

# **The Picnic Point Bowling & Social Club Ltd**

**ABN 34 000 243 247**

## **Financial Statements**

**For the Year Ended 30 June 2022**

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

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For the Year Ended 30 June 2022

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# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Directors' Report

30 June 2022

The directors present their report on The Picnic Point Bowling & Social Club Ltd for the financial year ended 30 June 2022.

### 1. General information

#### Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Trevor John Tindall

Appointment Date	28 October 2018
Experience	4 years experience
Interest in shares and options	\$2 Guarantor
Special responsibilities	None

John Atkinson

Appointment Date	14 April 2013
Experience	Senior Vice President 3 years, President 6.7 years
Interest in shares and options	\$2 Guarantor
Special responsibilities	President
Resignation Date	01.03.2022

William Brown

Appointment Date	14 April 2013
Experience	Vice President 8.2 years
Interest in shares and options	\$2 Guarantor
Special responsibilities	Vice President

Robert Crocker

Appointment Date	25 October 2015
Experience	Vice President 5.5 years
Interest in shares and options	\$2 Guarantor
Special responsibilities	None

Benedict Joseph Seedsman

Appointment Date	24 November 2019
Experience	3 years experience
Interest in shares and options	\$2 Guarantor
Special responsibilities	None

James Craig Whitney

Appointment Date	25 October 2020
Experience	2 years experience
Interest in shares and options	\$2 Guarantor
Special responsibilities	None

Barry Sullivan

Appointment Date	25 October 2020
Experience	2 years experience
Interest in shares and options	\$2 Guarantor
Special responsibilities	None

# The Picnic Point Bowling & Social Club Ltd

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## Directors' Report

30 June 2022

### 1. General information (continued)

#### Information on directors (continued)

#### Information on directors (continued)

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

#### Company secretary

The person who held the position of Company's Secretary at the end of the financial year was Daniel Robinson.

#### Review of operations

The operating result for the current year, amounted to a surplus of \$ 85,432 (2021: surplus of \$305,982).

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Poker Machine Revenue	<b>205,919</b>	342,845
Bar Net Profit	<b>20,218</b>	97,687
Overhead Operating Expenses	<b>550,860</b>	631,427

#### Significant changes in state of affairs

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

#### Principal activities

The principal activity of The Picnic Point Bowling & Social Club Ltd during the financial year was the provision of competitive and social lawn bowls.

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

#### Short term objectives

The Company's short term objectives are to:

- provide a social club for members and guests with the usual facilities of the club
- promote the game of bowls to both children and adults
- provide a meeting place for community groups

#### Long term objectives

The Company's long term objectives are to:

- maintain and upgrade facilities to attract new members both bowling and non-bowling to enjoy the facilities of the club
- increase involvement in community groups

# The Picnic Point Bowling & Social Club Ltd

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## Directors' Report

30 June 2022

### 1. General information (continued)

#### Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

- attracting a new demographic of people with improved facilities as well as maintaining the 'small friendly club' atmosphere
- encourage the participation of bowling members
- attracting new bowlers and retaining existing bowlers members by offering the best playing facilities possible
- marketing the advantages of membership of the club
- striving to provide a high standard of customer service
- pursuing new marketing initiatives
- offering members and their guests excellent food and a friendly atmosphere

#### Members' guarantee

The Picnic Point Bowling & Social Club Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 2 for members that are corporations and \$ 2 for all other members, subject to the provisions of the company's constitution.

#### Directors benefits

Since the end of the previous financial year, directors have received in the form of honorariums. Further details are provided in Note 17 to these financial statements.

### 2. Other items

#### Events after the reporting date

No other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

#### Future developments and results

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 issues

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

#### Dividends paid or recommended

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

#### Meetings of directors

During the financial year, 11 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Directors' Report

30 June 2022

### Meetings of directors (continued)

	Directors' Meetings	
	Number attended	Number eligible to attend
Barry Sullivan	9	11
Benedict Joseph Seedsman	9	11
James Craig Whitney	10	11
John Atkinson	7	8
Robert Crocker	10	11
Trevor John Tindall	11	11
William Brown	10	11

### Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of The Picnic Point Bowling & Social Club Ltd.

