



**MARRICKVILLE BOWLING AND
RECREATION CLUB LIMITED**

ABN 30 001 037 029

Annual
Report

2016

MARRICKVILLE BOWLING & RECREATION CLUB LTD

ABN 30 001 037 029

Founded 1905

110th ANNUAL REPORT AND BALANCE SHEET

Office Bearers for 2015/2016

President	Ian Sharp	
Vice President	Colleen Starr	
Treasurer	Janet McLean	
Directors	Michael Rennie	
	Paul O'Malley	appointed 12 November 2015
	Samantha Knight	
	Benjamin Whipp	appointed 15 February 2016
	Rachel Mules	
	Stephen Johnston	retired 26 October 2015
	Prilis Dimitrios	retired 16 February 2016 appointed 16 February 2015
Bowls Secretary	Christopher Smith	

ANNUAL GENERAL MEETING AGENDA

23rd OCTOBER 2016

Notice is hereby given that the Annual General Meeting of Marrickville Bowling & Recreation Club Ltd. will be held in the Club's auditorium on Sunday, 23rd October 2016 at 10:00am.

The Business of the meeting shall be:

1. Apologies
2. To confirm the Minutes of the Annual General Meeting held, 25th October 2015.
3. To receive, consider and adopt the financial statements of the club for the year 1st July 2015 to 30th June 2016 and the Auditors Report.
4. To appoint an Auditor or Auditors for 2016/2017.
5. To determine the number of teams to be entered by the club in the forthcoming Pennant Competition conducted by the RNSWBA and to determine respective grades in which such teams shall be entered.
6. To receive the result of the election of Selectors.
7. General Business.

PLEASE NOTE:

Nominations for Selectors will close on the Saturday, 24th September 2016 at 6:00pm. Forms are available at the Bar or from the Office. The ballot for the election of Selectors will held on Friday, 7th October 2016 between 4:00pm and 7:00pm and Saturday, 8th October 2016 between 11:00am and 4:00pm.

In accordance with the Constitution of Marrickville Bowling & Recreation Club Ltd adopted 2013 which states that the Board of Directors shall be elected biennially (for a two (2) year term of office) at each Annual General Meeting falling on an even numbered year, there shall be no election for members of the Board of Directors in the year 2016.

Social members shall be entitled to the social privileges of the club and shall be entitled to vote in any election of the Board and on any honorariums to be paid to any member of the Board. However, social members have no rights to nominate, propose, second or to be elected to any position on the Board of the club, or to vote on any special resolution to amend the Constitution. Social members have no rights to vote, nominate, propose, second or to be elected to the position of Selector. Social members have no right to nominate, propose or second for Life Membership.

By Order of the Board.

Kim Townsend
Secretary Manager

PRESIDENT'S REPORT

Dear Members,

On behalf of the Board of Directors of Marrickville Bowling and Recreation Club, I would like to present the annual report for 2015/2016. It has been another exciting year at the club. ##

My fellow directors have worked tirelessly again this year and I am very grateful for their massive contribution and dedication to our club and its members. I see firsthand that they sacrifice many long hours, and I would like to acknowledge their huge role in the club's continued success.

I would like to thank Kim and Dawn for their hard work in keeping on top of the day to day running of the club. We wish Kim all the best in her new endeavours, and look forward to welcoming our incoming secretary manager. Thanks also to Rod, for again keeping the greens up to their exceptionally high standard.

Tom Jones has continued to reinvigorate our live entertainment program this year, and we have hosted many acclaimed local and international music acts. The terrific team behind the bar, led by bar manager Ray, have kept the members and visitors returning. Thanks for all your hard work!

A big thanks to everyone who has volunteered around the club over the past year. We managed to get plenty done with many members pitching in at working bees, painting, and many other jobs around the club. Your contribution is what makes Marrickville Bowling and Recreation Club one of the finest.

