

**WARRINGAH BOWLING CLUB
LIMITED**

(a company limited by guarantee)

2012 ANNUAL REPORT

**WARRINGAH BOWLING CLUB LIMITED
A.B.N. 85 000 014 219**

WARRINGAH BOWLING CLUB LIMITED

(ABN 85 000 014 219)

(A company limited by guarantee)

Directors' Statutory Report

Your Directors submit the Financial Accounts of the Company for the financial year ended 30th June 2012.

DIRECTORS

The names of the Directors in office at anytime during or since the end of the year, particulars of their qualifications and special responsibilities are set out elsewhere in the directors' report.

OPERATING RESULT

The profit of the company for the financial year was \$62,227 (2011 profit \$42,608). The company is exempt from income tax under current legislation.

PRINCIPAL ACTIVITIES

The principal activity of the Company during the course of the year were the provision of bowling facilities and associated club and social activities for the benefit of the members.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

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

AFTER BALANCE DATE EVENTS

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

FUTURE DEVELOPMENTS

The company expects to maintain the present status and level of operations and hence there are no likely developments in operations in future financial years.

ENVIRONMENTAL ISSUES

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

DIVIDENDS

No dividends were declared or paid since the start of the financial year. No recommendation for payment of dividends has been made.

SHARE OPTIONS

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

WARRINGAH BOWLING CLUB LIMITED

(ABN 85 000 014 219)

(A company limited by guarantee)

DIRECTORS BENEFITS

No director has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company or related body corporate with a director, a firm which a director is a member or an entity in which a director is a member or an entity in which a director has a substantial financial interest with the exception that two directors have received fees for commercial services rendered to the company.

Indemnifying Officer or Auditor

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

Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility of the Company for all or any part of those proceedings. The Company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307 of the Corporations Act 2001 is set out on page 12.

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



R.P.C Mills
Director



J.A De Greenlaw
Director

Signed at Mosman, dated this 21st day of August, 2012

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED

(ABN 85 000 014 219)

(A company limited by guarantee)

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2012

	Note	2012 \$	2011 \$
<u>CURRENT ASSETS</u>			
Cash	3	233,950	175,565
Receivables	4	2,117	-
Inventories	5	11,675	27,224
TOTAL CURRENT ASSETS		247,742	202,789
NON CURRENT ASSETS			
Property, Plant and Equipment	6	3,776,606	3,759,493
TOTAL NON-CURRENT ASSETS		3,776,606	3,759,493
TOTAL ASSETS		4,024,348	3,962,283
<u>CURRENT LIABILITIES</u>			
Payables	7	30,202	36,397
Current tax liabilities (GST)	8	7,814	11,937
Other	9	39,376	24,768
TOTAL CURRENT LIABILITIES		77,392	73,102
<u>NON-CURRENT LIABILITIES</u>			
Provisions	10	-	4,451
TOTAL NON-CURRENT LIABILITIES		-	4,451
TOTAL LIABILITIES		77,392	77,553
NET ASSETS		3,946,956	3,884,729
<u>EQUITY</u>			
Reserves	2	3,479,927	3,479,927
Retained Profits		467,029	404,802
TOTAL EQUITY		3,946,956	3,884,729

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED
(ABN 85 000 014 219)
(A company limited by guarantee)

	Note	2012	2011
<u>Operating profit</u>		\$ 62,227	\$ 42,608
Retained profits at the beginning of the financial year		404,802	362,194
Retained profits at the end of the financial year		<u>467,029</u>	<u>404,802</u>

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED
(ABN 85 000 014 219)
(A company limited by guarantee)

NOTES TO AND FORMING PART OF THE 2012 FINANCIAL STATEMENTS

NOTE 1: STATEMENT OF ACCOUNTING POLICIES

WARRINGAH BOWLING CLUB LIMITED is a company limited by guarantee, incorporated and domiciled in Australia.

Reporting Basis and Conventions.

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Corporations Act 2001.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accrual basis and are based on historical costs, unless otherwise stated in the notes. The material accounting policies that have been adopted in the preparation of the statements are as follows:

a) Property, Plant and Equipment

Property

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

Plant and Equipment

Plant and equipment are measured at cost and are depreciated (using the straight line method) over their useful lives to the company.

b) Inventories

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

c) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

c) Goods and Services Tax

Revenues, Expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED
(ABN 85 000 014 219)
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NOTES TO AND FORMING PART OF THE 2012 FINANCIAL STATEMENTS (CONTINUED)

