

# Soldiers

POINT BOWLING CLUB



*Annual Report 2017-2018*

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 13th October 2018 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 2018.
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, Kevin Lynch (# 4) be elected to Life membership of the Club.'

Note: The Board considers Kevin Lynch to be eligible for election to Life membership under Rule 18 of the Club's Constitution. The election of Kevin Lynch to Life membership is proposed by Les Ritchie (#172) and seconded by Barry Williamson (# 46). 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, CEO  
18<sup>th</sup> September 2018

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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 13th October 2018 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, \$8,000; 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 \$8,000 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;
- (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;

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**NOTICE OF ANNUAL GENERAL MEETING**

- (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, CEO  
18<sup>th</sup> September 2018

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(ACN 147 524 847)

**OFFICE BEARERS 2017/2018**

PATRONS: BRUCE COOPER  
ROSS BROWN

PRESIDENT: JIM RICHARDSON

DIRECTORS: TERRY WHITTON  
KEVIN LYNCH  
BARRY WILLIAMSON  
BILL SULLIVAN  
GARETH JONES  
PHIL ROSENBERG  
LES RITCHIE  
MYLES COLLINS

CEO: 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 2018**

LIFE	2
BOWLING	310
SOCIAL	6,357
<b>TOTAL</b>	<b>6,670</b>

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**PRESIDENT'S REPORT**

Dear Members,

Another successful year for Soldiers Point Bowling Club both on and off the Green. A healthy profit was achieved in a subdued market, with many clubs doing it tough, thanks to good management and good patronage by you, the members; we are able to provide a club second to none.

Many thanks go to the staff in all departments for a great effort over a long period. To the Board of Directors I compliment you on the professionalism shown in a sometimes thankless job, I look forward to working with you for the next twelve months.

To our bowlers, thank you for the effort, both men and women, successfully bringing home flags and keeping Soldiers Point's name to the fore.

In conclusion, my deepest sympathy to those who lost loved ones this year, they are gone but not forgotten.

Jim Richardson  
President

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**CHIEF EXECUTIVE OFFICER'S REPORT 2017-2018**

Dear Members,

The surplus on operations for the 2017-18 financial year was \$703,017 (2016-17 \$742,460). This result is representative of the fantastic support that the Club receives from its members throughout the year. Thank you one and all.

Soldiers Point Bowling Club is very proud of its support of the community. The Club has returned to the community \$2.4 million in wages and paid over \$926,500 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, Anna Bay Public School, Tomaree Public and High School and other charitable organisations, Soldiers Point Bowling Club donations to the community exceeded \$130,000.

Congratulations to every Soldiers Point Bowling Club bowler who excelled on the green this year and for your regular attendance at social games and tournaments.

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

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 has laid the foundation for the continued success of Soldiers Point Bowling Club.

The club constantly moves to improve its environmental credentials. The 270kW solar panel system continues to reduce the electricity costs by up to 40% and the waste removal strategy is also paying dividends.

Greenside Port Stephens celebrated its second anniversary in April 2018. 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. The final four apartments were sold in December 2017 which saw the SOLD OUT sign go up. We look forward to Stage II sometime soon.

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 sturdily as it is today. You have all allowed the Board to constantly improve the club facilities and services for you to enjoy.

Simon Lack  
CEO

SOLDIERS POINT BOWLING CLUB LTD  
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**BOWLS DIRECTOR'S REPORT**

Hello members and welcome to the Annual Bowls Report for 2017/2018.

**PENNANTS**

- Well done to everyone who competed in the Pennant competition for 2018. Grade 1, 6.1s and 7 won their section, but fell short in the finals series.
- The Grade 5 Mid-week team won the Zone Flag.

I am sure with the continued support of you the bowlers/members, next season will be bigger and better.

**ZONE & RNSWBA**

- 2017 NDBA Bowler of the year - Terry Antram.
- NDBA Reps – Myles Collins, Daniel Clarke, Terry Antram, Jason Pietraszek, Lee Such, Brian Bateman and Kaleb Austin.
- NSW Over 40's Bill Ahoy and Terry Antram.

