

# **Kotara Bowling and Recreation Club Co-Operative Limited**

ABN 13 708 432 461

## **Financial Statements**

For the Year Ended 30 June 2024

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Contents

For the Year Ended 30 June 2024

	Page
<b>Financial Statements</b>	
Directors' Report	1
Assurance Practitioner's Independence Declaration	4
Independent Assurance Practitioner's Review Report	5
Directors' Declaration	7
Statement of Profit or Loss and Other Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Notes to the Financial Statements	12

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Directors' Report

30 June 2024

The Directors present their report on Kotara Bowling and Recreation Club Co-Operative Limited for the financial year ended 30 June 2024.

### Directors

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

Names	Position	Years' Service
Robert Muir	President	6
Jarrad Biscan-Roberts	Vice President	5
John Elsley	Vice President	Appointed 29/02/2024
Chris Collison	Director	5
Chris Neenan	Director	1
Phil Elsley	Director	Appointed 12/03/2024
Jeremy Whyte	Secretary	Appointed 23/05/2024
Graham Milburn	-	Appointed 26/10/2023, Resigned 29/02/2024
Alan Blaker	-	Resigned 12/03/2024
Lisa Henry	-	Resigned 14/02/2024

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

### Club Secretary

The following person held the position of Club Secretary at the end of the financial year:

Jeremy Whyte, who is also a Director of the Club, has been the Club Secretary since 23 May 2024.

### Principal activities

The principal activity of Kotara Bowling and Recreation Club Co-Operative Limited during the financial year was the conduct of a Licensed Club.

No significant changes in the nature of the Club's activity occurred during the financial year.

### Operating results

The loss of the Club amounted to \$ 197,776 (2023: a loss of \$97,915).

### Review of operations

Profit from bar trading amounted to \$66,607 and gross profit percentage of 60% was obtained from sales of \$600,298.

Net gaming revenue amounted to \$396,107 and compares with \$552,054 in 2023.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Directors' Report

30 June 2024

### Meetings of Directors

During the financial year, 12 meetings of Directors were held. Attendances by each Director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Robert Muir	12	12
Jarrad Biscan-Roberts	12	12
John Elsley (appointed 29/02/2024)	4	4
Chris Collison	12	7
Chris Neenan	12	10
Phil Elsley (appointed 12/03/2024)	3	3
Jeremy Whyte (appointed 23/05/2024)	2	2
Graham Milburn (appointed 26/10/2023, resigned 29/02/2024)	6	6
Alan Blaker (resigned 12/03/2024)	9	9
Lisa Henry (resigned 14/02/2024)	8	5

### Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Club during the 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 Club, the results of those operations or the state of affairs of the Club in future financial years.

### Short and long term objectives

The Club has established short and long term objectives as outlined in the Club's business plan which is reviewed on an annual basis. These objectives are both financial and non financial and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the Club industry. No information is included on the likely developments in the operations of the Club and the expected results of those operations.

### Environmental issues

The Club's operations are subject to environmental regulations under the laws of the Commonwealth and States of Australia. The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Directors' Report

30 June 2024

### Assurance Practitioner's independence declaration

The assurance practitioner's independence declaration for the year ended 30 June 2024 has been received and can be found on page 4 of the financial report.

### Disclosure of Core and Non-Core Property

Pursuant to Section 41J(2) of the Registered Clubs Act 1976 and for the financial year ended 30 June 2024, the Directors have determined that the property of the Club shall be classified as follows:

Address	Address	Current Usage	Classification
Lot 92B / 13333	2 Howell Street Kotara	Club Premises	Core

### Mandatory Director Training

Under the Registered Clubs Amendment (Disclosures) Regulation 2019, the Club is required to disclose to its members certain information relating to mandatory training requirements undertaken by Directors. As the Club has annual gaming machine profits of less than \$1 million, the Regulation prescribes that at least two Directors must complete their mandatory training within 12 months of appointment unless otherwise exempt.

