

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2024

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

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SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 June 2024.

Principal Activities

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

To provide and maintain lawn bowling facilities, to encourage, foster and promote the game of lawn bowls and such sports, games, amusements, recreations, entertainments and pastimes, indoor and outdoor, as the Club shall deem expedient in Shoalhaven Heads and surrounding districts.

Significant Changes in State of Affairs

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

Objectives & Strategies

The short and long term objectives of the company are to provide club facilities to members and guests.

The strategy for achieving these objectives is to conservatively manage and monitor the company's financial position, and ensure that member facilities are kept at the highest of standards.

Performance Measurement

The company uses industry accepted financial and non-financial KPI's to monitor performance.

Membership

The number of members registered in the Register of Members at 30 June 2024 were as follows:

Three Year Members	4,197
Ordinary Members	1,279
Social Members	29
Junior Members	59
Life Members	3
Total Members	<u>5,567</u>

The company is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the company is wound up, the Constitution states that each member is liable to contribute a maximum of \$2 each towards meeting any outstanding obligations of the entity. At 30 June 2024 the collective liability of members was \$11,134 (30 June 2023: \$10,488).

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DIRECTORS' REPORT

Directors

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

David Watson

President

Appointed 8/10/2023

Qualifications, experience, and special duties:

Retired Sales Manager.

Board Member of Arpra Ltd 2018-2021.

Completed mandatory training units in Club management and finance.

Peter Rawlings

Vice President

Appointed 8/10/2023

Qualifications, experience, and special duties:

Retired Oyster Farmer.

Member of S.H.B.R.C 36 years.

Julie Ashby

Vice President

Appointed 8/10/2023

Qualifications, experience, and special duties:

Completed mandatory training units in Club Management, Finance and AML/CTF.

Retired School Principal.

Treasurer and Secretary SHBRC Womens Social Bowls Intra-club.

Company Director - The Flagstaff Group (Illawarra and Shoalhaven) - 10 years.

Graham Gough

Director

Qualifications, experience, and special duties:

Completed mandatory training units in Club Management and Finance.

Self employed for 22 years.

Banking and finance background.

Garry Hawkes

Director

Appointed 8/10/2023

Qualifications, experience, and special duties:

Completed mandatory training units in Club Management, Finance and AML/CTF.

Retired from 40 years as a public servant for NSW and Federal Government.

Social Bowling Intra Club Committee - 6 years.

Steven McMahon

Director

Appointed 8/10/2023

Qualifications, experience, and special duties:

Completed mandatory training units in Club Management, Finance and AML/CTF.

Director Campbelltown City Bowling Club - 10 years.

Director Austral Bowling Club - 2 years.

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DIRECTORS' REPORT

Kayleen Bounds

Director

Appointed 30/01/2024

Qualifications, experience, and special duties:

Completed mandatory training units in Club Management, Finance and AML/CTF.

Over 30 years in Hotel and Club industry.

NSW Blue Light Disco former State Director.

President of VIEW.

Norman (John) Jacka

Former Director

Resigned 29/01/2024

Qualifications, experience, and special duties:

Retired.

Director 5 years.

Completed mandatory training units in Club Management and Finance.

Robert Ashby

Former President

Resigned 8/10/2023

Qualifications, experience, and special duties:

Retired School Teacher.

S.H.B.R.C Vice President 2014-2015 and Director 2013-2014.

Completed mandatory training units in Club Management and Finance.

Chairperson, S.H.B.R.C Combined Intra Club Meetings 2014-2022.

S.H.B.R.C Men's Bowls Committee Member 2014-2016, Secretary 2020.

Gregory Brooker

Former Vice President

Resigned 8/10/2023

Qualifications, experience, and special duties:

Retired.

Director 3 years and Vice President 6 years.

Completed mandatory training units in Club Management and Finance.

Member of the Shoalhaven RSL Sub Branch.

27 years Hot Metal Handling Coordinator/ Shift Supervisor at Bluescope Steel.

Jennifer Miller

Former Director

Resigned 8/10/2023

Qualifications, experience, and special duties:

Licensed Conveyancer.

Former Vice President.

Member of the Board 9 years.

Completed mandatory training units in Club Management and Finance.

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

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
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DIRECTORS' REPORT

Summary of Meeting Attendances:


12 ordinary meetings were held during the year.

