



# 2021 ANNUAL REPORT

**OLD BAR BEACH BOWLING CLUB LIMITED**

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**A.C.N. 001 068 104**

**NOTICE OF ANNUAL GENERAL MEETING**

The ANNUAL GENERAL MEETING of MEMBERS of the Old Bar Beach Bowling Club Limited will be held in the Auditorium of Club Old Bar, 1 Belford Street, Old Bar NSW  
on

**Sunday 31<sup>st</sup> October 2021**

**Commencing at 9.30 am.**

**NOTES TO MEMBERS RE PUBLIC HEALTH ORDERS**

It is proposed that this meeting will be a face-to-face meeting subject to compliance with the relevant Public Health Orders that may be in place at the time of the meeting. If those Public Health Orders do not allow a face-to-face meeting or make such a meeting impractical, members will be notified prior to the date of the meeting and of the alternative arrangements for the meeting.

**BUSINESS OF MEETING**

The business at the Annual General Meeting shall be:

1. To receive and confirm the minutes of the last Annual General Meeting held on 18<sup>th</sup> October 2020.
2. Any matters arising from minutes of 18<sup>th</sup> October 2020 Annual General Meeting.
3. To receive and consider the Directors Report, Financial Report and Auditors Report for the financial year ending 30 June 2021 (see note 2 below).
4. To consider and if thought fit pass the Ordinary Resolution (below) in relation to benefits for Directors.
5. To consider and if thought fit pass the Special Resolution (to adopt a new Constitution) below.
6. General business.

**Please Note:**

1. All Club Members, Honorary Life Members and Life Members attending the meeting must produce their current financial membership card.
2. The Annual Report containing the Directors Report, Financial Report and Auditors Report for the year ending 30 June 2021 is available on the Club's website. Copies will also be available from the reception desk in the Club. Members who make a written request to the Club for the Annual Report will be sent the Annual Report in hard copy by post or by email depending on what is stated in the request.

## ORDINARY RESOLUTION

### Consideration of Allowances and Benefits for Office Bearers:

That pursuant to the Registered Club Act.

**A:** The Members hereby approve expenditure by the Club of a reasonable sum for out of pocket expenses and the cost of professional development and education of Directors and Management until the Annual General Meeting in 2022 for the following matters:

- i. The reasonable cost of travel, accommodation and meals for Directors and Management attending the Registered Clubs Association Annual General Meeting.
- ii. The reasonable cost of travel, accommodation and meals for Directors and Management attending Seminars, Lectures, Trade Displays, Organised Study Tours, Fact Finding Tours and other similar events as may be determined by the Board from time to time.
- iii. The reasonable cost of Directors and Management attending other Clubs as determined by the Board for the purpose of observing their facilities and methods of operation.
- iv. Attendance by directors with spouses where appropriate and required at functions to represent the Club at the reasonable cost of the Club.
- v. The reasonable expenditure for a beverage for each Director and Management at the conclusion of Board Meetings.
- vi. That should the Board resolve that a uniform is required for Directors that this uniform will be provided at the reasonable expense of the Club.

**B:** The Members acknowledge that the benefits are not available to members generally, but only those who are Directors or Management of the Club and their spouses.

## NOTES TO MEMBERS ON ORDINARY RESOLUTION

1. To be passed the Ordinary Resolution requires votes from a simple majority (50% + 1) of those members who are eligible to do so in person vote on the Ordinary Resolution at the meeting.
2. Life members, Honorary Life members and Club members are the only members eligible to vote on the Ordinary Resolution.
3. Under the Registered Clubs Act, members who are employees of the Club are not entitled to vote and proxy voting is prohibited.

## SPECIAL RESOLUTION

That the Constitution of Old Bar Beach Bowling Club Limited (**the Club**) in the form presented to the meeting (and having previously been made available to members) be adopted as the Constitution of the Club in substitution for and to the exclusion of the existing Constitution of the Club.

## NOTES TO MEMBERS ON SPECIAL RESOLUTION

1. The Special Resolution proposes to adopt a new Constitution of the Club to replace the existing Constitution.
2. Please refer to the Explanatory Memorandum which accompanies this notice as it sets out a summary of the proposed new Constitution and the reasons why it is proposed by the Board.
3. If members want copies of the proposed new Constitution or the existing Constitution, they can be obtained on request from the Club or can be viewed on the Club's website and noticeboard.