The Board has deemed Directors J. Biscan-Roberts and R. Muir exempt based on holding relevant qualifications.


### Indemnification and insurance of officers


The Club has paid premiums to insure each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Club, other than that conduct involving a wilful breach of duty in relation to the Club.

### Director emoluments

No Director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the Club, with a Director, a firm of which the Director is a member or an entity in which the Director has a substantial financial interest.

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

Director:  .....

Director:  .....

Dated 10 October 2024

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Assurance Practitioner's Independence Declaration

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been:

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

Cutcher & Neale Assurance Pty Limited  
(An authorised audit company)



N. Nancarrow CA  
Director

NEWCASTLE

3 October 2024

### SYDNEY

Level 11, Suite 1102, 20 Berry Street,  
North Sydney, NSW, 2059

### BRISBANE

Suite 5, 36 Agnes Street,  
Fortitude Valley, QLD, 4006

### NEWCASTLE

Level 3, 130 Parry Street,  
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### CONTACT

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# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Independent Assurance Practitioner's Review Report to the members of Kotara Bowling and Recreation Club Co-Operative Limited

### *Report on the Financial Report*

We have reviewed the accompanying financial report of Kotara Bowling and Recreation Club Co-Operative Limited (the Club), which comprise the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the Directors' Declaration.

### *Material Uncertainty Related to Going Concern*

We draw attention to Note 1(b) in the financial report, which indicates that the Club incurred a net loss of \$197,776 during the year ended 30 June 2024 and, as of that date, the Club's current liabilities exceeded its current assets by \$418,474. At 30 June 2024, net liabilities equal \$278,978 (2023: net liabilities of \$81,202). As stated in Note 1(b), these events or conditions, along with other matters as set forth in Note 1(b), indicate that a material uncertainty exists that may cast significant doubt on the Club's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

### *Responsibilities of Directors for the Financial Report*

The Directors of the Club are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosures, the *Co-operatives National Law (NSW)* and the *Co-operatives National Law Regulations (NSW)*, and for such internal control as the Directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

### *Assurance Practitioner's Responsibilities for the Review of the Financial Report*

Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with Standard on Review Engagements ASRE 2400, *Review of a Financial Report Performed by an Assurance Practitioner Who is not the Auditor of the Entity*. ASRE 2400 requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ASRE 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with Australian Auditing Standards. Accordingly, we do not express an audit opinion on these financial statements.

5

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# Kotara Bowling and Recreation Club Co-Operative Limited

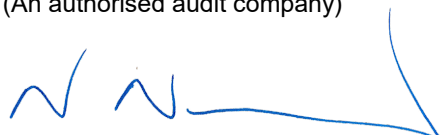
ABN 13 708 432 461

## Independent Assurance Practitioner's Review Report to the members of Kotara Bowling and Recreation Club Co-Operative Limited

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Kotara Bowling and Recreation Club Co-Operative Limited as at 30 June 2024, and of its financial performance and cash flows for the year then ended, in accordance with the Australian Accounting Standards.

Cutcher & Neale Assurance Pty Limited  
(An authorised audit company)



N. Nancarrow CA  
Director

NEWCASTLE

11 October 2024

6

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# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461


## Directors' Declaration

In the Directors' opinion:

1. The financial statements and notes, as set out on pages 8 to 20, are in accordance with the *Co-operatives National Law (NSW)* and the *Co-operatives National Law Regulations (NSW)* and:
  - (a) comply with Australian Accounting Standards - Simplified Disclosures; and
  - (b) give a true and fair view of the Club's financial position as at 30 June 2024 and of its performance for the year ended on that date of the Club.
2. There is some uncertainty that the Club will be able to pay its debts as and when they become due and payable. Refer to Note 1(b).

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

Director:  .....

Director:  .....