Directors' indemnity premiums have been provided for and paid by the Company during the year for Directors' and Officers' Liability Insurance. The Insurance is in respect of legal liability for damages and legal costs to a maximum of \$5,000,000 arising from claims made by reason of any omissions or acts (other than dishonesty) by them, whilst acting as Directors or Officers of the Company. No indemnities have been given or insurance premium paid, during or since the end of the financial year, for any person who is or has been an auditor of the company.

### Proceedings on behalf of company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purposes of taking responsibility on behalf of the company for all of any part of those proceedings.

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

### Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2022 has been received and can be found on page 5 of the financial report.

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

Director: .....  
Trevor John Tindall

Director: .....  
William Brown

Dated 30 June 2023

**The Picnic Point Bowling & Social Club Ltd**

ABN 34 000 243 247

**Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of The Picnic Point Bowling & Social Club Ltd**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022, 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.

FELSERS  
Chartered Accountants

Vindran Vengadasalam  
Partner

30 June 2023  
Sydney

## The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2022

		2022	2021
	Note	\$	\$
Revenue	4	853,904	1,145,034
Cost of sales		(256,651)	(316,504)
<b>Gross profit</b>		<b>597,253</b>	<b>828,530</b>
Other revenue	4	377,354	456,309
Employee benefits expenses	5	(309,129)	(322,308)
Depreciation and amortisation expense	5	(75,938)	(85,580)
Finance costs	5	(6,436)	(13,963)
Director's expenses and honorariums		(22,348)	(21,810)
Occupancy costs		(59,248)	(57,987)
Entertainment, marketing and promotional costs		(2,404)	(2,832)
Administrative expenses		(413,672)	(474,377)
<b>Net surplus for the year</b>		<b>85,432</b>	<b>305,982</b>
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>85,432</b>	<b>305,982</b>

The accompanying notes form part of these financial statements.



# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Statement of Financial Position

30 June 2022

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	6	273,084	305,702
Inventories	7	15,845	15,845
Other assets	8	42,958	31,024
TOTAL CURRENT ASSETS		<u>331,887</u>	<u>352,571</u>
NON-CURRENT ASSETS			
Property, plant and equipment	9	3,155,552	3,178,108
Right-of-use asset	10	7,447	33,470
TOTAL NON-CURRENT ASSETS		<u>3,162,999</u>	<u>3,211,578</u>
TOTAL ASSETS		<u><u>3,494,886</u></u>	<u><u>3,564,149</u></u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Lease liability	10	8,705	25,601
Trade and other payables	11	61,770	21,924
Borrowings	12	29,666	42,732
Deferred Income	13	80,004	80,004
TOTAL CURRENT LIABILITIES		<u>180,145</u>	<u>170,261</u>
Lease liability	10	-	8,705
Borrowings	12	-	75,870
Deferred Income	13	373,312	453,316
TOTAL NON-CURRENT LIABILITIES		<u>373,312</u>	<u>537,891</u>
TOTAL LIABILITIES		<u>553,457</u>	<u>708,152</u>
NET ASSETS		<u><u>2,941,429</u></u>	<u><u>2,855,997</u></u>
<b>EQUITY</b>			
Reserves	14	1,852,000	1,852,000
Retained surplus		1,089,429	1,003,997
TOTAL EQUITY		<u><u>2,941,429</u></u>	<u><u>2,855,997</u></u>

The accompanying notes form part of these financial statements.

The Picnic Point Bowling & Social Club Ltd

**Statement of Changes in Equity**  
For the Year Ended 30 June 2022

2022

	<b>Retained Earnings</b>	<b>Asset Revaluation Surplus</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2021</b>	<b>1,003,997</b>	<b>1,852,000</b>	<b>2,855,997</b>
Net surplus for the year	85,432	-	85,432
<b>Balance at 30 June 2022</b>	<b>1,089,429</b>	<b>1,852,000</b>	<b>2,941,429</b>

2021

	<b>Retained Earnings</b>	<b>Asset Revaluation Surplus</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2020</b>	<b>698,015</b>	<b>1,852,000</b>	<b>2,550,015</b>
Net surplus for the year	305,982	-	305,982
<b>Balance at 30 June 2021</b>	<b>1,003,997</b>	<b>1,852,000</b>	<b>2,855,997</b>

The accompanying notes form part of these financial statements.