I would like to congratulate both the men and lady bowlers for all their achievements over the past year, both home and away, and note several members competed at a very high level interstate. This year we have been able to host successful mixed tournaments which were very popular, and we look forward to organizing many more in the future.

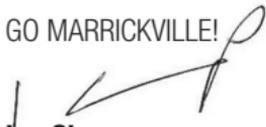
The Unbiased Bowlers and the indoor bowlers are as strong as ever, and an important part of the diverse fabric of the club that makes us unique.

Sadly, we experienced the loss of some of our members this year. Our deepest condolences to those of you who lost loved ones, or were touched by ill health.

I will be finishing my time as president soon. It has been a rollercoaster, with many highs. I would like to take this opportunity to sincerely thank you all for your support over the past three years. I look forward to welcoming the next president to our wonderful club.

Finally, I wish to thank you, the members for your ongoing support of the club. Here's to an exciting and prosperous year to all.

GO MARRICKVILLE!



Ian Sharp
President

TREASURER'S REPORT

In late October 2015 the Club was made aware of unaddressed conditions arising from the 2008 development application (DA). Our late night trading licence was revoked until we achieved Council consent to a new DA. (Consent was achieved on 30 June 2015.) As a result the Club was unable to host about 10 late night events and forewent income (gross) of about \$150,000. The cost of achieving the consent was approximately \$40,000. (This could have been significantly higher but for the skills/time contributions of a number of Club members – for which I'm extremely grateful). In this context the year end loss of \$50,460, while not good, could have been a lot worse.

The costs of meeting DA conditions coupled with our diminished revenue stream had an adverse impact on our trade creditors' position. Our year end current ratio was 0.64 - we have \$0.64 in cash to cover every \$1 we owe. Borrowing to fund debt is an option of last resort and one that the Club did not have to pursue. A great debt of gratitude for that is owed to Kim Townsend and Dawn Rogers who handled stressful, daily negotiations with creditors to enable continuous operational supply. The return of late night events, combined with Spring/Summer trading should see the Club achieve an improved trade creditor's position.

Significant increases in social membership, as well as increased repeat visits from new members, demonstrate that the Club continues to improve its position as a go-to venue for the Marrickville and Inner West community. The revitalisation of the Club's daytime trade helped to mitigate against a more significant loss for 2015-16. Thank you to Tom Jones and Richard Ball who have both worked above and beyond to deliver on our music objectives. Thanks also to Phil Vernon who continues to deliver a positive experience (in his own idiosyncratic way) for our growing barefoot bowls market.

The databases introduced in early 2014 are now populated such that they provide solid analytical input to decisions about bar offerings and entertainment options. The improved budget structure, development process and weekly management meetings also provides a useful structure for informed decision making. These are positive developments, however, a number of other management areas (contract management, standard operating procedures, critical deadline management) need further development to ensure that the Club gets best value service outcomes and sound risk exposure management. Well managed revenue streams combined with strong governance and administrative structures should provide the Club with a good basis for a sustainable future.

A lot of people have worked very hard over the last year. Many thanks to the membership for your valuable and various contributions; to the rest of the Board for your efforts, and to the Club's staff for being the daily face of our business. Of course, we'll all have to step up again to face the challenges that 2016-2017 throws at us – may we face them with strength and success!

Janet McLean
Treasurer

SECRETARY MANAGER'S REPORT

Dear Members,

It has been a difficult year financially for the Bowlo, with the final result being a deficit of \$50,460. The year commenced well with all creditors in terms and a profitable few months allowing us to invest in some equipment purchases such as a new ice machine and, in line with the Board's ongoing commitment to improve outdoor facilities for members and guests, new outdoor stools, umbrellas and heaters.

The later part of the year uncovered some serious issues with building code compliance and our aging club-house required immediate upgrades and consultant's reports to satisfy DA requirements for our late night trade approval. On a positive note, extensive work was completed on our fire systems and store rooms which will see the club meeting code for some time into the future. This did, however, erode our profit and this, coupled with a number of months where the club was unable to trade beyond midnight, contributed to the loss for the year.