**SOLDIERS POINT WOMEN**

- Special mention to our Ladies led by Di Sullivan, 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 all 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, Kerry Cree, Joe Przewdzik, Helen Bambach and the Bowls Committee, a big thank you to them for all the help they have given me in 2017/18.

**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 thank you for all your efforts through the year, well done and I look forward to the new year ahead.

SOLDIERS POINT BOWLING CLUB LTD  
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**FUTURE**

The future of bowls at the club looks bright with the continued support of the Board of Directors the club again will host a few major events in the next 12 months along with our regular tournaments and some new social bowls formats.

Terry Antram  
Bowls Director

EVENT	Winners	Runner up
	2017 Winners	2017 Runners up
Men's Major Singles	Matt Norris	Shannon Tighe
Men's Pairs	Lee Such Terry Antram	Alan Tighe Shannon Tighe
Men's Triples	Lee Such Bill Park Alvin Gardiner	Graham Tinkler Des Layer Alan Austin
Men's Fours	Steve Gransden John Cole Brian Bateman Jason Pietraszek	Matt Proud Steve Collins Mark Sheppard Terry Antram
Men's Minor Singles	Henry Rann	Terry Long
Men's Minor Pairs	Ted Nunn Terry Long	Henry Rann Bill Park
Men's Over 70 Singles	Bill Sullivan	Barry Brennan
Mixed Fours	Gail Collins John Collins Julie Schumacher Chris Ramage	Jules Wallis Myles Collins Vacie McIntyre John Cole
Mixed Pairs	Julie Schumacher Chris Ramage	Vacie McIntyre John Cole
Consistency Singles	Sid Johnson	Ben Eick
NDBA Achievements	Newcastle Bowler of the year 2017	Terry Antram
Pennants	2018 Grade 1, 6 & 7 section winners Grade 5 Mid-week Zone Winners	

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

Twelve months has flown, and the ladies have had a busy year, our No. 4 Pennant Side won the district flag and went on to win the regional playoff; to go to state playoff in August, well done ladies. The senior fours team – Betty Herbertson, Vacie McIntyre, Alison Moxey and Pam Stephens also won district, regional playoff and were runners up in the state in September, once again well done.

The inaugural Waves to Wine competition between Newcastle District and The Hunter District was held at our club Sunday 5<sup>th</sup> August with Newcastle District winning the first competition, we look forward to next year which will be held in the Hunter District.

The Blue Water Carnival was held in August and was very successful with the ladies vowing to come back next year, well done to Pam Smith and her girls, our social ladies led by Deb Bellingham, umpires, all our ladies who helped with raffles, lunches etc. Sandra Ball who put the flags up and down on days concerned as well as helping out with vice president duties with Chris Pedder, Treasurer Julie Lister, Secretary Robin. I would like to thank Fiona, Cameron and the Bistro staff for great meals. Last but not least office staff, bar staff and green keepers.

Diana Sullivan  
President

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**LIST OF ACHIEVEMENTS 2018**

- WBNSW STATE PENNANTS GRADE 4 – CONTESTANTS
- WBNSW STATE CHAMPIONSHIPS SENIOR FOURS RUNNERS UP  
Pam Stephens, Alison Moxey, Vacie McIntyre and Betty Herbertson
- CHAMPION OF CLUB CHAMPION PAIRS  
Pam Stephens and Alison Moxey
- REGION 5 PENNANTS - GRADE 4 WINNERS
- NEWCASTLE DISTRICT PENNANTS
  - GRADE 1 RUNNERS UP
  - GRADE 4 WINNERS

MAJOR SINGLES	Cheryl Field	RUNNER UP	Pam Smith
PAIRS	Pamela Stephens Alison Moxey	RUNNERS UP	Vicki Marshall Olga Hyde
TRIPLES	Jan Sutherland Vacie McIntyre Betty Herbertson	RUNNERS UP	Pam Stephens Maria Barrett Cheryl Field
FOURS	Chris Pedder Rhondda Cooper Dianne Williams Julie Lister	RUNNERS UP	Jan Millington Margaret Whitby Nareen Layer Marilyn Gill
ANNIS YOUNG CONSISTENCY			
WINNER	Pam Stephens	RUNNER UP	Adelle Pearson

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**FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2018**

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This financial report was authorised for issue by the 18th September 2018.  
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 30th June 2018.