# The Picnic Point Bowling & Social Club Ltd

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## Statement of Cash Flows For the Year Ended 30 June 2022

	2022	2021
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	1,316,618	1,722,000
Payments to suppliers and employees	(1,200,710)	(1,414,512)
Interest received	430	842
Interest paid	(6,436)	(12,528)
Net cash provided by operating activities	19(b) <u>109,902</u>	<u>295,802</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	<u>(31,040)</u>	<u>(23,152)</u>
Net cash used by investing activities	<u>(31,040)</u>	<u>(23,152)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	(88,936)	(114,931)
Payment of finance lease liabilities	<u>(22,543)</u>	<u>(26,280)</u>
Net cash provided by financing activities	<u>(111,479)</u>	<u>(141,211)</u>
Net increase/(decrease) in cash and cash equivalents held	(32,617)	131,439
Cash and cash equivalents at beginning of year	<u>305,702</u>	<u>174,263</u>
Cash and cash equivalents at end of financial year	19(a) <u><u>273,085</u></u>	<u><u>305,702</u></u>

The accompanying notes form part of these financial statements.

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Notes to the Financial Statements

### For the Year Ended 30 June 2022

The financial report covers The Picnic Point Bowling & Social Club Ltd as an individual entity. The Picnic Point Bowling & Social Club Ltd is a Company, incorporated and domiciled in Australia.

The functional and presentation currency of The Picnic Point Bowling & Social Club Ltd is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

#### 1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001*.

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

The financial statements, except for the 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 amount presented in the financial statements have been rounded to the nearest dollar. 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

#### 2 Summary of Significant Accounting Policies

##### (a) Revenue and other income

###### Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

###### Grant revenue

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2022**

#### **2 Summary of Significant Accounting Policies (continued)**

##### **(a) Revenue and other income (continued)**

###### **Interest revenue**

Interest is recognised using the effective interest method.

##### **(b) Income Tax**

The Company is exempt from income tax under in accordance with a directive from the Australian Taxation Office.

##### **(c) 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.

##### **(d) Borrowing costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset.

All other borrowing costs are recognised as an expense in the period in which they are incurred.

##### **(e) Goods and services tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

##### **(f) Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the weighted average costs basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

##### **(g) Property, plant and equipment**

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

## Notes to the Financial Statements For the Year Ended 30 June 2022

### 2 Summary of Significant Accounting Policies (continued)

#### (g) Property, plant and equipment (continued)

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

##### Property

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the company to have a valuation every three years, with annual appraisals being made by the directors. In accordance with this policy, freehold land was revalued for the year ended 2020. This director's valuation was made by all directors in office at the date of the valuation.

##### Plant and equipment

Plant and equipment are measured on a cost basis. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts. Fixed assets that cost less than \$500 each are written off in full in the year of purchase.

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a reducing balance basis over the assets useful life to the Company, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Buildings	2.5%
Plant and Equipment	10-40%
Greens equipment	15%
Furniture, Fixtures and Fittings	10-25%
Poker machines	40%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

#### (h) Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

##### Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2022**

#### **2 Summary of Significant Accounting Policies (continued)**

##### **(h) Financial instruments (continued)**

###### **Financial assets (continued)**

###### *Classification*

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

###### *Amortised cost*

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

###### *Impairment of financial assets*

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

###### **Financial liabilities**

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

##### **(i) Employee benefits**

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

Employee benefits expected to be settled more than one year after the end of the reporting period 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 satisfy vesting requirements.

##### **(j) Leases**

At inception of a contract, the Company assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2022**

#### **2 Summary of Significant Accounting Policies (continued)**

##### **(j) Leases (continued)**

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Company has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Company has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

##### *Exceptions to lease accounting*

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

##### **(k) Impairment of non-financial assets**

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.



# The Picnic Point Bowling & Social Club Ltd

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## Notes to the Financial Statements For the Year Ended 30 June 2022

### 2 Summary of Significant Accounting Policies (continued)

#### (k) Impairment of non-financial assets (continued)

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

#### (l) Poker Machine Entitlement

The Club currently holds 15 Poker Machine Licenses which have an estimated value of \$12,500 for each entitlement, being an estimated value of \$187,500.