## PROCEDURAL MATTERS

1. To be passed, the Special Resolution must receive votes in its favour from not less than three quarters (75%) of those members who are eligible to do so in person vote on the Special Resolution at the meeting.
2. **Life members, Honorary Life members and Club members are the only members eligible to vote on the Special Resolution.**
3. Under the Registered Clubs Act, members who are employees of the Club are not entitled to vote and proxy voting is prohibited.
4. The Board recommends the Special Resolution and proposed new Constitution to members.

By direction of the Board.

Dated 14<sup>th</sup> September 2021

*R.M. White*

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Chief Executive Officer

# **OLD BAR BEACH BOWLING CLUB LIMITED**

## **A.C.N. 001 068 104**

### **EXPLANATORY MEMORANDUM FOR PROPOSED NEW CONSTITUTION**

At the Annual General Meeting of the Club this year (2021) members will be asked to consider a Special Resolution to adopt a new Constitution to replace the existing Constitution.

This follows a review of the current Constitution by the Board and by the Club's lawyers.

This Explanatory Memorandum is intended to assist members with their understanding of the proposed new Constitution and why it is appropriate to adopt it.

Copies of the proposed new Constitution and the existing Constitution are displayed on the Club's Notice Board and on the Club's website. Copies are also available on request from the Club.

### **WHY A NEW CONSTITUTION**

The Club's current Constitution, while still workable, has fallen behind legislative changes and good corporate practice. That is simply a product of the passage of time. Some clubs regularly update their constitutions while others review them less frequently.

While it could be possible to make a number of specific changes to the current Constitution there would be quite a large number of them, and a series of piecemeal changes can be complex and difficult to follow.

Also, with a new Constitution, the drafting of the Rules comprising the Constitution is updated and improved. The substantive changes can then be considered in the context of the whole Constitution rather than on a standalone basis.

A summary of the proposed new Constitution and its principal features is set out below.

### **NAME**

1. Rule 1 states that the name of the company is Old Bar Beach Bowling Club Limited but it also trades as "Club Old Bar", "Club West" and "Club Old Bar Motel".
2. These trading names appear in the definition of "Club" in Rule 3.1.

### **PRELIMINARY COMPANY MATTERS AND INTERPRETATION**

3. Rule 2 sets out some preliminary matters which are consistent with the Corporations Act and the Registered Clubs Act. For example, the Club is a company limited by guarantee and a non-proprietary company and the Club is established for the purposes set out in the Constitution.
4. The replaceable rules referred to in the Corporations Act are displaced or modified as provided in the Constitution.
5. Rule 2 also provides that every member is bound by and must comply with the Constitution and By-Laws of the Club, that the Club's Constitution constitutes a contract between the Club and its members and that the members agree to comply with the terms of the Constitution.

### **DEFINITIONS**

6. Rule 3 sets out definitions and terms used in the proposed new Constitution and is more comprehensive than the current Constitution.

### **OBJECTS**

7. Rule 4 sets out the objects of the Club. These objects are the same as in the existing Constitution but in a few minor cases, have been updated including to refer to the appropriate legislation.

## **MEMBERS LIABILITY AND GUARANTEE**

8. Rule 5.1 provides that the liability of members is limited.
9. Rule 6.1 provides that each member of the Club undertakes to contribute an amount not exceeding two dollars (\$2.00) if the Club is wound up and the assets of the Club are insufficient to discharge its liabilities. This undertaking continues for a period of 12 months after the person ceases to be a member. This reflects the current guarantee by members in the existing Constitution.
10. Rules 7.1 and 7.2 of the proposed Constitution provide that on the winding up of the Club, if any assets remain (after the satisfaction of all debts and liabilities), those assets shall not be distributed among the members but shall be given or transferred to another institution(s) having objects similar to that of the Club and which prohibit the distribution of their assets to their members to the same extent as the Club. These reflect the very common winding up clauses in club constitution and are consistent with the Club's existing Constitution.