Dated 10 October 2024

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
Bar sales	600,298	668,625
Less: Bar cost of goods sold	<u>(237,764)</u>	<u>(288,929)</u>
Gross profit	362,534	379,696
Gaming machine net clearances	396,107	552,054
Tab and Keno commissions	48,149	52,493
Raffles and bingo income	171,126	192,830
Bowling income	14,465	22,788
Other revenue from contracts with customers	2 35,817	60,400
Other revenue from ordinary activities	2 50,050	56,929
Bar trading expenses	(295,927)	(316,137)
Gaming machine trading expenses	(26,393)	(26,685)
Tab & Keno expenses	(26,236)	(35,233)
Raffles and bingo expenses	(206,454)	(233,300)
Bowling expenses	(59,837)	(104,575)
Club promotion and entertainment expenses	(39,310)	(40,662)
Catering net loss	(246)	(21,723)
Occupancy expenses	(160,351)	(187,955)
Depreciation and amortisation expenses	(110,722)	(129,902)
Administrative expenses	(299,586)	(293,181)
Borrowing cost expenses	(30,461)	(25,752)
Loss on disposal of non-current assets	<u>(20,501)</u>	-
<b>Profit / (loss) before income tax</b>	<b>(197,776)</b>	<b>(97,915)</b>
Income tax expense/(benefit)	-	-
<b>Profit / (loss) after income tax</b>	<b><u>(197,776)</u></b>	<b><u>(97,915)</u></b>
Other comprehensive income	-	-
<b>Total comprehensive income / (loss)</b>	<b><u><u>(197,776)</u></u></b>	<b><u><u>(97,915)</u></u></b>

The accompanying notes form part of these financial statements.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Statement of Financial Position

As At 30 June 2024

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	4	58,477	54,619
Trade and other receivables	5	18,399	8,031
Inventories at cost		18,824	22,291
Prepayments		35,994	37,926
TOTAL CURRENT ASSETS		<u>131,694</u>	<u>122,867</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	194,143	286,565
Right-of-use assets	7	54,005	66,414
TOTAL NON-CURRENT ASSETS		<u>248,148</u>	<u>352,979</u>
TOTAL ASSETS		<u>379,842</u>	<u>475,846</u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	8	365,726	213,914
Lease liabilities		12,876	12,116
Employee benefits		65,451	73,615
Short-term borrowings	9	106,115	115,903
TOTAL CURRENT LIABILITIES		<u>550,168</u>	<u>415,548</u>
NON-CURRENT LIABILITIES			
Lease liabilities		46,218	54,710
Employee benefits		6,059	4,154
Long-term borrowings	9	56,375	82,636
TOTAL NON-CURRENT LIABILITIES		<u>108,652</u>	<u>141,500</u>
TOTAL LIABILITIES		<u>658,820</u>	<u>557,048</u>
NET ASSETS / (LIABILITIES)		<u>(278,978)</u>	<u>(81,202)</u>
<b>EQUITY</b>			
Retained earnings / (losses)		<u>(278,978)</u>	<u>(81,202)</u>
TOTAL EQUITY		<u>(278,978)</u>	<u>(81,202)</u>

The accompanying notes form part of these financial statements.

# Kotara Bowling and Recreation Club Co-Operative Limited

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## Statement of Changes in Equity For the Year Ended 30 June 2024

2024

	<b>Retained Earnings / (Losses)</b>
	<b>\$</b>
<b>Balance at 1 July 2023</b>	<b>(81,202)</b>
Profit / (loss) attributable to members	<u><b>(197,776)</b></u>
<b>Balance at 30 June 2024</b>	<u><u><b>(278,978)</b></u></u>

2023

	<b>Retained Earnings / (Losses)</b>
	<b>\$</b>
<b>Balance at 1 July 2022</b>	<b>16,713</b>
Profit / (loss) attributable to members	<u><b>(97,915)</b></u>
<b>Balance at 30 June 2023</b>	<u><u><b>(81,202)</b></u></u>

The accompanying notes form part of these financial statements.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Statement of Cash Flows