### 3 Critical Accounting Estimates and Judgments

The directors make estimates and judgments during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgments are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

#### *Key estimates - impairment of property, plant and equipment*

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

#### Key estimates - provisions for expenses

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

# The Picnic Point Bowling & Social Club Ltd

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## Notes to the Financial Statements For the Year Ended 30 June 2022

### 4 Revenue and Other Income

	2022	2021
	\$	\$
Revenue from contracts with customers		
- Bar sales	566,251	709,157
- Poker Machine Revenue	228,809	378,127
- Raffle	36,154	38,052
- Bowls	12,911	4,335
- Green fees	9,779	15,363
	<b>853,904</b>	<b>1,145,034</b>
Other revenue		
- Men's and Women's Club	52,851	83,011
- Lease income	203,165	202,811
- Grants and donations	33,000	18,834
- ATM Rebates	4,717	7,458
- ASIC and ATO rebates	-	72,235
- Commissions	34,244	55,289
- Interest income	430	842
- Miscellaneous Income	48,947	15,829
	<b>377,354</b>	<b>456,309</b>
<b>Total Revenue</b>	<b>1,231,258</b>	<b>1,601,343</b>

### 5 Result for the Year

The result for the year includes the following specific expenses:

	2022	2021
	\$	\$
Depreciation expense - property, plant and equipment	53,596	55,744
Depreciation expense - right-of-use asset	22,342	29,836
	<b>75,938</b>	<b>85,580</b>
Interest on liabilities at amortised cost	5,811	12,528
Interest expense on lease liability	625	1,435
	<b>6,436</b>	<b>13,963</b>
Employee benefits expense		
- Salaries and wages	289,382	294,345
- Contributions to defined contribution superannuation fund	19,747	27,963
	<b>309,129</b>	<b>322,308</b>

# The Picnic Point Bowling & Social Club Ltd

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## Notes to the Financial Statements For the Year Ended 30 June 2022

### 6 Cash and Cash Equivalents

#### *Cash at bank*

	2022	2021
	\$	\$
Registered Club	25,450	77,295
Women's Bowling Club	18,947	13,263
Men's Bowling Club	19,609	31,702
Club Keno Account	3,286	10,253
TAB Account	4,878	20,309
Unity Bank Savings Account	18,676	8,364
Keno Clearing Account	1,393	1,393
Unity Bank Account	93,810	53,083
TAB Clearing Account	(277)	-
ATM Clearing Account	3,280	-
Debit card	392	205
Men's Access Account	450	450

#### *Cash on hand*

Registered club float	15,412	12,000
Club Keno Account	300	300
ATM Float	15,240	23,000
Merchant Clearing Account	(1,252)	-
Men's Club Term Deposit	42,340	41,983
Petty cash float	2,500	2,500
Poker machine float	7,000	7,002
TAB Float	2,000	2,000
Bar Float	600	600
Badge Draw Funds	(950)	-
	<u>273,084</u>	<u>305,702</u>

### 7 Inventories

	2022	2021
	\$	\$
CURRENT		
At cost:		
Bar stock	<u>15,845</u>	<u>15,845</u>

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Notes to the Financial Statements For the Year Ended 30 June 2022

### 8 Other Non-Financial Assets

	2022	2021
	\$	\$
Prepayments	22,656	19,677
GST holding account	20,302	11,347
	<b>42,958</b>	<b>31,024</b>

### 9 Property, plant and equipment

	2022	2021
	\$	\$
Freehold land		
At fair value	1,860,000	1,860,000
Additions at cost	51,256	51,256
	<b>1,911,256</b>	<b>1,911,256</b>
Buildings		
At cost	1,222,203	1,222,203
Accumulated depreciation	(217,562)	(191,799)
	<b>1,004,641</b>	<b>1,030,404</b>
Plant and equipment		
At cost	70,459	70,459
Accumulated depreciation	(40,643)	(37,255)
	<b>29,816</b>	<b>33,204</b>
Furniture, fixtures and fittings		
At cost	368,563	348,524
Accumulated depreciation	(208,007)	(191,104)
	<b>160,556</b>	<b>157,420</b>
Greens equipment		
At cost	200,968	189,967
Accumulated depreciation	(152,175)	(144,959)
	<b>48,793</b>	<b>45,008</b>
Poker Machines		
At cost	160,984	160,984
Accumulated depreciation	(160,494)	(160,168)
	<b>490</b>	<b>816</b>
<b>Total property, plant and equipment</b>	<b>3,155,552</b>	<b>3,178,108</b>

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Notes to the Financial Statements For the Year Ended 30 June 2022

### 9 Property, plant and equipment (continued)

#### (a) Movements in Carrying Amounts

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

	<b>Freehold Land</b>	<b>Buildings</b>	<b>Plant and Equipment</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Year ended 30 June 2022</b>				
Balance at the beginning of the year	1,911,256	1,030,404	236,448	3,178,108
Additions	-	-	31,040	31,040
Depreciation expense	-	(25,763)	(27,833)	(53,596)
<b>Balance at the end of the year</b>	<b>1,911,256</b>	<b>1,004,641</b>	<b>239,655</b>	<b>3,155,552</b>

Land and buildings of \$2,915,897 consists of core assets as defined under the Registered Club Act.