A satisfactory outcome of these works was that the club incurred no debt in achieving compliance and continued to meet its financial commitments. The Board and Management continued to implement a two-pronged strategy focusing on bowls (both competitive and barefoot) and entertainment with some promising results. With good on-going bookings, warmer weather and the Christmas rush to come, the new financial year should see the club moving back into positive territory.

As this is my final report for Marrickville Bowling and Recreation Club, I'd like to take the opportunity to thank the Board, both past and present, for its support over the last four years. I'd also like to thank the staff for their dedication. In particular, I'd like to congratulate all our volunteers who have put in an effort way beyond the call of duty. Finally, to the members, many of whom have become friends in my time here, I wish you all the very best for the future.

Kim Townsend
Secretary Manager

WOMEN'S BOWLING CLUB REPORT

Marrickville Women's Bowling Club has enjoyed success on many levels throughout 2016.

Club Championship Results 2016

Major Singles

Sam Knight (winner)

Karin McCartin (runner up)

Pairs

Liz Baker and Colleen Starr (winners)

Janet McLean and Sam Knight (runners up)

Triples, Fours and Minor Singles not played at this time.

Club Championship Results 2015

Triples

Sam Knight, Janet McLean, Colleen Starr (winners)

Judy Goss, Coral LaHood, Barbara LeCornu (runners up)

Fours

Sabrina Sharp, Michelle Weekes, Rebecca Turnbull, Colleen Starr (winners)

Lee Rennie, Karin McCartin, Barb Hunnam, Liz Baker (runners up)

District Events

Only four players competed in any of the City West District events in 2016. Sam Knight, Rachel O'Neill, Liz Baker and Colleen Starr won that District Fours but were defeated at Regional.

Pennants

Marrickville was the stand alone side in Grade 2 for City West and were defeated by St John's Park in the Regional playoff at Wests.

Other Events

Colleen Starr and Liz Baker competed in the Australian Open, making it to the final 32 in pairs and both qualifying for the main draw in the singles.

Liz Baker was selected for the NSW Metro v Country series.

Marrickville again hosted a very successful Inner West Triples competition. The winners for 2016 were the team of Marie Senico, Mei Wan Lam and Anthia Hart. Congratulations to all the participants especially our girls, Janet McLean, Lenore Ryan and Sam Knight who placed fourth.

Accredited Measures, Markers and Umpires

Lenore Ryan and Lisa Wegemund completed the measurer / marker course and Sam Knight, Colleen Starr, Kate Speare and Liz Baker continued on to become accredited National Umpires.

Club Coach

Marrickville has been privileged to have engaged the services of a club coach, Lynne Thompson who not only an extremely proficient coach but also an extremely handy bowler. Lynne plays No.1 Pennants for Neutral Bay, has represented at State Level and the Metro side in all of the NSW Metro V Country Series.

Many of the new bowlers in the club have benefitted from Lynne's expertise as have many experienced bowlers. We look forward to lifting our games to an even higher standard with Lynne's guidance in 2017.

Colleen Starr
President

Bowls Secretary's Report

Marrickville entered two pennant teams this year. Grade 3 came third in their section and grade 6 finished fourth.

Club Championships.

2015 Mixed Pairs:	M. Reynolds D. Thomson
Runners Up:	L. Baker P. Means
2015 Major Minor Pairs:	A. Roberts P. Lange
Runners Up:	C. Smith D. Minihan
2016 Fours:	K. Freeman D. Thomson G. Newman M. Rennie
Runners Up:	S. Johnston J. Warburton P. Wright P. Means
Minor Singles:	D. Burns
Runner Up :	J. O'Malley
Major Singles:	P.Means
Runner Up:	D. Minihan
Major Pairs:	G. Richards D. Minihan
Runners Up:	B. Whipp P. Maughan
Triples:	G. Richards D. Minihan P.Means
Runners Up:	K.Freeman J. O' Malley B.Whipp

Chris Smith
Bowls Secretary

CONTENTS

Directors' Report.....	1
Auditors' Independence Declaration	3
Statement of Profit or Loss And Other Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8
Directors' Declaration.....	15
Auditors' Report.....	16
Detailed Profit and Loss Statement.....	18

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 June 2016.