	<i>Number of Meetings Eligible To Attend</i>	<i>Number of Meetings Attended</i>
David Watson	12	11
Peter Rawlings	12	12
Julie Ashby	9	8
Graham Gough	12	10
Garry Hawkes	9	8
Steven McMahon	9	9
Kaylene Bounds	5	5
Norman (John) Jacka	7	7
Robert Ashby	3	2
Gregory Brooker	3	3
Jennifer Miller	3	2

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2024 has been received and can be found on page 7 of the financial report.

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

Director: 
David Watson

Dated 2 September 2024

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431**

Audit Opinion

We have audited the financial report of Shoalhaven Heads Bowling & Recreation Club Limited (the company), which comprises the statement of financial position as at year ended 30 June 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows 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 Shoalhaven Heads Bowling & Recreation 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 the year ended 30 June 2024 and of its performance and cash flows for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis of Audit 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 company 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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other Information

The directors are responsible for the other information. The other information does not include the financial report and our auditor's report thereon, but comprises the Supplementary Information contained in the annual report, which we obtained prior to the date of this auditor's report, and the President's Report, Treasurer's Report etc, which are expected to be made available to us after the date of this auditor's report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431**

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 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.

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.

Auditor's Responsibilities for the Audit of the Financial Report

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/Home.aspx>. This description forms part of our auditor's report.

Matters Relating to the Electronic Presentation of the Audited Financial Report

The auditor's report relates to the financial report of Shoalhaven Heads Bowling & Recreation Club Limited for the financial year ended 30 June 2024 included on the company's website. The directors are responsible for the integrity of the company's website. We have not been engaged to report on the integrity of the company's website. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this website.

Booth Partners




Rebeka Schroeder, CA
52 Osborne Street, Nowra NSW 2541
Dated 2 September 2024

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been no contraventions of:

- i) the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii) any applicable code of professional conduct in relation to the audit.

Booth Partners



Rebeka Schroeder, CA
52 Osborne Street, Nowra NSW 2541
Dated 2 September 2024

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Revenue	2	6,205,741	5,830,468
Other income	2	(34,682)	23,362
Cost of sales		(1,100,698)	(1,030,794)
Administration, Security Wages and Wages on Costs		(1,099,268)	(1,096,400)
Bar Operating Expenses		(696,933)	(616,484)
Borrowing Costs		(139,177)	(115,345)
Depreciation		(856,998)	(923,154)
Function Operating Expenses		(6,777)	(7,265)
Greens Expenses		(115,521)	(111,496)
Keno and T.A.B Operating Expenses		(63,755)	(65,641)
Occupancy Expenses		(546,335)	(471,736)
Other Expenses		(292,828)	(281,841)
Poker Machine Operating Expenses		(883,650)	(817,531)
Promotion and Entertainment Expenses		(243,368)	(206,905)
Rental Property Expenses		(105,549)	(93,566)
Restaurant Operating Expenses		(5,655)	(7,130)
Sporting Subsidies and Donations		(12,460)	(3,230)
Profit before income tax	3	2,087	5,312
Income tax expense		-	-
Profit (loss) attributable to members of the company		2,087	5,312
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss:			
Asset Revaluations	10	122,291	-
Other comprehensive income for the year, net of tax		122,291	-
Total comprehensive income (loss) attributable to members of the company		124,378	5,312

The accompanying notes form part of these financial statements.

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
CURRENT ASSETS			
Cash and cash equivalents	4	346,593	272,558
Trade and other receivables	5	46,151	35,626
Inventories	7	179,248	188,773
Other current assets	8	67,639	62,982
TOTAL CURRENT ASSETS		<u>639,631</u>	<u>559,939</u>
NON-CURRENT ASSETS			
Investments	6	750	750
Investment property	9	3,500,000	3,560,000
Property, plant and equipment	10	14,112,553	14,354,424
TOTAL NON-CURRENT ASSETS		<u>17,613,303</u>	<u>17,915,174</u>
TOTAL ASSETS		<u>18,252,934</u>	<u>18,475,113</u>
CURRENT LIABILITIES			
Trade and other payables	11	498,775	449,032
Borrowings	12	505,052	596,338
Short term provisions	13	113,909	203,899
Other current liabilities	14	49,070	40,098
TOTAL CURRENT LIABILITIES		<u>1,166,806</u>	<u>1,289,367</u>
NON-CURRENT LIABILITIES			
Borrowings	12	2,270,824	2,496,542
Long term provisions	13	57,145	55,468
Other non-current liabilities	14	38,818	38,773
TOTAL NON-CURRENT LIABILITIES		<u>2,366,787</u>	<u>2,590,783</u>
TOTAL LIABILITIES		<u>3,533,593</u>	<u>3,880,150</u>
NET ASSETS		<u>14,719,341</u>	<u>14,594,963</u>
EQUITY			
Reserves	15	7,852,750	7,730,459
Retained earnings		6,866,591	6,864,504
TOTAL EQUITY		<u>14,719,341</u>	<u>14,594,963</u>

The accompanying notes form part of these financial statements.

