<b>At 1 July 2014</b>						
Cost or Fair Value	5,442,600	10,766,387	2,585,544	3,304,267	-	22,098,798
Accumulated Depreciation/Amortisation	-	482	2,037,416	2,703,170	-	4,741,068
Net Carrying Amount	5,442,600	10,765,905	548,128	601,097	-	17,357,730
<b>At 30 June 2015</b>						
Cost or Fair Value	1,942,600	10,499,609	2,695,137	3,394,521	631,493	19,163,360
Accumulated depreciation/Amortisation	-	349,559	2,139,973	2,742,293	-	5,231,825
Net Carrying Amount	1,942,600	10,150,050	555,164	652,228	631,493	13,931,535
				<b>2016</b>	<b>2105</b>	
				\$	\$	

## 10 Interest in Joint Ventures

Greenside Retirement Village Construction Joint Venture	2,500,000	2,500,000
Greenside Retirement Village Operate Joint Venture	1,002,701	1,000,000
	<u>3,502,701</u>	<u>3,500,000</u>

The Club has a 50% interest in an unincorporated joint venture formed to develop and construct the Over 55s Greenside Retirement Village on land adjacent to the Club.

The Club has a 50% interest in an unincorporated Joint Venture formed to operate the Over 55s Greenside Retirement Village on land adjacent to the Club once Tenants commence to occupy the Village.

The proportion of ownership interest in both Joint Ventures is the same as the proportion of voting rights held.

### (i) Commitments and contingent liabilities in respect of the Joint Venture

The Company has permitted a first mortgage to be placed on the Club's property at 118A Soldiers Point Road, Soldiers Point NSW in order to provide security for liabilities incurred by the Greenside Retirement Village Construction Joint Venture. The value of the contingent liability is the fair value of the land which is estimated at \$3,500,000 at 30 June 2016.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**(ii) Summarised financial information for Joint Venture  
(a) Greenside Retirement Village Construction Joint Venture**

**- Summarised Statement of Financial Position**

The Greenside Retirement Village Construction Joint Venture completed the construction of Phase One of the development comprising 26 Villas and common area facilities during the year with the sub-lease of 11 Villas settling prior to 30 June 2016. The Statement of Financial Position of the Greenside Retirement Village Construction Joint Venture at 30 June 2016 includes assets comprising construction costs incurred to date in respect of Villas remaining to be sold and the land contributed by the Club. Liabilities include debt and equity funding provided by the Joint Venture Participants and external financiers which have been utilised to fund the work in progress.

The Club is only entitled to a share of the net assets of the joint venture and does not have any claims or obligations in relation to the individual assets and liabilities of the joint venture. The club is entitled to share in the profits of the joint venture, however is not required to contribute to any operating losses incurred by the joint venture.

**- Reconciliation to carrying amount**

Club's share of the Positive Net Assets of the Greenside Retirement Village Construction Venture – 50%	2,277,598
Adjustment to reflect right to initial profits of \$2,500,000	222,402
	<u>2,500,000</u>

**- Summarised Statement of Financial Performance**

Revenue	4,187,000
Profit or loss from continuing operations	222,402
Other comprehensive income	-
Total comprehensive income	<u>222,402</u>

**b) Greenside Retirement Village Operate Joint Venture**

**- Summarised Statement of Financial Position**

Current Assets*	6,472
Current Liabilities	15,124
Non-current Assets	14,054
Non-current Liabilities	-
Net Assets	<u>5,402</u>

\*Included in current assets is cash and cash equivalents balance of \$1,672

**- Reconciliation to carrying amount**

Club's share of Net Assets of the Greenside Retirement Village Operate Joint Venture – 50%	2,701
Intangible – Contractual rights in residential sub-leases	1,000,000
	<u>1,002,701</u>

**- Summarised Statement of Financial Performance**

Revenue	17,804
Profit or loss from continuing operations	5,402
Other comprehensive income	-
Total comprehensive income	<u>5,402</u>

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2105 \$
<b>11 Investment Properties</b>		
<b>Non-Current</b>		
Investment Properties	725,000	688,687

**12 Fair Value Measurements**

This note explains the judgements and estimates in determining the fair value of Land and Buildings on Investment Properties measure at fair value. The Company has classified its assets into three levels prescribed by the Accounting Standards.

	Investment Property Residential Soldiers Point Level 2 \$	Club Land & Buildings Soldiers Point Level 3 \$	Total \$
Opening Balance 1 July 2015	688,687	12,092,650	12,781,337
Acquisitions/Transfers from Capital WIP	-	1,452,464	1,452,464
Amounts recognised in Income Statement – depreciation	-	(374,248)	(374,248)
Gain/(Loss) recognised in Income Statement	36,313	-	36,313
Gain/(Loss) recognised in other comprehensive income	-	(69,726)	(69,726)
Closing Balance 30 June 2016	725,000	13,101,140	13,826,140
Opening Balance 1 July 2014	688,687	16,208,505	16,897,192
Acquisitions	-	99,634	99,634
Amounts recognised in Income Statement – depreciation	-	(349,077)	(349,077)
Transfer to Investment in Joint Venture	-	(3,500,000)	(3,500,000)
Gain/(Loss) recognised in other comprehensive income	-	(366,412)	(366,412)
	688,687	12,092,650	12,781,337

The company obtains independent valuations for its investment properties and for its club freehold land and buildings at least every three years.