**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 & the Combined Group of Unions. Prior to this he was a bricklayer.	16
Terry Whitton	Director		Retired Boiler Maker of 42 years; and retired truck driver in racing industry for 7 years.	15
Kevin Lynch	Director		Retired; Former secretary and life member Lakes United RLFC. Former President, secretary and life member of Newcastle Junior Rugby League. Former Director and life member of Newcastle Knights, former Deputy Chairman Knights Leagues Club. Former Director of Newcastle Leagues Club and Belmont Sportsman Club.	14
Barry Williamson	Director		Retired; Electrician for railway maintenance company, commissioning engineer for electrical gas, LPG company and finished working life operating his own business as a contract electrician.	9
Bill Sullivan	Director		Retired; Former Supervisor of a slow combustion and oil heating industry company. Self-employed in the same industry until he retired..	5
Myles Collins	Director		Musician; Founded independent music publishing business (15 years ago) which supplied printed music to bands and orchestras world-wide. Prior to this worked for a global consumer goods manufacturer in management roles for 20 years. Honours degree in Chemistry.	3
Les Ritchie	Director		Retired; Worked for Community Transport. Prior to that worked in the club industry for over 20 years as a Secretary Manager, Director & Bowls Co-ordinator	1
Gareth Jones	Director		Retired; Owned and operated the Sidewalk Café for 10 years. Prior to that was a Project Manager of Tomago Smelter and Chief Surveyor at Kurri Kurri Smelter and Williamtown Airbase. Recently has served as a Director of Nelson Bay Golf Club.	1
Phil Rosenberg	Director		Retired; Worked for Castle Chemicals for 12 years. Prior to this he worked in the accounting field in Sydney and also ran his own business for 10 years	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 30th June 2018 were the running of the Club in accordance with its objectives for the benefit of its members.

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**DIRECTORS' REPORT**

**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 Director 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 \$703,017 (2017 \$742,460).

**5. Auditor's Independence Declaration**

The Auditor's Independence Declaration for the year ended 30th June 2018 has been received and is set out on page 16 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 30th June 2018 the collective liability of members was \$6,670 (2017 \$6,517).

**7. Meeting Attendances**

The number of Board meetings held during the financial year ended 30th June 2018 was 12 normal monthly Board meetings and 2 special Board meetings. The details of each Directors attendances at those meetings is given below:

<b>Director</b>	<b>Normal</b>	<b>Special</b>	<b>Held Whilst in Office</b>
Jim Richardson	10	2	14
Terry Whitton	11	2	14
Ross Brown (Resigned AGM 2017)	3	1	4
Kevin Lynch	11	2	14
Barry Williamson	12	2	14
Warren Braye (Resigned AGM 2017)	3	1	4
Bill Sullivan	12	2	14
Chris Ramage (Resigned AGM 2017)	1	1	4
Myles Collins	11	2	14
Les Ritchie (Appointed AGM 2017)	9	1	10
Gareth Jones (Appointed AGM 2017)	7	1	10
Phil Rosenberg (Appointed AGM 2017)	9	1	10

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**DIRECTORS' REPORT**

**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 :-

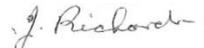
Core Property - Property situated at 118 Soldiers Point Road, Soldiers Point, NSW, 2317

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 18th September 2018. 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



Les Ritchie – Director

Dated: 18th September 2018

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 30th June 2018 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

*Kirsty Porteous*

Kirsty Porteous – Partner

*DFK Crosbie Partners*

DFK Crosbie Partners  
Chartered Accountants

**Dated: 18th September 2018  
Warabrook, NSW**

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**INDEPENDENT AUDIT REPORT TO MEMBERS**

To the Members of Soldiers Point Bowling Club Limited.

**Report on the Financial Report**

**Opinion**

We have audited the financial report of Soldiers Point Bowling Club Limited (the Company), which comprises the Statement of Financial Position as at 30 June 2018 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cashflows for the year then ended and notes to the financial statements including a summary of significant accounting policies, and the Directors' declaration.

In our opinion, the accompanying 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 the Company's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Regulations 2001.

**Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Co-operative in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

**Directors' Responsibility for the Financial Report**

The Directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

In preparing the financial report, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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

The auditor's report relates to the financial report of the Company for the year ended 30 June 2018 included on the Company's web site. The Company's Directors are responsible for the integrity of the Company's web site. We have not been engaged to report on the integrity of this web site. 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 web site.

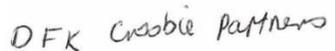
***Auditor's Responsibility***

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at [http://www.auasb.gov.au/auditors\\_files/ar4.pdf](http://www.auasb.gov.au/auditors_files/ar4.pdf). This description forms part of our auditor's report.



Kirsty Porteous – Partner



DFK Crosbie Partners  
Chartered Accountants

**Dated: 18th September 2018  
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 8 to 22 are in accordance with the Corporations Act 2001 and:
  - (a) complying with Australian Accounting Standards - Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory reporting requirements; and
  - (b) giving a true and fair view of the Company's financial position as at 30 June 2018 and of its performance for the year ended on that date.
- 2 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



Les Ritchie – Director

**Dated: 18th September 2018**

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	5	1,415,970	1,465,677
Trade and Other Receivables	6	98,338	44,633
Inventories	7	148,572	143,156
Financial Assets	8	2,927,996	2,274,986
Other Assets	9	34,672	92,525
<b>TOTAL CURRENT ASSETS</b>		4,625,548	4,020,977
<b>NON-CURRENT ASSETS</b>			
Property, Plant and Equipment	10	14,442,770	14,594,394
Investment in Joint Venture	11	3,719,579	3,596,803
Investment Properties	12	830,000	765,000
Intangible Assets	13	462,351	462,351
<b>TOTAL NON-CURRENT ASSETS</b>		19,454,700	19,418,548
<b>TOTAL ASSETS</b>		24,080,248	23,439,525
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	14	527,419	608,185
Current Provisions	15	334,055	334,866
Other Current Liabilities	16	38,582	38,132
<b>TOTAL CURRENT LIABILITIES</b>		900,056	981,183
<b>NON-CURRENT LIABILITIES</b>			
Non-Current Provisions	15	79,748	60,915
<b>TOTAL NON-CURRENT LIABILITIES</b>		79,748	60,915
<b>TOTAL LIABILITIES</b>		979,804	1,042,098
<b>NET ASSETS</b>		23,100,444	22,397,427
<b>MEMBERS' FUNDS</b>			
Reserves		9,776,883	9,776,883
Retained Profits	17	13,323,561	12,620,544
<b>TOTAL EQUITY</b>		23,100,444	22,397,427

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 2018**

	Note	2018 \$	2017 \$
Bar & Bottle Shop Sales		2,557,836	2,433,163
Less Cost of Goods Sold		<u>(1,244,837)</u>	<u>(1,152,669)</u>
		1,312,999	1,280,494
 Bar Gross Profit %		 51.33%	 52.63%
Poker Machine Revenue		4,670,724	4,793,935
Raffle & Bingo Sales		285,061	290,303
Paper Gaming Commissions		173,204	154,683
Bowls Income		216,425	192,477
Rent Received		49,725	49,021
Interest Received		57,763	58,545
Member Subscriptions		90,299	68,793
Commissions Received		91,869	93,912
Profit on Sale of Assets		77,236	69,187
Movement in Fair Value of Investment Properties		65,000	40,000
Other Income		116,614	45,654
 <b>Total Trading and Other Income</b>		 <u>7,206,919</u>	 <u>7,137,004</u>
 <b>Expenses</b>			
Direct Bar & Bottles Shop Expenses		716,314	703,519
Direct Poker Machine Expenses		1,893,791	1,874,749
Raffles & Bingo Expenses		350,025	348,449
Paper Gaming Expenses		86,908	91,433
Bowls Expenses		668,540	640,692
Members Amenities		522,917	476,595
Clubhouse Expenses		527,858	533,275
Administration Expenses		1,860,325	1,819,934
 <b>Total Expenses</b>		 <u>6,626,678</u>	 <u>6,488,646</u>
 Share of net profit/(loss) of Joint Ventures accounted for using the equity method		 122,776	 94,102
 <b>Profit for the Year</b>		 703,017	 742,460
Income Tax Expense	1	-	-
 <b>Net Profit/(Loss) After Income Tax</b>		 <u>703,017</u>	 <u>742,460</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 COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2018**