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	Retained Profits	Reserves	Total
Balance at 1 July 2022	6,859,192	7,730,459	14,589,651
Profit (loss) for the year	5,312	-	5,312
Other comprehensive income for the year	-	-	-
Total comprehensive income attributable to members of the entity	5,312	-	5,312
Balance at 30 June 2023	<u>6,864,504</u>	<u>7,730,459</u>	<u>14,594,963</u>
Balance at 1 July 2023	6,864,504	7,730,459	14,594,963
Profit (loss) for the year	2,087	-	2,087
Other comprehensive income for the year	-	122,291	122,291
Total comprehensive income attributable to members of the entity	2,087	122,291	124,378
Balance at 30 June 2024	<u>6,866,591</u>	<u>7,852,750</u>	<u>14,719,341</u>

The accompanying notes form part of these financial statements.

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		6,098,546	5,754,852
Payments to suppliers and employees		(5,206,314)	(4,997,329)
Borrowing costs paid		(139,177)	(115,345)
Rent Received		131,004	122,564
Net cash provided by (used in) operating activities		<u>884,059</u>	<u>764,742</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	24,636
Payments for property, plant and equipment		(493,019)	(1,292,391)
Net cash provided by (used in) investing activities		<u>(493,019)</u>	<u>(1,267,755)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		92,783	882,776
Repayment of borrowings		(283,358)	(382,702)
Net cash provided by (used in) financing activities		<u>(190,575)</u>	<u>500,074</u>
Net increase (decrease) in cash held		200,465	(2,939)
Cash at beginning of financial year		<u>146,128</u>	<u>149,068</u>
Cash at end of year	4	<u>346,593</u>	<u>146,129</u>

The accompanying notes form part of these financial statements.

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1 Summary of Material Accounting Policies

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the requirements of the Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in the financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below. They have been consistently applied unless otherwise stated.

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

The financial statements of Shoalhaven Heads Bowling & Recreation Club Limited for the year ended 30 June 2024 were authorised for issue in accordance with a resolution of the directors on 2 September 2024.

Change in Accounting Policy

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

Amendments to various standards arising from the above were adopted from 1 January 2023. Although the amendments did not result in any changes to the accounting policies themselves, they impacted the accounting policy information disclosed in the financial statements. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand other information in the financial statements. Management reviewed the accounting policies and made updates to the information disclosed in Material Accounting Policies (2022: Significant Accounting Policies) in line with the amendments where applicable.

Revenue and Other Income

The company has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058).

Material revenue policies are as follows:

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Goods and Services

All goods and services other than those detailed below are delivered, invoiced, and paid for simultaneously. This includes sales of liquor, gaming products, golf games, and other products. Revenue is recognised immediately at the point of sale. The impact of the loyalty program has been detailed below.

Memberships

Membership is granted following payment of annual fees and in the case of new members, board approval. Payment for new members is due on application, and payment for renewing members is due within one month of the renewal date. Contract liabilities are recognised on receipt of payment, and revenue is recognised on a straight line basis over the period of membership.

Loyalty Program

Members are eligible to earn points based on their in-club expenditure. Points are redeemable against any future purchases from the club. The points accumulate and expire at tiered rates and timeframes. A portion of takings relating to loyalty points are deferred to liabilities. Revenue is recognised when loyalty points are redeemed or the likelihood of the customer redeeming the loyalty points becomes remote.

Advertising and Sponsorships

Advertising and sponsorships are invoiced prior to the agreed period of coverage and invoices are typically payable within 30 days. Contract liabilities are recognised when the invoices are issued, and revenue is recognised on a straight line basis over the agreed period of coverage.

Function Income

Deposits for functions are invoiced at the time of booking and are payable by the earlier of 30 days from the booking, or 10 days prior to the event. Full payment for the function is typically due by the day of the event. Contract liabilities are recognised when the booking is made, and for any part payments received prior to the time of the event. Revenue is recognised at the time the function is held.