For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	1,437,014	1,763,357
Payments to suppliers and employees	(1,332,732)	(1,660,063)
Interest received	210	579
Borrowing costs	(30,461)	(25,752)
Net cash provided by/(used in) operating activities	<u>74,031</u>	<u>78,121</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	(24,499)	(18,430)
Net cash used by investing activities	<u>(24,499)</u>	<u>(18,430)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	35,976	46,302
Repayment of borrowings	(92,246)	(179,175)
Repayment of leases	(9,625)	(14,658)
Net cash provided by/(used in) financing activities	<u>(65,895)</u>	<u>(147,531)</u>
Net increase/(decrease) in cash and cash equivalents held	(16,363)	(87,840)
Cash and cash equivalents at beginning of year	59,598	147,438
Cash and cash equivalents at end of financial year	4 <u>43,235</u>	<u>59,598</u>

The accompanying notes form part of these financial statements.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 1 Material accounting policy information

#### (a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board ('AASB'), Australian Accounting Interpretations, other authoritative pronouncements of the AASB, the *Co-operatives National Law (NSW)* and the *Co-operatives National Regulations (NSW)*.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals 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 company has adopted the AASB 2021-6 - Disclosure of Accounting Policies: Tier 2 and other Australian Accounting Standards from 1 July 2023. The amendments require the disclosure of 'material' rather than 'significant' accounting policies and whilst this did not change the accounting policies themselves, it has impacted the accounting policy information disclosed in the financial statements. This has assisted in providing useful and specific policy information to users of the financial statements.

#### (b) Going Concern

The statement of profit or loss and other comprehensive income for the year ended 30 June 2024 reflects a net loss of \$197,776 (2023: net loss of \$97,915) and the statement of financial position reflects that current liabilities exceed current assets by \$418,474 (2023: \$292,681). Net liabilities at 30 June 2024 equal \$278,978 (2023: net liabilities of \$81,202).

The 2024 loss result has been impacted by poor trade due to a significant decline in patronage at the Club. Gaming machine turnover has been poor in 2024 and bowling income is also down due to a large number of bowlers leaving the Club.

The 2023 loss result was impacted by trade not being as strong as expected returning with a full year without COVID closures. The Club also experienced the loss of the caterer and had to operate food for a period of time (loss result of \$21,188). Both increasing supplier and employee costs has also impacted the bottom line of the Club.

The Directors have resolved that the going concern basis of accounting is appropriate, as the Club has 21 gaming machine licences that are not recorded on the balance sheet and can be sold within prescribed regulations.

The Club cannot sustain trading losses of this nature and continued trading losses will create significant uncertainty as to whether the Club will continue to meet its financial obligations as they fall due and realise its assets in the normal course of business. The Club must substantially improve revenue, cashflows and the trading performance in the short-term.

The Club is in discussions with Council regarding the land lease that expired in August 2021. The Council lease remains unsigned at the date of this report.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 1 Material accounting policy information

#### (b) Going Concern

If the Club was not considered a going concern then the value of the leasehold improvements would be considered overstated. Leasehold improvements are currently recorded at their written down value as at 30 June 2024.

#### (c) Income tax

The Club is exempt from income tax under Section 50-45 of the Income Tax Assessment Act 1997. This exemption is subject to the provisions that the legislation does not change and that the objects and activities of the Club do not alter in future years.

#### (d) Property, plant and equipment

##### Depreciation

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

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation rate</b>
Plant and Equipment	5 - 50 %
Leasehold improvements	2.5 - 20%

#### (e) Impairment of non-financial assets

At the end of each reporting period, the Club assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

#### (f) Employee benefits

Provision is made for the Club'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. Employee benefits payable later than one year have been measured at their nominal amount as it has been determined that they are not materially different from their present value.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 1 Material accounting policy information

#### (g) Revenue and other income

The Club recognises revenue when it transfers control over a product or service to a customer. Revenue is measured based on the amount of consideration expected to be received in exchange for the transfer of the good or service to the customer.