	<b>Note</b>	<b>2018 \$</b>	<b>2017 \$</b>
<b>Profit for the year</b>		703,017	742,460
<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	-	-
<b>Total Comprehensive Income for the year</b>		<u>703,017</u>	<u>742,460</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 2018**

	Note	2018 \$	2017 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from Customers		9,045,583	8,856,070
Payments to Suppliers and Employees		(7,757,897)	(7,232,022)
Interest Received		57,763	58,545
<i>Net Cash Flows Provided by (used in)</i>			
<i>Operating Activities</i>	<b>20</b>	<b>1,345,449</b>	<b>1,682,593</b>
 <b>Cash Flows from Investing Activities</b>			
Payments for Plant, Equipment and Capital Works		(787,079)	(941,350)
Transfers (to) / from Investments		(653,010)	(68,117)
Proceeds from sale of property, plant & equipment		79,605	97,461
<i>Net Cash Flows Provided by (used in)</i>			
<i>Investing Activities</i>		<b>(1,360,484)</b>	<b>(912,006)</b>
 <b>Net Increase/(Decrease) in Cash Held</b>		 <b>(15,035)</b>	 <b>770,587</b>
 <b>Cash at the Beginning of the Financial Year</b>		 <b>1,465,677</b>	 <b>695,090</b>
<b>Cash and Cash Equivalents at the End of the Financial Year</b>	<b>5</b>	<b>1,450,642</b>	<b>1,465,677</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 2018**

	Note	RETAINED EARNINGS \$	ASSET REVALUATION SURPLUS \$	TOTAL \$
<b>Balance at 1 July 2016</b>		11,878,084	9,776,883	21,654,967
Profit attributes to the entity		742,460	-	742,460
Revaluation of land and buildings	<b>17</b>	-	-	-
<hr/>				
<b>Balance at 30 June 2017</b>		12,620,544	9,776,883	22,397,427
Profit attributable to the entity		703,017	-	703,017
Revaluation of land and buildings	<b>17</b>	-	-	-
<hr/>				
<b>Balance at 30 June 2018</b>		<u>13,323,561</u>	<u>9,776,883</u>	<u>23,100,444</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 2018**

**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.

**Statement of Compliance**

The financial report complies with Australian Accounting Standards - Reduced Disclosure Standards as issued by the Australian Accounting Standards Board (AASB) being AASB 1053 Application of Tiers of Australian Accounting Standards and AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

**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.

**Inventories**

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

**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.

**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.

**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.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**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 2017.

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.

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

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 & Equipment	10 – 33%	Straight-line
Poker Machines	30%	Straight-line

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

*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.

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.

**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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

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.

**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.

**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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**(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.

**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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**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.

**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 the expected future wage levels and period of service. Discount rates at the Australian Bond rates matching the estimated future cash outflows have been used.

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.

**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.

**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.

**Borrowing Costs**

Borrowing Costs are recognised as an expense when incurred.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**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.

**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.

**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.

SOLDIERS POINT BOWLING CLUB LTD  
(ACN 147 524 847)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

*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.

		2018	2017
		\$	\$
<b>3</b>	<b>Operating Revenue</b>		
	Bar Sales	2,066,804	1,974,665
	Bottleshop Sales	491,032	458,498
	Poker Machine Net Income	4,670,724	4,793,935
	Bingo	81,618	94,043
	Raffles	203,433	196,259
	Rent Received	49,725	49,021
	Bowls Income	216,425	192,477
	Keno Commission	121,429	112,046
	TAB Commission	51,775	42,638
	Other Commission	91,869	93,912
	Interest Received	57,763	58,545
	Subscription Income	90,299	68,793
	Other Income	116,614	45,654
	Profit on Sale of Fixed Assets	77,236	69,187
		8,386,756	8,249,673