At the end of each reporting period, the directors update their assessment of the fair value of each property, taking into account the most recent independent valuations. The directors determine a property's value within a range of reasonable fair value estimates.

The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available the directors consider information from a variety of sources including:

- current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences
- capitalised income projections based upon a property's estimated net market income, and a capitalisation rate derived from an analysis of market evidence.

All resulting fair value estimates for investment properties are included in level 2 and the Club Land and Buildings in level 3.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**13 Intangible Assets**

	<b>2016</b>	<b>2015</b>
	\$	\$
<b>Non-Current</b>		
Poker Machine entitlements	462,351	382,984

**14 Trade and Other Payables**

<b>Current</b>		
Creditors & Accruals	400,229	413,487
GST Payable	37,280	94,571
	437,509	508,058

**15 Provisions**

<b>Current</b>		
Provision for Holiday Pay	179,022	181,939
Provision for Time in Lieu	9,931	9,931
Provision for Long Service Leave	125,945	114,894
	314,898	306,764
<b>Non-Current</b>		
Provision for Long Service Leave	70,667	57,298

**16 Other Current Liabilities**

<b>Subscriptions in Advance</b>	30,686	30,803
<b>Income in Advance</b>	17,637	16,214
Functions Deposits Received	1,920	1,800
Security Deposits Held	1,200	1,200
Tomaree Liquor Accord	-	-
Men's Travelling Bowlers	2,389	2,276
	53,832	52,293

**17 Reserves**

<b>Asset Revaluation Reserve</b>		
<b>Opening Balance at 1 July 2015</b>	9,847,159	10,432,611
Revaluation increment/(decrement)	(70,276)	(366,412)
Depreciation transfer	-	(219,040)
Closing Balance at 30 June 2016	9,776,883	9,847,159

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

The Asset Revaluation Reserve represents the net increment in Land and Buildings assets which are measured at fair value.

**18 Auditor's Remuneration**

Amounts received, or due to be receivable by the Auditor of the Company for:-

<b>Audit Services</b>	26,300	20,000
<b>Other Services</b>	10,828	4,470
	37,128	24,470
	37,128	24,470

**19 Related Parties**

The names of persons who were Directors of the Club at any time during the year are as they appear in the attached Directors' Report.

<b>Key Management Personnel</b>	<b>2016</b>	<b>2015</b>
	\$	\$
The total of remuneration paid to key management personnel of the Company during the year was as follows:		
Short term employee benefits	179,021	171,050
Long term employee benefits	2,938	3,144
Post employment benefits	15,108	14,195
	197,067	188,389
	197,067	188,389

**Related Party Transactions**

The daughter of Director S. Collins is employed by the Club under normal award terms and conditions.

**20 Additional Financial Instrument Disclosure**

The Company's financial instruments consist mainly of deposits, a line of credit with banks, and accounts receivable and payable.

**a) Interest Rate Risk**

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The financial assets and liabilities subject to interest rate risk are:

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

*Bank Accounts*

At 30 June 2016 the Club had the following bank accounts at call:

	<b>Balance</b>	<b>Interest</b>
	\$	Rate
Main Trading Account	142,731	1.00%
Savings Account	454,221	2.35%
Jackpot Account	22,175	0.01%
Keno Account	27,400	0.01%
TAB Account	23,957	0.01%
	<u>670,484</u>	

The Club also has 3 term deposits totalling \$2,206,869 with interest rates ranging between 2.7%-3.1% at 30 June 2016.

All other financial assets and liabilities of the Club which have been recognised on the Statement of Financial Position are not subject to interest rate risk as they are non-interest bearing.

**b) Credit Risk**

Credit risk arises from cash and cash equivalents held with banks and financial institutions, as well as credit exposures to customers, including outstanding receivables. The Directors regularly monitor interest rate returns and deal with well-established and recognised financial institutions. Credit is not generally extended to customers.

The maximum credit risk in financial asset of the Company which have been recognised on the Statement of Financial Position, is carrying amount net of any provision for doubtful debts.

The Club has reviewed the credit quality of its financial assets and expects all receivables to be recovered within due collection periods. No collateral or security is held in respect of any receivables.

**c) Liquidity Risk**

Liquidity risk is the risk that the Club will encounter difficulties in meeting its obligations associated with its financial liabilities. This is managed by ensuring that sufficient funds are available at all times to cover these liabilities. The projected cashflow for the next financial year shows that sufficient cash will be generated to make repayments of current financial liabilities.