##### **Revenue from contracts with customers**

Revenue from the sale of goods is recognised at the point of delivery.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Gaming machine revenue is recognised at the point of sale and represents the difference between the amounts earned through gaming wagers less the payouts from those wagers. Liabilities are recognised for anticipated payouts for progressive jackpots.

Revenue from membership subscriptions is recognised on a straight-line basis over the financial year.

#### (h) Comparative figures

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

#### (i) Critical accounting estimates and judgments

The Directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Club.

##### *Key estimates - impairment*

The Club assesses impairment at the end of the reporting year by evaluating conditions specific to the Club that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

#### (j) Leases

At inception of a contract, the Club assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Club where the Club is lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low-value assets are recognised as an operating expense on a straight-line basis over the term of the lease.



# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 1 Material accounting policy information

#### (j) Leases

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Club uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- Fixed lease payments less any lease incentive;
- Lease payments of under extension options if lessee is reasonably certain to exercise the options; and
- Payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated amortisation and impairment losses.

Right-of-use assets are amortised over the lease term or useful life of the underlying asset whichever is the shortest.

#### (k) Authorisation of Financial Statements

The financial statements were authorised for issue on 10 October 2024 by the Directors.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 2 Revenue

	2024	2023
	\$	\$
Revenue from contracts with customers		
- Trading revenue	1,230,145	1,488,790
Other revenue from contracts with customers		
- Membership subscriptions	13,085	15,549
- Other income	22,732	44,851
Total other revenue from contracts with customers	35,817	60,400
Total revenue from contracts with customers	1,265,962	1,549,190
Other revenue from ordinary activities		
- Interest received	210	579
- Rebate for GST on gaming machine duty	17,180	17,180
- Commissions received	7,891	13,833
- Sponsorship and donations	1,873	600
- Workers compensation proceeds	1,962	21,726
- Other income	20,934	3,011
Total other revenue from ordinary activities	50,050	56,929
<b>Total Revenue</b>	<b>1,316,012</b>	<b>1,606,119</b>

### 3 Interests of Key Management Personnel

Key management personnel compensation	101,285	100,300
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### 4 Cash and Cash Equivalents

Cash on hand	24,400	30,000
Cash at bank	29,077	19,619
Term Deposits	5,000	5,000
	58,477	54,619

Cash and cash equivalents include balances of term deposits with an original maturity date greater than three months. These have been classified as cash equivalents as they are highly liquid and readily convertible to cash with an insignificant risk of change in value

### 5 Trade and Other Receivables

CURRENT		
Trade receivables	6,236	3,602
Other receivables	12,163	4,429
	18,399	8,031

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 6 Property, plant and equipment

	2024	2023
	\$	\$
Capital works in progress		
At cost	-	20,501
Leasehold Improvements		
At cost	1,420,128	1,420,128
Accumulated depreciation	(1,309,477)	(1,274,299)
Total leasehold improvements	<u>110,651</u>	<u>145,829</u>
Plant and equipment		
At cost	1,551,932	1,548,332
Accumulated depreciation	(1,468,440)	(1,428,097)
Total plant and equipment	<u>83,492</u>	<u>120,235</u>
<b>Total property, plant and equipment</b>	<u><b>194,143</b></u>	<u><b>286,565</b></u>

#### (a) Movements in Carrying Amounts

	Capital Works in Progress	Leasehold Improvements	Plant and Equipment	Total
	\$	\$	\$	\$
Balance at the beginning of year	20,501	145,829	120,235	286,565
Additions	-	-	24,499	24,499
Disposals - written down value	(20,501)	-	-	(20,501)
Depreciation expense	-	(35,178)	(61,242)	(96,420)
<b>Balance at 30 June 2024</b>	<u>-</u>	<u>110,651</u>	<u>83,492</u>	<u>194,143</u>

#### (b) Core & non-core property

As required by the Registered Clubs Act 1976 all Clubs are required to specify core and non-core property of the Club. As at 30 June 2024 the entire balance shown above in Leasehold Improvements is core property. For further disclosure of core and non-core property refer to page 3 of the financial statements.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 7 Right-of-use Assets

The Club's lease portfolio includes the SwiftPOS till system with Pivotal Finance. This lease has a term of 5 years, commencing 31 May 2023. The Club also leases a photocopier with S.E Rentals. This lease has a term of 5 years, commencing from 16 November 2022.