SOLDIERS POINT BOWLING CLUB LTD  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>4 Operating Profit</b>		
Operating profit/(loss) before income tax is arrived at after crediting and charging the following specific terms:-		
<b>Credits</b>		
Interest Received/Receivable	57,763	58,545
Rent Received/Receivable	49,725	49,021
Profit on sale of Assets	77,236	69,187
Change in Fair Value of Investment Properties	65,000	40,000
<b>Charges</b>		
Depreciation	949,864	921,161
Employee Benefits - Wages	2,229,411	2,150,165
- Superannuation	205,799	196,015
- Leave Provisions	18,022	10,216
	<u>2,453,232</u>	<u>2,356,396</u>
<b>5 Cash and Cash Equivalents</b>		
Cash at Bank and on Hand	<u>1,415,970</u>	<u>1,465,677</u>
<b>6 Trade &amp; Other Receivables</b>		
<b>Current</b>		
Debtors	93,338	39,633
Security Deposits	5,000	5,000
	<u>98,338</u>	<u>44,633</u>
<b>7 Inventories</b>		
<b>Current</b>		
Bar Stock	90,082	87,758
Bottleshop	42,989	39,897
Other	15,501	15,501
	<u>148,572</u>	<u>143,156</u>
<b>8 Financial Assets</b>		
<b>Current</b>		
"Held-to-maturity" Term Deposits	<u>2,927,996</u>	<u>2,274,986</u>
<b>9 Other Assets</b>		
Prepayments	<u>34,672</u>	<u>92,525</u>

**SOLDIERS POINT BOWLING CLUB LTD**  
(ACN 147 524 847)  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**10 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 2018</b>						
<b>At 1 July 2017</b>						
Net of Accumulated Depreciation/Amortisation	2,030,900	10,823,560	974,923	765,011	-	14,594,394
Additions	-	45,119	175,760	450,779	128,951	800,609
Less: Disposals	-	-	-	2,369	-	2,369
Transfers from Capital WIP	-	105,281	-	-	(105,281)	-
Less: Depreciation/Amortisation	-	375,330	213,722	360,812	-	949,864
<b>At 30 June 2018</b>						
Net of Accumulated Depreciation/Amortisation	<u>2,030,900</u>	<u>10,598,630</u>	<u>936,961</u>	<u>852,609</u>	<u>23,670</u>	<u>14,442,770</u>
<b>At 1 July 2017</b>						
Cost or Fair Value	2,030,900	11,196,798	2,588,742	3,017,342	-	18,833,782
Accumulated Depreciation/Amortisation	-	373,238	1,613,819	2,252,331	-	4,239,388
Net Carrying Amount	<u>2,030,900</u>	<u>10,823,560</u>	<u>974,923</u>	<u>765,011</u>	<u>-</u>	<u>14,594,394</u>
<b>At 30 June 2018</b>						
Cost or Fair Value	2,030,900	11,347,198	2,764,502	4,078,246	23,670	20,244,516
Accumulated depreciation/Amortisation	-	748,568	1,827,541	3,225,637	-	5,801,746
Net Carrying Amount	<u>2,030,900</u>	<u>10,598,630</u>	<u>936,961</u>	<u>852,609</u>	<u>23,670</u>	<u>14,442,770</u>

**11 Interest in Joint Ventures**

	2018 \$	2017 \$
Greenside Retirement Village Construction Joint Venture	2,500,000	2,500,000
Greenside Retirement Village Operate Joint Venture	1,219,579	1,096,803
	<u>3,719,579</u>	<u>3,596,803</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 (Construction Joint Venture).

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 (Operate Joint Venture).

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 2018.

SOLDIERS POINT BOWLING CLUB LTD  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**(ii) Summarised financial information for Joint Venture**

**a) Greenside Retirement Village Construction Joint Venture**

**- Summarised Statement of Financial Position**

The Greenside Retirement Village Construct Joint Venture completed the construction of Stage One of the development comprising 26 Villas and common area facilities during the year with the sub-lease of 26 Villas settling prior to 30 June 2018. The Statement of Financial Position of the Greenside Retirement Village Construction Joint Venture at 30 June 2018 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**

Clubs share of the Positive Net Assets of the Greenside Retirement Village Construction Joint Venture - \$2,500,000 plus 50% of construction profit

**2018**

**2017**

2,500,000

2,500,000

2,500,000

2,500,000

**- Summarised Statement of Financial Performance**

At the date of this report the financial information of the Joint Venture was not available and therefore applicable disclosures in relation to Revenue, Profit and Loss, Assets and Liabilities cannot be disclosed.