	2012	2011
	\$	\$
NOTE 2: RESERVES		
Balance at the beginning of the reporting period Asset Revaluation Reserve	3,479,927	2,779,927
	3,479,927	2,779,927
Increase (decrease) in reserves during the reporting period:		
Asset revaluation reserve	-	700,000
	3,479,927	3,479,927
	3,479,927	3,479,927
NOTE 3: CASH assets		
Cash on hand	3,800	5,851
Bank Accounts		
Cash in bank – Working account	120,325	53,437
Cash Management Account	17,282	17,085
Cash in Bank – Trophies account	11,529	6,464
Cash in bank – Womens account	14,207	13,198
Cash in bank – Diggers' Section	7,547	11,431
Cash in bank – Bowls Foundation	1,633	13,337
Cash in bank – Community Solutions account	5,003	4,762
Term deposit	52,624	50,000
	233,950	175,565
	233,950	175,565
Reconciliation of Cash:		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
- Cash	233,950	175,565
	233,950	175,565
	233,950	175,565
NOTE 4: RECEIVABLES		
Trade Debtors	2,117	-
	2,117	-
	2,117	-
NOTE 5: INVENTORIES - CURRENT		
Stock on Hand	11,675	27,224
	11,675	27,224
	11,675	27,224

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED

(ABN 85 000 014 219)

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NOTES TO AND FORMING PART OF THE 2012 FINANCIAL STATEMENTS (CONTINUED)

NOTE 6: PROPERTY PLANT AND EQUIPMENT

Freehold land At Valuation	3,600,000	3,600,000
	<u>3,600,000</u>	<u>3,600,000</u>
Equipment	549,907	516,917
Less: accumulated depreciation	<u>(373,301)</u>	<u>(357,425)</u>
	176,606	159,493
Total	<u>3,776,606</u>	<u>3,759,493</u>

NOTE 7: PAYABLES- CURRENT

Unsecured:		
Trade Creditors	17,146	32,568
Other Creditors		1,339
Audit Fees	5,000	-
Other Payroll liabilities	8,056	2,490
	<u>30,202</u>	<u>36,397</u>
	<u>30,202</u>	<u>36,397</u>

NOTE 8: TAXES

GST Liability	5,717	5,984
PAYG Withholding Tax Due	2,097	5,953
	<u>7,814</u>	<u>11,937</u>

NOTE 9: OTHER LIABILITIES - CURRENT

Subscriptions Received in Advance – Bowling Full Year	8,105	-
Diggers Account	7,547	24,768
Other Childcare Rent in Advance	23,724	-
	<u>39,376</u>	<u>24,768</u>

NOTE 10: PROVISIONS – CURRENT

Provision for Annual Leave	-	4,451
	<u>-</u>	<u>4,451</u>

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED

(ABN 85 000 014 219)

(A company limited by guarantee)

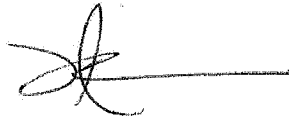
The directors of the company declare that:

1. The financial statements and notes are in accordance with the Corporations Act 2001 and:
 - (a) Comply with Accounting Standards and the Corporations Regulations; and
 - (b) Give a true and fair view of the company's financial position as at 30 June 2012 and of its performance for the year ended on that date;
2. In the director's 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.



R.P.C. Mills
Director



J.A. De Greenlaw
Director

Signed at Mosman, dated this 21st day of August, 2012

WARRINGAH BOWLING CLUB LIMITED
(ABN 85 000 014 219)
(A company limited by guarantee)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012	2011
		\$	\$
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>			
Receipts from customers		576,809	612,648
Payments to suppliers and employees		(498,866)	(534,092)
Interest received			
Net cash provided (used in)/ provided by operating activities (note 2)		77,943	78,556
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
Payment for:			
Other Assets		13,432	(3,775)
Payment for property, plant and equipment		(32,990)	(7,918)
Net cash (used in) investing activities		(19,558)	(11,693)
Net increase/(decrease) in cash held		58,385	66,863
Cash at beginning of year		175,565	108,702
Cash at end of year (note 1)		233,950	175,565

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED

(ABN 85 000 014 219)

(A company limited by guarantee)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
<u>Note 1. Reconciliation of Cash</u>		
For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.		
Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash in Bank – Working account	120,325	54,437
Cash Management Account	17,282	17,085
Cash in bank – Trophies account	11,529	6,464
Cash in bank – Womens' Club	14,207	13,198
Cash in bank – Diggers' Section	7,547	11,431
Cash in bank – Bowls Foundation	1,633	13,337
Cash in bank – Community Solutions account	5003	4,762
Term deposit	52,624	50,000
Cash on hand	3,800	5,851
	<hr/> 233,950	<hr/> 175,565

Note 2. Reconciliation of Net Cash Provided By/Used In Operating Activities To Net Profit

Operating profit	62,227	42,608
Depreciation	15,880	25,717
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
Increase (decrease) in trade creditors and accruals	12,241	1,752
Increase (decrease) in trade creditors and accruals	(4,451)	(4,335)
Increase (decrease) in sundry provisions	(7,952)	12,814
Net cash provided by operating activities	<hr/> 77,943	<hr/> 78,556