Directors

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

Michael Rennie

Paul O'Malley appointed 12 November 2015

Samantha Knight

Janet McLean

Benjamin Whipp appointed 15 February 2016

Rachel Mules

Colleen Starr

Ian Sharp

Stephen Johnston retired 26 October 2015

Prilis Dimitrios retired 16 February 2016 appointed 16 February 2015

Christopher Smith

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

Review of Operations

The loss of the company for the financial year after providing for income tax amounted to \$50,460.

Significant Changes in the State of Affairs

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

Principal Activities

The principal activities of the company during the financial year were the promotion of the sport of lawn bowls and the maintenance of licensed premises..

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

Events Subsequent to the End of the Reporting Period

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 future financial years.

Likely Developments and Expected Results of Operations

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

Environmental Regulation

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

The Club is a company limited by guarantee. As such it is not able to pay or credit dividends as defined by its constitution.

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.

Indemnification of Officers

Except for standard commercial Directors' and Officers' Insurance whilst acting in their capacity on behalf of the company, no indemnities have been given nor other insurance premiums were paid in relation to such persons.

Proceedings on Behalf of the 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 on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

Auditors' Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 3.

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



Director: Janet McLean



Director: Colleen Starr

Dated this 12th day of September 2016

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE
CORPORATIONS ACT 2001
TO THE DIRECTORS OF
MARRICKVILLE BOWLING & RECREATION
CLUB LIMITED**

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2016 there have been:

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

Name of Firm: Lonnon & Co

Chartered Accountants



Name of Partner: K.J.Lonnon

Address: Suite 28, 556 Forest Road Penshurst NSW 2222

Dated this 12th day of September 2016

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
Note	\$	\$
Revenue	1,510,990	1,550,064
Raw materials and consumables used	(446,157)	(418,463)
Depreciation and amortisation expenses	(18,951)	(18,665)
Employee benefits expenses	(515,907)	(469,217)
Finance costs	(14,497)	(18,763)
Other expenses	(565,939)	(565,687)
Profit (Loss)	<u>(50,460)</u>	<u>59,269</u>
Total comprehensive income for the year	<u><u>(50,460)</u></u>	<u><u>59,269</u></u>
Total comprehensive income attributable to members of the entity	(50,460)	59,269

The accompanying notes form part of these financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	77,977	133,754
Trade and other receivables	4	9,127	21,174
Inventories	5	30,007	22,786
Other current assets	6	6,021	13,107
TOTAL CURRENT ASSETS		123,132	190,821
NON-CURRENT ASSETS			
Property, plant and equipment	7	1,265,090	1,222,946
TOTAL NON-CURRENT ASSETS		1,265,090	1,222,946
TOTAL ASSETS		1,388,222	1,413,767
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	8	144,245	82,611
Provisions	9	39,384	36,311
Other current liabilities	10	6,440	3,572
TOTAL CURRENT LIABILITIES		190,069	122,494
NON-CURRENT LIABILITIES			
Borrowings	11	145,707	188,367
TOTAL NON-CURRENT LIABILITIES		145,707	188,367
TOTAL LIABILITIES		335,776	310,861
NET ASSETS		1,052,446	1,102,906
EQUITY			
Retained earnings	12	1,052,446	1,102,906
TOTAL EQUITY		1,052,446	1,102,906

The accompanying notes form part of these financial statements.