Plant and Equipment of \$239,655 consists of non-core assets under the Registered Club Act.

### 10 Leases

Company as a lessee

The Company has leases in relation to its poker machines.

The Company has chosen not to apply AASB 16 to leases of intangible assets.

Information relating to the leases in place and associated balances and transactions are provided below.

#### *Terms and conditions of leases*

The poker machine leases cover licenses for a period of 36 months, expiring 25 October 2025 with no extension option.

#### Right-of-use assets

	<b>Plant and Equipment</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Year ended 30 June 2022</b>		
Balance at beginning of year	33,470	33,470
Depreciation charge	(26,023)	(26,023)
<b>Balance at end of year</b>	<b>7,447</b>	<b>7,447</b>

#### Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Notes to the Financial Statements For the Year Ended 30 June 2022

### 10 Leases (continued)

Lease liabilities (continued)

	< 1 year	1 - 5 years	> 5 years	Total discounted lease liabilities
	\$	\$	\$	\$
<b>2022</b>				
Lease liabilities	8,705	-	-	8,705
<b>2021</b>				
Lease liabilities	25,601	8,705	-	34,306

#### Extension options

A number of the building leases contain extension options which allow the Company to extend the lease term by up to twice the original non-cancellable period of the lease.

The Company includes options in the leases to provide flexibility and certainty to the Company operations and reduce costs of moving premises and the extension options are at the Company's discretion.

At commencement date and each subsequent reporting date, the Company assesses where it is reasonably certain that the extension options will be exercised.

Statement of Cash Flows

	2022	2021
	\$	\$
Total cash outflow for leases	<u>22,543</u>	<u>26,280</u>

#### Company as a lessor

The Company leases out part of its freehold land and buildings. These leases have been classified as operating leases for financial reporting purposes and the assets are included as freehold land and buildings in the statement of financial position (refer to Note 9).

### 11 Trade and Other Payables

	2022	2021
	\$	\$
Current		
Accrued expenses	<u>61,770</u>	<u>21,924</u>
	<u>61,770</u>	<u>21,924</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Notes to the Financial Statements For the Year Ended 30 June 2022

### 12 Borrowings

	2022	2021
	\$	\$
CURRENT		
Secured liabilities:		
Bank loan	<u>29,666</u>	<u>42,732</u>
NON-CURRENT		
Secured liabilities:		
Bank loan	<u>-</u>	<u>75,870</u>

#### Summary of borrowings

The borrowing is a floating rate borrowing which is used to fund working capital and asset acquisitions.

#### Defaults and breaches

During the current and prior year, there were no defaults or breaches on the loan.

### 13 Other Non-Financial Liabilities

	2022	2021
	\$	\$
CURRENT		
Deferred income	<u>80,004</u>	<u>80,004</u>
NON-CURRENT		
Deferred income	<u>373,312</u>	<u>453,316</u>

### 14 Reserves

#### *Asset revaluation reserve*

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model.

	2022	2021
	\$	\$
<b>Asset revaluation reserve</b>		
Opening balance	1,852,000	1,852,000
Revaluation of land	-	-
	<u>1,852,000</u>	<u>1,852,000</u>

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Notes to the Financial Statements For the Year Ended 30 June 2022

### 15 Financial Risk Management

	2022	2021
	\$	\$
<b>Financial assets</b>		
Held at amortised cost		
Cash in hand and at bank	273,084	305,702
<b>Total financial assets</b>	<u>273,084</u>	<u>305,702</u>
<b>Financial liabilities</b>		
Financial liabilities at amortised cost	91,436	64,656
<b>Total financial liabilities</b>	<u>91,436</u>	<u>64,656</u>

### 16 Related Parties

(a) **The Company's main related parties are as follows:**

Key management personnel - refer to Note 17.