**d) Net Fair Value of Financial Assets**

The Club's financial assets and liabilities included in the Statement of Financial Position are carried at amounts that approximate net fair value.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**21 Capital Commitments**

	2016	2015
	\$	\$
<b>a) Capital Expenditure Commitments</b>		
Capital expenditure commitments contracted for:		
Capital expenditure projects – to be expended within one year.	-	315,742
	-	315,742

**22 Notes to Statement of Cashflows**

**1. Reconciliation of Cash**

For the purpose of the Cashflow statement, cash includes cash on hand and at call deposits with a bank or financial institution, net of overdrafts if any, and excludes investments with a maturity of greater than three months.

Cash & Cash Equivalents	695,090	1,096,549
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**2. Reconciliation from the net profit/(Loss) after tax to the net cashflows from operations.**

<b>Operating Profit/(Loss) After Tax</b>	672,252	700,273
Non-Cashflow in Operating Profit/(Loss)		
Depreciation	920,813	872,852
Loss/(Profit) on Sale of Assets	(12,000)	(65,871)
Net change in Employee Leave Provisions	21,503	23,688
Movement in Fair Value of Investment Properties	(36,313)	-
Share of Profit/(Loss) of Joint Venture	(2,701)	-
	1,563,554	1,530,942
<u>Changes in Assets and Liabilities</u>		
Decrease/(Increase) in Trade and Other Receivables	(12,435)	(9,343)
Decrease/(Increase) in Inventories	9,246	(283)
Decrease/(Increase) in Other Assets	(58,241)	13,132
Increase/(Decrease) in Trade Creditors and Other Payables	(37,747)	(23,291)
Increase/(Decrease) in Other Liabilities	1,539	(22,070)
<b>Net Cash From Operating Activities</b>	1,465,916	1,498,107

The Club has a National Business Visa limit of \$10,000 which was unused at financial year end.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

**23 New Accounting Standards and Interpretation**

Title of Standard	Impact	Application Date**
AASB 9 Financial Instruments AASB 2010-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2009) AASB 2012-6 Amendments to Australian Accounting Standards – Mandatory Effective Date of AASB 9 and Transitional Disclosures AASB 2013-9 Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments AASB 2014-1 Amendments to Australian Accounting Standards AASB 2014-7 Amendments to Australian Accounting Standards arising from AASB 9 AASB 2014-8 Amendments to Australian Accounting Standards arising from AASB 9	While the Company has not yet undertaken a detailed assessment of the classification and measurement of financial assets and liabilities, given the limited nature of its financial assets and liabilities it is not expected that there will be a significant change to the basis of accounting for these assets and liabilities.	1 January 2018
AASB 15 Revenue from Contracts with Customers	The changes in revenue recognition requirements may cause changes to the timing and amount of revenue recorded in the financial statements as well as additional disclosures. The impact of AASB 15 has not yet been quantified.	1 January 2018

The application of the following standards is not expected to affect any of the amounts recognised in the financial statements, but will result in changes to the additional information disclosed in the financial statements.

Title of Standard	Application Date**
2014-4 Amendments to Australian Accounting Standards - Clarification of Acceptable Methods of Depreciation	1 January
2015-3 Amendments to Australian Accounting Standards arising from the withdrawal of AASB1031 Materiality	1 July 2015
2015-1 Annual Improvements (2012 - 2014 cycle)	1 January
2015-2 Disclosure Initiative - Amendment to AASB 101	1 January
AASB 1057 Application of Australian Accounting Standards	1 January
AASB 2015-9 Amendments to Australian Accounting Standards - Scope and Application paragraphs	1 January 2016
** Applicable to reporting periods commencing on or after the given dates.	
No standards have been early adopted.	

**24 Corporate Details**

The registered address of the Company is 118 Soldiers Point Road, Soldiers Point NSW 2317

**SOLDIERS POINT BOWLING CLUB**  
*Proudly supports the following organisations*

Aerobics - Over 50s	Community Transport Port Stephens
Blue Water Line Dancers	Birubi Surf Life Saving Club
Breast Cancer Foundation	Sewing Bees
Nelson Bay Junior Hockey Club	Cancer Council of NSW
Nelson Bay Junior Football Club	Oncology Department, Mater Hospital
Nelson Bay Junior Cricket Club	Tomaree Prostate Cancer Group
Nelson Bay Junior Rugby League Football Club	Port Stephens Choral Ensemble
Nelson Bay Rock 'n Roll Group	Tomaree Peninsula Photography Club
Port Stephens Ulysses Club	Tomaree Public School P & C Association
Hunter Prostate Cancer Alliance	Tomaree Public Schools Principal's Group
Salamander Child Care Centre	Waratah Slimmers
Salamander Recycling Centre	Westpac Rescue Helicopter Service
Nelson Bay Girl Guides	Hunter Academy of Sport
Seaside Singers	Anna Bay Public School
Soldiers Point Public School	Stockton Hospital
Tomaree Ladies Probus	Tomaree High School
Tomaree Over 55 Aerobics (TOFFS)	Port Stephens SES
Little Wings	R & R Recycling
Port Stephens PCYC	Leukaemia Foundation
Ovarian Cancer Australia	Nelson Bay View Club

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)



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**118 Soldiers Point Road**

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