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

	Note	Retained earnings \$	Total \$
Balance at 1 July 2014		1,043,637	1,043,637
Profit attributable to equity shareholders		<u>59,269</u>	<u>59,269</u>
Balance at 30 June 2015		<u>1,102,906</u>	<u>1,102,906</u>
Profit attributable to equity shareholders		<u>(50,460)</u>	<u>(50,460)</u>
Balance at 30 June 2016		<u><u>1,052,446</u></u>	<u><u>1,052,446</u></u>

The accompanying notes form part of these financial statements.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	1,475,986	1,487,347
Payments to suppliers and employees	(1,463,011)	(1,491,032)
Interest received	1,042	1,310
Other Receipts	-	23,249
Commission Received	33,963	38,158
	<u> </u>	<u> </u>
Net cash provided by operating activities	13 47,979	59,031
	<u> </u>	<u> </u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	-	(2,750)
Payments for property, plant and equipment	(61,094)	-
	<u> </u>	<u> </u>
Net cash used in investing activities	(61,094)	(2,750)
	<u> </u>	<u> </u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(42,660)	(41,009)
	<u> </u>	<u> </u>
Net cash used in financing activities	(42,660)	(41,009)
	<u> </u>	<u> </u>
Net increase (decrease) in cash held	(55,775)	15,272
Cash at beginning of financial year	133,753	118,480
	<u> </u>	<u> </u>
Cash at end of financial year	3 77,978	133,753
	<u> </u>	<u> </u>

The accompanying notes form part of these financial statements.

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

1 Statement of Significant Accounting Policies

The financial report is a general purpose financial report and it has been prepared in accordance with Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Corporations Act 2001.

The financial report is for an entity known as Marrickville Bowling & Recreation Club Limited as an individual entity, limited by guarantee. The company was incorporated and has its domicile in Australia.

The financial report complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. Unless otherwise stated, the accounting policies have been consistently applied.

Reporting basis and conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of financial assets, financial liabilities and selected non-current assets for which the fair value basis of accounting has been applied.

Accounting Policies

Foreign Currency Transactions and Balances

Transaction and balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in the statement of comprehensive income, except where deferred in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in equity to the extent that the gain or loss is directly recognised in equity, otherwise the exchange difference is recognised in the statement of comprehensive income.

Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees at 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.

Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

	2016	2015
	\$	\$
2 Auditors' Remuneration		
Auditor's Remuneration		
Audit Fees	9,000	9,000
	<u>9,000</u>	<u>9,000</u>
3 Cash and Cash Equivalents		
Cash at Bank	6,611	14,257
Cash at Bank	38,812	41,345
Cash at Bank - Keno	-	68
Cash at Bank - ATM	-	3,670
Cash at Bank	6,024	5,639
Cash at Bank	19,849	42,842
WBC Cash Reserve	1,804	18,476
Cash at Bank	4,877	7,457
	<u>77,977</u>	<u>133,754</u>

Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

Cash and cash equivalents	77,978	133,753
	<u>77,978</u>	<u>133,753</u>

4 Trade and Other Receivables

Current

Trade Debtors	2,129	21,174
GST Paid - Input Tax Credits	6,998	-
	<u>9,127</u>	<u>21,174</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.

	2016	2015
	\$	\$
5 Inventories		
Current		
At cost:		
Bar Stock as per Independent Stocktaker	30,007	22,786
	<u> </u>	<u> </u>
6 Other Non-Financial Assets		
Current		
Prepayments - Other	6,021	13,107
	<u> </u>	<u> </u>
7 Property, Plant and Equipment		
BUILDINGS		
Land and Buildings at cost:		
Land and Building	602,310	595,875
Clubhouse Improvements	588,068	582,254
Less Provision for Depreciation	(1,750)	(1,750)
	<u> </u>	<u> </u>
Total Buildings	1,188,628	1,176,379
	<u> </u>	<u> </u>
PLANT AND EQUIPMENT		
Plant and Equipment:		
At cost	241,071	192,225
Accumulated depreciation	(164,609)	(145,658)
	<u> </u>	<u> </u>
Total Plant and Equipment	76,462	46,567
	<u> </u>	<u> </u>
Total Property, Plant and Equipment	1,265,090	1,222,946
	<u> </u>	<u> </u>