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.

(b) **Transactions 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.

There were no transactions between the entity and its related parties during the year.

### 17 Key Management Personnel Disclosures

The total remuneration paid to key management personnel in the form of honorariums of the Company is \$ 15,010 (2021: \$ 14,630).

### 18 Auditors' Remuneration

	2022	2021
	\$	\$
Remuneration of the auditor Felsers, for:		
- auditing the financial statements	18,900	18,000



# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Notes to the Financial Statements For the Year Ended 30 June 2022

### 19 Cash Flow Information

(a) Reconciliation of cash

	2022	2021
	\$	\$
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash in hand and at bank	6 <u>273,084</u>	305,702
	<u>273,084</u>	<u>305,702</u>

(b) Reconciliation of result for the year to cashflows from operating activities

	2022	2021
	\$	\$
Reconciliation of net income to net cash provided by operating activities:		
Profit for the year	85,432	305,982
Non-cash flows in profit:		
- depreciation	53,596	55,744
- depreciation on right of use asset	22,342	29,836
- interest expense on lease liability	625	1,435
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	-	11,235
- (increase)/decrease in other assets	(11,935)	(407)
- (increase)/decrease in inventories	-	(978)
- increase/(decrease) in trade and other payables	39,846	(27,038)
- increase/(decrease) in other liabilities	(80,004)	(80,007)
Cashflows from operations	<u>109,902</u>	<u>295,802</u>

### 20 Events after 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.

### 21 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2022 (30 June 2021:None).

### 22 Statutory Information

The registered office & principal place of business of the company is:

The Picnic Point Bowling & Social Club Ltd  
124 Lambeth St  
Panania NSW 2213

## **The Picnic Point Bowling & Social Club Ltd**

ABN 34 000 243 247

### **Notes to the Financial Statements For the Year Ended 30 June 2022**

#### **23 Registered Clubs Act Reporting Requirement**

A separate schedule is provided in the report, in respect to the reporting requirements under the Registered Clubs Act.

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 24, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
  - b. give a true and fair view of the financial position as at 30 June 2022 and of the performance for the year ended on that date 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 .....  
Trevor John Tindall

Director .....  
William Brown

Dated 30 June 2023

## The Picnic Point Bowling & Social Club Ltd

# Independent Audit Report to the members of The Picnic Point Bowling & Social Club Ltd

### Report on the Audit of the Financial Report

#### Qualified Opinion

We have audited the accompanying financial report of The Picnic Point Bowling & Social Club Ltd (the Company), which comprises the statement of financial position as at 30 June 2022, 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 a summary of significant accounting policies, and management's assertion statement.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Company for the year ended 30 June 2022 is prepared, in all material respects, in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2022 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosure Requirements and the *Corporations Regulation 2001*.

#### Basis for Qualified Opinion

We noted that with respect to the year-ended inventory balances as at 30 June 2022, no stocktake was performed to verify the existence and completeness of inventory. In addition, no movement was recorded in relation to these inventory balances during the year. In turn, we were unable to satisfy ourselves by alternative means covering the completeness and existence of inventory balances as at 30 June 2022 and whether material adjustments may be required to these balances as at year-end.

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 ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### Responsibilities of 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 - Simplified Disclosures and the *Corporations Act 2001* and for such internal controls 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 fraud or error.

In preparing the financial report, management is 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 management either intends to liquidate the Company or to cease operations, or has 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial reporter, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the management with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**FELSERS**  
**Chartered Accountants**

**Vindran Vengadasalam**  
**Partner**

Sydney  
30 June 2023

# The Picnic Point Bowling & Social Club Ltd

ABN 34 000 243 247

## Compilation Report

30 June 2022

### COMPILATION REPORT TO THE PICNIC POINT BOWLING & SOCIAL CLUB LTD

We have compiled the accompanying income and expenditure statement and trading account of The Picnic Point Bowling & Social Club Ltd. The financial statements comprise the statement of financial position as at 30 June 2022, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the income and expenditure and trading accounts have been prepared is set out in Note 1.

#### *The Responsibility of the Directors*

The directors of The Picnic Point Bowling & Social Club Ltd are solely responsible for the information contained in the income and expenditure and trading accounts and the reliability, accuracy and completeness of the information.