Ticket Sales

Event tickets are invoiced when payment is received. Contract liabilities are recognised when tickets are sold prior to the date of the event. Revenue is recognised at the time the event is held.

Investment Property Revenue

Investment property revenue is recognised on a straight - line basis over the period of the lease term so as to reflect a constant periodic rate of return on the net investment

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Investment Property

Investment property is measured at fair value, less any accumulated impairment losses.

Property, Plant and Equipment

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

Except for certain non-depreciable assets, depreciation is provided for on a straight line basis.

Land & Buildings	2.5% Straight Line
Poker Machines	25% Straight Line
General Plant	2.5 - 20% Straight Line
Motor Vehicles	13 - 22.5% Straight Line

Intangibles

Poker machine licences

Purchased poker machine licences are initially recognised at cost. They have an infinite life in accordance with the licence terms, and are carried at cost. Poker machine licences are assessed annually for impairment, or more frequently if events or changes in circumstances indicate that it might be impaired.

Income Tax

The company is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997.

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 present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting year. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of other comprehensive income.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Short term employee benefits

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of other comprehensive income.

Other long-term employee benefits

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

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

Member Points

The club recognises a provision for unredeemed member points, adjusted for the probability of redemption determined by historical data. Points are expected to be redeemed within 12 months.

Key Management Personnel Compensation

Key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the company, directly or indirectly, including any directors (whether executive or otherwise). Compensation includes all forms of employee benefits paid, payable or provided by or on behalf of the company in exchange for services rendered.

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
2 Revenue		
Revenue		
Alcohol Rebate	87,175	89,567
ATM Commissions	58,613	53,667
Bar Sales	2,487,506	2,329,279
Employee Contribution Payments	1,057	9,164
Green Fees	26,228	17,441
Gym Membership Income	34,248	36,915
Kitchen Rent	36,170	36,497
Membership Income	36,056	36,283
Poker Machine Income	3,134,963	2,943,244
Rental Income	131,004	122,564
Sundry Income	46,072	41,346
TAB and Keno Commissions	126,649	114,501
	6,205,741	5,830,468
Other Income		
Investment Properties Revaluation	(60,000)	-
Profit on Sale of Non-current Assets	25,318	23,362
	(34,682)	23,362
	6,171,059	5,853,830
Total revenue and other income	6,171,059	5,853,830
3 Profit from Ordinary Activities		
Profit from ordinary activities before income tax expense has been determined after:		
Expenses:		
Depreciation	856,998	923,154
Interest	139,177	115,345
Cost of Sales	1,100,698	1,030,794
Auditors remuneration:		
Audit Fees	44,545	42,424
Accountancy Fees	20,963	19,964
Total auditor's remuneration	65,508	62,388

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
4 Cash and Cash Equivalents		
Current		
Cash on Hand	265,775	220,030
Commonwealth Bank - Main Account	34,956	-
Commonwealth Bank - Tab Account	12,933	15,000
Commonwealth Bank - Keno Account	2,116	5,000
Commonwealth Bank - Gaming Account	30,813	32,528
	<u>346,593</u>	<u>272,558</u>
Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash and cash equivalents	346,593	272,558
Commonwealth Bank - Main Account	-	(126,430)
	<u>346,593</u>	<u>146,128</u>
5 Trade and Other Receivables		
Current		
Trade Debtors	18,357	7,384
Other Debtors	27,794	28,242
	<u>46,151</u>	<u>35,626</u>
6 Investments		
Non-Current		
Financial assets measured at fair value through profit or loss		
Shares in Cooperative, at Cost	750	750
	<u>750</u>	<u>750</u>

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
7 Inventories		
Current		
General Stores and Consumables	88,447	83,540
Cigarette Stock	6,673	5,790
EFT Cards Stock	5,310	3,275
Trading Stock	78,818	96,168
	<u>179,248</u>	<u>188,773</u>
8 Other Current Assets		
Current		
Prepayments	67,639	62,982
	<u>67,639</u>	<u>62,982</u>
9 Investment Property		
Rental Properties at Valuation Jun 2024		
Rental Property-5 Tretham Street (Non-Core Property)	885,000	900,000
Rental Property-7 Trentham Street (Non-Core Property)	885,000	900,000
Rental Property-Golden Hill Ave (Non-Core Property)	915,000	925,000
Rental Property-1 Trentham Street (Non-Core Property)	815,000	835,000
Balance at end of year	<u>3,500,000</u>	<u>3,560,000</u>