Movements in Carrying Amounts of Property, Plant and Equipment

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Land and Buildings Furniture \$	Clubhouse Plant and Equipment \$	Greens and Bistro \$	Poker Machines \$	Total \$
Balance at					
1 July 2014	1,176,380	41,927	4,259	16,296	1,238,862
Additions	-	-	2,750	16,255	19,005
Disposals	-	-	-	(16,256)	(16,256)
Depreciation expense	-	(7,719)	(1,196)	(9,750)	(18,665)
Balance at					
30 June 2015	1,176,380	34,208	5,813	6,546	1,222,946
Additions	12,248	30,597	18,249	-	61,094
Depreciation expense	-	(10,492)	(1,913)	(6,546)	(18,951)
Carrying amount at					
30 June 2016	<u>1,188,628</u>	<u>54,313</u>	<u>22,149</u>	<u>-</u>	<u>1,265,089</u>

	2016 \$	2015 \$
8 Trade and Other Payables		
Current		
Accrued Expense	11,791	12,481
Trade Creditors	80,760	52,042
Other Creditors	-	210
GST Collected	195	-
Outstanding BAS Cheque	51,499	17,878
	<u>144,245</u>	<u>82,611</u>
9 Provisions		
Provision for Long Service Leave	13,657	12,095
Provision for Holiday Pay	15,866	13,902
Provision for Superannuation	9,861	10,314
	<u>25,727</u>	<u>24,216</u>
Total provisions	<u>39,384</u>	<u>36,311</u>
Analysis of Total Provisions		
Current	<u>39,384</u>	<u>36,311</u>
	<u>39,384</u>	<u>36,311</u>

	2016	2015
	\$	\$
10 Other Liabilities		
Current		
Subscriptions in Advance	<u>6,440</u>	<u>3,572</u>
11 Borrowings		
Non-Current		
Loans - Secured	<u>145,707</u>	<u>188,367</u>
Total borrowings	4 <u>145,707</u>	4 <u>188,367</u>
12 Retained Earnings		
Retained earnings at the beginning of the financial year	1,102,906	1,043,637
(Net loss) Net profit attributable to members of the company	<u>(50,460)</u>	<u>59,269</u>
Retained earnings at the end of the financial year	<u>1,052,446</u>	<u>1,102,906</u>
13 Cash Flow Information		
Reconciliation of Cash Flow from Operations with Profit after Income Tax		
Profit (Loss) after income tax	(50,460)	59,269
Non-cash flows in profit		
Depreciation	18,951	18,665
Charges to provisions	3,073	13,974

	2016	2015
	\$	\$
Changes in assets and liabilities, net of the effects of purchase and disposals of subsidiaries		
(Increase) Decrease in current inventories	(7,221)	(6,914)
(Increase) Decrease in current receivables	12,047	(17,294)
(Increase) Decrease in prepayments	7,086	(5,129)
Increase (Decrease) in trade creditors	61,635	(1,110)
Increase (Decrease) in other creditors	-	(2,430)
Increase (Decrease) in income in advance	2,869	-
	<u>47,979</u>	<u>59,032</u>

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 14, for the year ended 30 June 2016 are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards, which, as stated in accounting policy Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and
 - (b) give a true and fair view of the financial position and performance of the company.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Director: Janet McLean



Director: Colleen Starr

Dated this 12th day of September 2016

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MARRICKVILLE BOWLING & RECREATION CLUB LIMITED

ABN 30 001 037 029

Report on the Financial Report

We have audited the accompanying financial report of Marrickville Bowling & Recreation Club Limited which comprises the statement of financial position as at 30 June 2016 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility 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 Note 1, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards (IFRS).

Auditors' Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 auditors' judgment, 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 auditors consider 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.

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

Independent

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, 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.