#### *Our Responsibility*

On the basis of the information provided by the directors we have compiled the accompanying income and expenditure and trading accounts in accordance with the financial reporting framework and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile the income and expenditure and trading accounts in accordance with . We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

#### *Assurance Disclaimer*

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile the income and expenditure and trading accounts. Accordingly, we do not express an audit opinion or a review conclusion on the income and expenditure and trading accounts.

The income and expenditure and trading accounts were compiled for the benefit of the directors who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the income and expenditure and trading accounts.

.....  
**ACCRU FELSERS**

Chartered Accountants

30 June 2023

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2022**

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	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
INCOME		
Net surplus from poker machines	205,919	342,845
Net surplus from bar trading	20,218	97,687
Rebates	19,509	84,579
Bowls	144	1,635
Commission - cigarette	146	367
Commission - Keno	30,443	47,277
Commission - TAB	1,629	5,459
Grants and donations	33,000	18,834
Green fees	17,945	15,363
Interest income	430	842
Lease income	203,165	202,811
Mens and Womens Club Income	20,629	83,011
Raffle	50,331	38,052
Sundries	32,782	(1,351)
<b>TOTAL INCOME</b>	<b><u>636,292</u></b>	<b><u>937,409</u></b>

This Income and Expenditure Account does not form part of the audited financial report and should be read in conjunction with the attached compilation report.

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
EXPENSES		
Affiliation and competition fees	6,758	1,497
Apparel	1,771	5,096
Auditor's remuneration fees	7,541	15,424
Badge draw	3,700	-
Bank and Eftpos fees	4,324	3,139
Catering expenses	9,683	6,513
Cleaning and laundry	46,557	53,697
Club vouchers	135	2,292
Computer support and software	3,586	7,367
Contract green keepers	101,794	117,056
Depreciation	53,270	70,204
Electricity and gas expenses	37,791	36,373
Greens fees	9,779	16,872
Greens maintenance	1,141	4,849
Honorariums	20,060	21,505
Insurance	42,824	40,096
Interest expenses	6,436	13,963
Keno expenses	1,304	2,242
Membership fees	11,718	17,743
Mens Club and Womens Club Expenses	9,886	7,947
Printing, postage, stationery and advertising	11,127	6,026
Prizes and trophies	5,313	740
Promotions and entertainment expenses	19,314	14,230
Raffle expenses	44,810	31,393
Rates and taxes	10,298	23,117
Repairs and Maintenance	22,784	45,509
Security expenses	1,457	2,319
Sundries expenses	8,475	14,849
Superannuation	19,747	27,963
TAB and Sky channel purchases	11,278	13,432
Telephone	3,460	5,779
Travelling expenses	414	2,197
Water expenses	12,327	-
<b>TOTAL EXPENSES</b>	<b>550,860</b>	<b>631,427</b>
<b>OPERATING SURPLUS / (DEFICIT)</b>	<b>85,432</b>	<b>305,982</b>

This Income and Expenditure Account does not form part of the audited financial report and should be read in conjunction with the attached compilation report.



**BAR TRADING ACCOUNT  
FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Sales	566,251	709,157
Cost of Sales:		
Opening stock	15,845	14,867
Purchases	256,651	317,482
	<u>272,496</u>	<u>265,856</u>
Less: Closing stock	15,845	15,845
	<u>256,651</u>	<u>316,504</u>
<b>GROSS PROFIT</b>	<b>309,600</b>	<b>392,653</b>
	54.68%	55.37%
Direct Expenses		
Stocktake	-	622
Wages	289,382	294,345
	<u>289,382</u>	<u>294,967</u>
<b>NET SURPLUS</b>	<b>20,218</b>	<b>97,687</b>
	6.53%	24.88%

**POKER MACHINE ACCOUNT  
FOR THE YEAR ENDED 30 JUNE 2022**

<b>INCOME</b>		
Net Clearances	238,463	378,127
Poker machine rebate	16,391	17,180
	<u>254,854</u>	<u>286,185</u>
<b>EXPENSES</b>		
Data Monitoring	6,283	7,082
Depreciation	22,668	15,376
Short term lease expense	13,529	20,680
Repairs and Maintenance	6,454	9,324
	<u>48,934</u>	<u>52,462</u>
<b>NET SURPLUS</b>	<b>205,919</b>	<b>342,845</b>

This Income and Expenditure Account does not form part of the audited financial report and should be read in conjunction with the attached compilation report.