The accompanying notes form part of these audited financial statements

WARRINGAH BOWLING CLUB LIMITED ABN 85 000 014 219

(a company limited by guarantee)

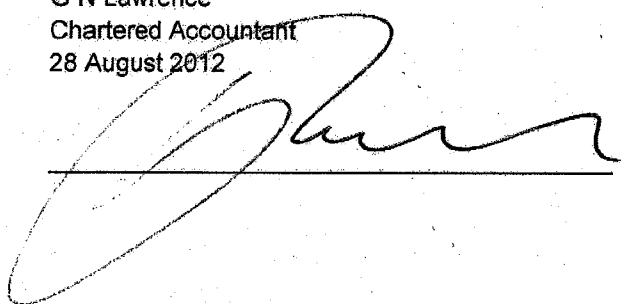
Auditor's Independence Declaration

**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
To THE DIRECTORS OF: WARRINGAH BOWLING CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2012 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

G N Lawrence
Chartered Accountant
28 August 2012



WARRINGAH BOWLING CLUB LIMITED ABN 85 000 014 219
(a company limited by guarantee)

Statement of Changes in Equity

	Notes	Retained profits	Asset Revaluation Reserve	Total
Balance at 01/07/2010		362,194	-	3,842,121
Profit attributable to the members		42,608		42,608
Subtotal		404,802	-	3,884,729
Balance at 30/06/2011		404,802	3,479,927	3,884,729
Profit attributable to the members		62,277		62,277
Subtotal		467,029	3,479,927	3,946,956
Balance at 30/06/2012		467,029	3,479,927	3,946,956

WARRINGAH BOWLING CLUB LIMITED ABN 85 000 014 219**(a company limited by guarantee)****Auditor's Report**

I have audited the accompanying financial report, being a special purpose financial report, of WARRINGAH BOWLING CLUB LIMITED (the company), which comprises the Directors' Declaration, the Statement of Comprehensive Income, the Statement of Financial Position, Statement of Cash Flows, Statement of Changes In Equity, notes comprising a summary of significant accounting policies and other explanatory notes for the year ended 30 June 2012.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I have conducted my audit in accordance with Australian Auditing Standards. Those Standards require that I 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 control relevant to the entity's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with the independence requirements of the Corporations Act 2001. I confirm that the independence declaration required by the Corporations Act 2001, which has been provided to the directors of WARRINGAH BOWLING CLUB LIMITED on 30 June 2012, would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's Opinion

In my opinion the financial report of WARRINGAH BOWLING CLUB LIMITED is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2012 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and the Corporations Regulations 2001.

WARRINGAH BOWLING CLUB LIMITED ABN 85 000 014 219

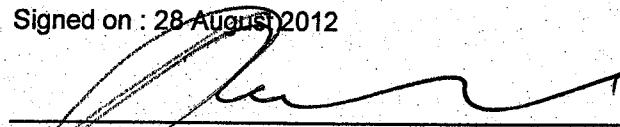
(a company limited by guarantee)

Auditor's Report

Basis of Accounting

Without modifying my opinion, I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the Corporations Act 2001. As a result, the financial report may not be suitable for another purpose.

Signed on : 28 August 2012



G N Lawrence
Chartered Accountant
Auditor registration number 959
48-50 Station Street
Bowral NSW 2576

WARRINGAH BOWLING CLUB LIMITED
A.B.N. 85 000 014 219
(A COMPANY LIMITED BY GUARANTEE)
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
INCOME			
Green Fees, Bowls Shirts and Competition Fees		38,672	47,636
Bar Takings		211,948	255,878
Subscriptions		13,587	20,378
Function Catering Revenue: (Non Bar/ Non greens)		-	3,712
Members Social Functions		3,791	6,624
Hall Hire		4,688	5,471
Raffles		3,015	2,837
Donations, Sponsorships and council grants		6,565	6,128
Poker Machines		13,226	13,485
Poker Machines - OSR Rebate		1,223	1,730
Investment Income		3,734	610
Rent - Child Care		259,912	247,726
Other Income		16,317	4,641
		<u>576,678</u>	<u>616,856</u>
EXPENSES			
Audit Fees		4,545	5,000
Accountancy Fees		12,249	10,998
Administration Expenses	B	8,891	7,322
Bar- Cost of Sales	A	100,132	100,577
Bar Expenses	A	3,157	5,722
Club House Expenses	C	279,868	329,667
Greens & Bowlers Expenses	D	90,984	80,543
Function, Social & Raffles	E	7,096	6,958
Poker Machine Expenses	F	2,529	3,184
Barefoot Bowls Expenses		-	269
Bowling Association Fees		-	5,204
Poker Tournament		-	18,804
Sponsorship		5,000	-
		<u>514,451</u>	<u>574,248</u>
Profit from Ordinary Activities		<u><u>62,227</u></u>	<u><u>42,608</u></u>