Movements in Carrying Amounts

Movements in carrying amount of investment properties between the beginning and the end of the financial year:

Carrying Value				Carrying Value
1 Jul 2023	Additions	Disposals	Revaluations	30 Jun 2024
3,560,000	-	-	(60,000)	3,500,000
<u>3,560,000</u>	<u>-</u>	<u>-</u>	<u>(60,000)</u>	<u>3,500,000</u>

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
10 Property, Plant and Equipment		
Land and Buildings		
Club Land & Buildings (Core Property), at Valuation Jun 2024	12,870,000	10,775,000
Accumulated Depreciation	(606)	(902,977)
Club Land & Buildings, Additions, at Cost	-	3,113,466
	12,869,394	12,985,489
Total Land and Buildings	12,869,394	12,985,489
Plant and Equipment		
Plant & Equipment	2,600,604	2,560,998
Less: Provision for Depreciation	(2,250,728)	(2,075,762)
	349,876	485,236
Gym Equipment	4,790	4,790
Less: Provision for Depreciation	(1,184)	(226)
	3,606	4,564
Furniture & Fittings	1,641,986	1,629,717
Less: Provision for Depreciation	(1,405,203)	(1,297,779)
	236,783	331,938
Kitchen Equipment	189,729	119,596
Less: Provision for Depreciation	(105,275)	(94,383)
	84,454	25,213
Motor Vehicles	158,452	218,906
Less: Provision for Depreciation	(147,557)	(204,703)
	10,895	14,203
Poker Machines	2,636,229	2,391,340
Less: Provision for Depreciation	(2,078,684)	(1,883,559)
	557,545	507,781
Total Plant and Equipment	1,243,159	1,368,935
Total Property, Plant and Equipment	14,112,553	14,354,424

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

2024
\$

2023
\$

Movements in Carrying Amounts

Movements in carrying amount for each class of property, plant and equipment between the beginning and the end of the financial year:

	Carrying Value					Carrying Value
	1 Jul 2023	Revaluations	Additions	Disposals	Depreciation	30 Jun 2024
Land & Buildings	12,985,489	122,291	79,777	-	(318,163)	12,869,394
Poker Machines	507,781	-	288,052	(182)	(238,106)	557,545
General Plant	846,951	-	122,008	-	(294,240)	674,719
Motor Vehicles	14,203	-	3,182	-	(6,490)	10,895
	<u>14,354,424</u>	<u>122,291</u>	<u>493,019</u>	<u>(182)</u>	<u>(856,999)</u>	<u>14,112,553</u>

Revaluations

As at 30 June 2024, the Club obtained a valuation of its investment properties. The valuation was conducted by Walsh & Monaghan and was an independent valuation. The valuation was conducted by Darren Austin (Director) AAPI Certified Practising Valuer, CPP API Member 69288, and resulted in a write-down of the investment properties to the value of \$60,000. This \$60,000 was debited to the Club's profit and loss.

The Clubhouse land and buildings were also revalued by Walsh and Monaghan at 30 June 2024. The revaluation has resulted in a credit to the Asset Revaluation Reserve of \$122,291.

The above treatment is in accordance with AASB 116.

11 Trade and Other Payables

Current

Trade Creditors and Accrued Expenses	<u>498,775</u>	<u>449,032</u>
	<u>498,775</u>	<u>449,032</u>

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
12 Borrowings		
Current		
Commonwealth Bank - Main Account	-	126,430
Lease Liability - Poker Machines	90,105	60,012
Commonwealth Bank Loans	414,947	409,896
	<u>505,052</u>	<u>596,338</u>
Non-Current		
Lease Liability - Poker Machines	114,379	44,356
Commonwealth Bank Loan - 1 Trentham	287,489	313,719
Commonwealth Bank Loan - 15 Golden Hill	345,369	378,796
Commonwealth Bank - Building Loan	1,523,587	1,759,671
	<u>2,270,824</u>	<u>2,496,542</u>

Borrowing Details

The Commonwealth Bank holds the following security:

- i) Home mortgage over 1, 5 and 7 Trentham Street, Shoalhaven Heads and 15 Golden Hill Avenue, Shoalhaven Heads
- ii) Commercial mortgage over clubhouse at Shoalhaven Heads Road, Shoalhaven Heads.
- iii) Registered mortgage debenture over the Club's assets.