Auditors' Opinion

In our opinion:

- (a) the financial report of Marrickville 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 30 June 2016 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- (b) The financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Name of Firm: Lonnon & Co

Chartered Accountants



Name of Partner: K.J.Lonnon

Address: Suite 28, 556 Forest Road Penshurst NSW 2222

Dated this 12th day of September 2016

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
BAR TRADING STATEMENT		
SALES		
Sales	1,064,621	1,019,208
LESS: COST OF GOODS SOLD		
Opening Stock	22,786	15,872
Purchases	453,378	425,375
	<u>476,164</u>	<u>441,247</u>
Closing Stock	(30,007)	(22,786)
	<u>446,157</u>	<u>418,461</u>
GROSS BAR PROFIT	618,464	600,747
LESS: DIRECT COSTS		
Bar Wages	241,009	210,223
	<u>241,009.00</u>	<u>210,223.00</u>
NET PROFIT FROM BAR	<u>377,455</u>	<u>390,524</u>
POKER MACHINE TRADING STATEMENT		
INCOME		
Net Takings	233,974	271,929
LESS: EXPENSES		
Repairs to Poker Machines	16,184	5,848
Rebate Poker Machines	(17,180)	(17,180)
Monitoring Costs	14,045	12,831
Poker Machine Licence	42,511	24,043
Depreciation - PMs	6,546	9,750
Poker Machine Wages	71,991	62,794
	<u>134,097</u>	<u>98,086</u>
NET PROFIT FROM POKER MACHINES	<u>99,877</u>	<u>173,843</u>

The accompanying notes form part of these financial statements.

	2016	2015
	\$	\$
INCOME		
Net Trading Profit from Bar	377,455	390,524
Net Trading Profit from Poker Machines	99,877	173,843
Room Hire	15,153	13,332
Government Grant	-	23,249
Keno Commission	17,703	22,467
Interest Received	1,042	1,310
Kitchen Service fees	12,764	13,182
Subscriptions	20,617	15,314
Sundry Income	3,315	273
Raffle Income	43,891	53,766
Green Fees	81,652	54,843
Commission Received	16,260	15,691
Donation Received	-	319
Sponsorship Income	-	455
	<hr/>	<hr/>
	689,729	778,568
EXPENSES		
Advertising and Decorations	8,714	8,410
Association Fees	4,160	490
Auditor's Remuneration	9,000	9,000
Bank Charges	2,591	2,517
Bowls Expenses	7,431	-
Bookkeeping Fees	13,851	21,449
Borrowing Costs	-	454
Catering Costs	2,030	3,766
Cleaning	32,242	33,293
Consultancy Fees	5,013	5,000
Coaching Fees	10,888	7,272
Computer supplies & Software	5,458	6,157
Depreciation	12,405	8,915
Donations	50	-
Fox Sports Fees	21,172	20,556
General Expenses	4,372	203
Interest Paid	14,497	18,310
Jackpots	1,840	2,042
Insurance	30,110	39,248
Keno Charges	1,870	5,163
Light and Power	45,559	44,993
Licences and Fees	10,248	9,026

The accompanying notes form part of these financial statements.

	2016	2015
	\$	\$
Printing and Postage	18,340	13,463
Provision for Holiday Pay	1,964	(1,377)
Provision for Long Service	1,562	7,563
Promotions	5,828	7,483
Prize money - cash	7,000	8,550
Raffle Expenses	50,384	53,541
Rates	15,996	17,034
Repairs - Clubhouse	33,017	63,540
Repairs - Greens	23,274	14,919
Social & Entertainment Costs	107,841	56,991
Security and Fire Service	5,347	16,383
Staff Training Costs	1,904	2,392
Stocktaking	3,000	3,000
Superannuation	42,555	38,827
Telephone	6,048	5,937
Travelling Expenses	212	204
Trophies	675	293
Wages - Administration	98,693	93,301
Wages - Greens	58,999	57,886
Waste Removal	14,049	11,796
	<u>740,189</u>	<u>719,299</u>
(Loss) Profit from ordinary activities	<u>(50,460)</u>	<u>59,269</u>

The accompanying notes form part of these financial statements.

Notes



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