The overall result of the project to date is a loss and the Club has no contractual obligation to contribute to the operating losses of the joint venture. Therefore the information which is unavailable relates to the disclosure items only and will not affect the Company's financial position as at 30 June 2018 and of its performance for the year ended on that date.

**- Reconciliation to carrying amount**

Clubs share of Net Assets of the Greenside Retirement Village

Operate Joint Venture – 50%

Intangible – Contractual rights in residential sub-leases

219,579

94,102

1,000,000

1,000,000

1,219,579

1,094,102

**- Summarised Statement of Financial Performance**

Revenue

184,164

120,772

Profit or loss from continuing operations

245,552

188,204

Other comprehensive income

-

-

Total comprehensive income

245,552

188,204

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
<b>12 Investment Properties</b>		
<b>Non-current</b>		
Investment Properties	830,000	765,000
Investment properties are stated at fair value, which has been determined based on a market appraisal performed by Skinner Property Valuations as at 20 July 2018. The real estate agent frequently assesses the market values for properties similar to those held by the Company in the same areas, having regard to past sales prices of other properties and current market conditions.		
<b>13 Intangible Assets</b>		
<b>Non-Current</b>		
Poker Machine entitlements	462,351	462,351
<b>14 Trade and Other Payables</b>		
<b>Current</b>		
Creditors & Accruals	519,972	449,662
GST Payable	7,447	158,523
	527,419	608,185
<b>15 Provisions</b>		
<b>Current</b>		
Provision for Holiday Pay & Other Employee Benefits	185,052	184,119
Provision for Long Service Leave	149,003	150,747
	334,055	334,866
<b>Non-Current</b>		
Provision for Long Service Leave	79,748	60,915
<b>16 Other Current Liabilities</b>		
Subscriptions in Advance	29,923	37,962
Income in Advance	3,501	(852)
Functions Deposits Received	2,800	-
Security Deposits Held	1,200	-
Men's Travelling Bowlers	1,158	1,022
	38,582	38,132

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**17 Reserves**

**Asset Revaluation Reserve**

Opening Balance at 1 July 2017	9,776,883	9,776,883
Revaluation increment/(decrement)	-	-
Depreciation transfer	-	-
Closing Balance at 30 June 2018	9,776,883	9,776,883

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

**18 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.

**Key Management Personnel**

The total remuneration paid to key management personnel of the Company during the year was as follows:

Short term employee benefits	183,883	180,336
Long term employee benefits	4,335	4,037
Post-employment benefits	15,375	14,902
	203,593	199,275

**19 Capital Commitments**

**a) Capital expenditure Commitments**

Capital expenditure commitments contracted for:

	2018	2017
	\$	\$
Capital expenditure projects – to be expended within one year	-	120,000

SOLDIERS POINT BOWLING CLUB LTD  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**20 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 bank overdrafts if any, and excludes investments with a maturity of greater than three months.

Cash & Cash Equivalents	1,415,970	1,465,677
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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>	703,017	742,460
<u>Non-Cashflow in Operating Profit/(Loss)</u>		
Depreciation	949,864	921,161
Loss/(Profit) on Sale of Assets	(77,236)	(69,187)
Net change in Employee Leave Provisions	18,022	10,216
Movement in Fair Value of Investment Properties	(65,000)	(40,000)
Share of Profit/(loss) of Joint Ventures	(122,776)	(94,102)
	1,405,891	1,470,548
<u>Changes in Assets and Liabilities</u>		
Decrease/(Increase) in Trade and Other Receivables	(53,705)	(4,727)
Decrease/(Increase) in Inventories	(5,416)	6,313
Decrease/(Increase) in Other Assets	57,853	27,064
Increase/(Decrease) in Trade Creditors and Other Payables	(94,296)	199,095
Increase/(Decrease) in Other Liabilities	450	(15,700)
<b>Net Cash From Operating Activities</b>	1,310,777	1,682,593

The Club has a National Business Visa limit of \$20,000 which was unused at financial year end.

**21 Corporate Details**

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



***Proudly supports the following organisations***

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

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