The Club has in place total Borrowing Facilities with Commonwealth Bank of \$3.492 million, of which approximately \$930,000 are unused.

There are two leases between Shoalhaven Heads Bowling Club and Aristocrat Technologies Australia Pty Ltd and each is for 2 Poker Machines. The first is a 3 year lease, ending 30 November 2025. The second is a 3 year lease, ending April 2027.

There is one lease between Shoalhaven Heads Bowling Club and South Coast Gaming Machines for 2 Poker Machines. It is a 3 year lease, ending November 2026.

The current liability taken up is 12 months worth of payments and the remainder has been classified as a non-current liability.

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
13 Provisions		
Current		
Provision for Annual Leave	46,710	84,347
Provision for Long Service Leave	19,808	56,949
Provision for Members Points Accounts	47,391	62,603
	113,909	203,899
Non-Current		
Provision for Long Service Leave	57,145	55,468
	57,145	55,468

Movements in Carrying Amounts

Movements in carrying amount for each class of provision between the beginning and the end of the financial year:

	Carrying Value			Unused Amounts Reversed	Carrying Value
	1 Jul 2023	Additions	Charges		30 Jun 2024
Annual Leave	84,347	67,660	(105,297)	-	46,710
Long Service Leave	112,417	17,412	(52,875)	-	76,954
Member Points Accounts	62,603	128,011	(143,223)	-	47,391
	259,367	213,083	(301,395)	-	171,055

14 Other Liabilities

Current

Income in Advance	31,458	27,998
Subscriptions in Advance	17,612	12,100
	49,070	40,098

Non Current

Subscriptions in Advance	38,818	38,773
	38,818	38,773

15 Reserves

Asset Revaluation Reserve	7,852,750	7,730,459
	7,852,750	7,730,459

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
16 Key Management Personnel Compensation		
Total Compensation	422,887	220,307

The Club has had a change in the number of key management personnel this year. There are 3 people included in this year's report, whereas there was only 1 person included in last year's report. Of the 3 people this year, one was included from 1.7.2023 up until 10.8.2023. The second was included from 1.1.2024 to 30.6.2024 and the third was included from 1.7.2023 to 30.6.2024. The KMP remuneration figure also includes Directors remuneration and out of pocket expenses which total \$35,274 compared to last year's amount of \$34,842.

17 Entity Details

Shoalhaven Heads Bowling & Recreation Club Limited is domiciled and incorporated in Australia.

Registered Office

76 Shoalhaven Heads Road
Shoalhaven Heads NSW 2535

Principal Place of Business

76 Shoalhaven Heads Road
Shoalhaven Heads NSW 2535

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

DIRECTORS' DECLARATION

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 Australian Accounting Standards.
 - (b) give a true and fair view of the financial position of the company as at 30 June 2024 and of its performance for the year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the board of directors.

Director:



David Watson

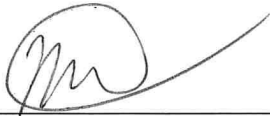
Dated 2 September 2024

SHOALHAVEN HEADS BOWLING & RECREATION CLUB LIMITED
A.B.N. 71 000 620 431

DISCLAIMER ON ADDITIONAL FINANCIAL INFORMATION

The additional information on the following pages is in accordance with the books and records of Shoalhaven Heads Bowling & Recreation Club Limited which have been subjected to the auditing procedures applied in the audit of the company for the year ended 30 June 2024. It will be appreciated that the audit did not cover all details of the additional financial information. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

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



Rebeka Schroeder, CA
52 Osborne Street, Nowra NSW 2541
Dated 2 September 2024

Shoalhaven Heads Bowling & Recreation Club Ltd

Summary Reports for the Year Ended

30 June 2024

Summary of Trading Results (Excluding Revaluations)

	This year	Last year	Variance
Bar Trading	777,629	771,569	6,060
Poker Machine Trading	2,013,207	1,848,300	164,907
Gym Trading	32,809	32,620	189
Greens Trading	(89,294)	(94,055)	4,761
Other Income	268,503	253,778	14,724
Total Revenue	3,002,854	2,812,212	190,642
Less: Overhead Expenses	2,940,767	2,806,900	133,867
Net Profit	62,087	5,312	56,775
Add Back: Depreciation and Interest			
Depreciation and Loss on Sale	856,681	900,811	(44,130)
Interest	194,140	160,480	33,660
	1,050,821	1,061,292	(10,470)
Net Cash Profit	1,112,908	1,066,603	46,305