	2024	2023
	\$	\$
Leased equipment	73,207	71,314
Accumulated amortisation	(19,202)	(4,900)
	<u>54,005</u>	<u>66,414</u>
<b>Movement in carrying amounts</b>		
Opening carrying amount	66,414	25,431
Adjustments	1,893	-
Additions	-	71,314
Loss on disposal	-	(15,853)
Amortisation	(14,302)	(14,478)
	<u>54,005</u>	<u>66,414</u>
<b>(i) AASB 16 related amounts recognised in the statement</b>		
Amortisation charge related to right-of-use assets	14,302	14,478
Interest expense on lease liabilities	5,614	2,770
<b>(ii) Total future lease payments at the end of the reporting period</b>		
Future lease payments are due as follows:		
Within one year	18,210	17,620
One to five years	48,324	64,409
	<u>66,534</u>	<u>82,029</u>

### 8 Trade and Other Payables

#### CURRENT

Unsecured liabilities		
Trade payables	171,985	59,618
Other creditors and accruals	193,741	154,296
	<u>365,726</u>	<u>213,914</u>

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 9 Borrowings

	2024	2023
	\$	\$
CURRENT		
Unsecured liabilities		
Insurance finance	27,607	32,411
Secured liabilities		
Bank loan	78,508	47,357
Asset purchase	-	36,135
	<u>78,508</u>	<u>83,492</u>
	<u>106,115</u>	<u>115,903</u>
NON-CURRENT		
Unsecured liabilities		
Loan - Related Party	8,773	-
Secured liabilities		
Bank loan	47,602	82,636
	<u>56,375</u>	<u>82,636</u>

#### (a) Security

The bank loans are secured by:

- Registered Mortgage Debenture over the whole of Kotara Bowling Club Co-op Limited ACN 069 233 601 assets including goodwill and uncalled capital and called but unpaid capital together with relative insurance policy assigned to the National Australia Bank Limited.
- Mortgage over lease given by Kotara Bowling Club Co-op Limited ACN 069 233 601 over premises comprised in Certificate of Title Auto Consol 7769-111 known as Kotara Bowling Club situated at Howell Street, Kotara NSW.

The asset purchase agreements are secured by the assets purchased.

# Kotara Bowling and Recreation Club Co-Operative Limited

ABN 13 708 432 461

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 10 Related Party Transactions

The Club's main related parties are as follows:

#### (a) Key Management Personnel of the Club

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Club, directly or indirectly, including any Director (whether executive or otherwise) of the Club, is considered key management personnel. Refer to Note 4.

#### (b) Other Related Parties of the Club

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

#### Transactions and Outstanding Balances with Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. The following relationships and/or transactions occurred with related parties:

- The company of President, Mr. R. Muir, received payments for telephone and internet services, as well as IT support provided to the Club on normal commercial terms.
- A related persons of Vice President, J. Biscan-Roberts, provided services to the Club on normal commercial terms.
- A related company of Directors J. Elsley and P.Elsley has provided a financial loan to the Club during the year.
- A related company of Directors J. Elsley and J. Whyte, and a related person of P.Elsley, has received payment for goods provided to the Club on normal commercial terms.

### 11 Reviewers' Remuneration

	2024	2023
	\$	\$
Cutcher & Neale Assurance Pty Limited		
- Review of the financial statements	4,000	3,700
<b>Total</b>	<b>4,000</b>	<b>3,700</b>