WARRINGAH BOWLING CLUB LIMITED
A.B.N. 85 000 014 219
(A COMPANY LIMITED BY GUARANTEE)
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

		2012	2011
		\$	\$
A.	BAR		
	Takings	<u>211,948</u>	<u>255,878</u>
	Cost of Sales		
	- Stock on hand - 01/07	27,224	22,475
	- Purchases	<u>84,583</u>	<u>105,326</u>
		111,807	127,801
	Stock on hand - 30/06	<u>11,675</u>	<u>27,224</u>
		<u>100,132</u>	<u>100,577</u>
	 Gross Surplus	 <u>111,816</u>	 <u>155,301</u>
	Bar Expenses		
	- Depreciation	3,157	4,050
	- Repairs and Maintenance	<u>-</u>	<u>1,672</u>
		<u>3,157</u>	<u>5,722</u>
	 Net Surplus	 <u><u>108,659</u></u>	 <u><u>149,579</u></u>
 B.	 ADMINISTRATION EXPENSES		
	Bank and Merchant Charges	4,265	2,521
	Cartage and freight	90	-
	Filing Fees	26	319
	Printing Postage and Stationery	4,283	3,413
	Subscriptions	<u>227</u>	<u>1,069</u>
		<u><u>8,891</u></u>	<u><u>7,322</u></u>

WARRINGAH BOWLING CLUB LIMITED
A.B.N. 85 000 014 219
(A COMPANY LIMITED BY GUARANTEE)
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
C. CLUB HOUSE EXPENSES		
Admin Costs Other	1,941	2,911
Electrical Repairs	1,477	-
Carpentry Repairs	1,913	1,186
Cleaning	20,392	18,577
Depreciation	11,281	20,370
Donations	1,128	1,969
Electrical Maintenance	-	5,557
Electricity	10,167	11,155
Fees & Licences	1,028	519
Fines	574	-
Games Room Repairs	-	327
Gas	3,911	1,676
Greens Upgrade	-	8,499
Insurance	13,430	16,818
Insurance- Worker Compensation	6,939	16,451
Hire of Equipment	136	-
Olga	-	24
Office Computer Software	3,245	1,260
Painting	964	1,350
Plumbing repairs	-	1,297
Rates – Council	5,015	5,994
Rates – Water	2,343	1,440
Refrigeration Repairs	1,551	4,838
Repairs and Maintenance	27,360	4,096
Repairs Kitchen	1,658	1,557
Roof Repairs	-	4,952
Security	1,000	941
Sign writing	198	859
Staff Amenities	-	900
Staff Training and Welfare	742	414
Superannuation	10,914	13,789
Telephone/ Internet	4,441	3,806
Wages	140,225	170,968
Waste Removal & Pest Control	5,895	5,167
	279,868	329,667

WARRINGAH BOWLING CLUB LIMITED
A.B.N. 85 000 014 219
(A COMPANY LIMITED BY GUARANTEE)
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
D. GREENS' AND BOWLERS' EXPENSES		
Competition Fees	7,017	3,027
Depreciation	1,438	1,297
Greens Catering	10,198	7,345
Maintenance	71,714	68,187
Purchases of Badges, Hatbands	440	-
Purchases of Uniforms - Women	-	378
Purchases of Trophies	177	18
Transport	-	291
	90,984	80,543
	90,984	80,543

WARRINGAH BOWLING CLUB LIMITED
A.B.N. 85 000 014 219
(A COMPANY LIMITED BY GUARANTEE)
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
E. SOCIALS, RAFFLES, HALL HIRE AND ADVERTISING		
Function Catering Revenue: (Non Bar/ Non Greens)	-	3,712
Members Social Functions	3,791	6,624
Hall Hire	4,688	5,471
Raffles	3,015	2,837
	<u>11,494</u>	<u>18,644</u>
Advertising	478	1,411
Catering and Purchases		
- Member Functions	1,887	3,036
Kitchen purchases	-	1,300
Raffles	4,431	466
Hall Hire	300	-
Trivia Expenses	-	745
	<u>7,096</u>	<u>6,958</u>
Net Surplus	<u><u>4,398</u></u>	<u><u>11,686</u></u>
F. POKER MACHINES		
Takings	13,226	13,485
OSR Rebate	1,223	1,731
	<u>14,449</u>	<u>15,216</u>
Maintenance	2,529	3,184
	<u>2,529</u>	<u>3,184</u>
Net Surplus	<u><u>11,920</u></u>	<u><u>12,032</u></u>

The Income Statement is not covered by the Auditors' Report.