## **PROPERTY AND INCOME**

11. Rule 8.1 provides that the property and income of the Club must be applied solely towards the promotion of the objects of the Club.
12. Rules 8.2 and 8.3 set out specific requirements of the Registered Clubs Act in relation to benefits available to members.
13. Rule 8.4 provides that a director of the Club cannot be appointed or elected to any office of the Club paid by salary or wages or any similar basis of remuneration.
14. Rule 8.5 provides that the payment in good faith of reasonable and proper remuneration to any officer, employee or to any member of the Club for services actually rendered is not prohibited.
15. Rule 8.6 specifies that a director shall not receive from the Club remuneration or any other benefit in money or monies worth except by way of an honorarium (which under the Registered Clubs Act must be approved by the members) or the reimbursement of reasonable out of pocket expenses.

## **LIQUOR & GAMING**

16. Rule 9 sets out a number of provisions relating to liquor and gaming compliance which are consistent with the Gaming Machines Act, Liquor Act and Registered Clubs Act.

## **MEMBERSHIP**

17. Rule 10.1 states that no person under the age of 18 years is to be admitted as a member of the Club except as a Junior Sporting member (Junior Sporting membership is discussed in more detail below).
18. Rule 10.2 provides that the membership of the Club is divided into the following categories:
  - Club members.
  - Honorary Life members.
  - Life members; and
  - Junior Sporting members.
19. Rule 10.4 also allows the Club to admit persons as:
  - Provisional members.
  - Honorary members; and
  - Temporary members.
20. Rule 10.4 provides that the number of full members (being members in the categories referred to in paragraph 18 above) having the right to vote in the election of the Board shall not be less than the minimum prescribed by the Registered Clubs Act. Under the Registered Clubs Act and Regulations, at least a majority of the full members of the Club must have a right to vote in the election of the Board. Accordingly, if the total full membership of the Club is 10,000 members, 5,001 must have the right to vote in the election of the Board. The Club satisfies this requirement easily.

### **Club members**

21. Rule 10.5 and Rule 10.6 deal with the rights of Club members more fully than the current Constitution. This category of membership have full voting rights, the right to be elected to hold office on the Board and the right to nominate new members and nominate members for election to the Board.

## **Junior Sporting Members**

22. Rules 10.7 to 10.9 inclusive deal with Junior Sporting members. These are persons who have attained the age of twelve (12) years (a new provision) but have not attained the age of eighteen (18) years and who have satisfied the Board that they are joining the Club for the purposes of playing sport as a member of the Club or a sub club. This purpose is a requirement of the Registered Clubs Act for junior membership. A person cannot be admitted to junior membership simply for the purpose of using the social facilities of the Club.
23. Rule 10.8(d) provides that in certain exceptional circumstances as determined by the Board, a person under the age of twelve (12) years can be admitted to Junior Sporting membership.

## **Life Members**

24. Rules 10.10 to 10.16 inclusive deal with Life members and the qualifications to be admitted to Life membership and the process whereby a person can be made a Life member. In particular Rule 10.15 provides that a person nominated for Life membership must be approved as a Life member by a resolution passed by a two-thirds majority of the members present and voting at a general meeting.
25. A life member is relieved from the payment of any annual subscription. This is permitted by the Registered Clubs Act. Otherwise, Life members have the rights of Club members.

## **Honorary Life members**

26. Rules 10.17 to 10.19 inclusive deal with Honorary Life members. Any person who is currently recorded as an Honorary Life member remains at that class but otherwise the class is closed.

## **Transfer between classes of membership**

27. Rule 11 deals with the process whereby a Junior Sporting member who has attained the age of eighteen (18) years can transfer to Club membership.

## **Honorary, Temporary and Provisional Members**

28. Rules 12, 13 and 14 deal with Provisional membership, Honorary membership and Temporary membership respectively. All these rules are consistent with the requirements of the Registered Clubs Act for those categories of membership

## **ELECTION OF MEMBERS**

29. Rule 15 sets out the procedure to be followed in respect of applying for and being admitted to membership of the Club. Unlike the current Constitution there is no requirement for a proposer and seconder for membership but there is a process to verify applicants for membership and who they claim to be.

## **JOINING FEES, SUBSCRIPTIONS AND LEVIES**

30. Rule 16 deals with joining fees, subscriptions and levies in a manner which is consistent with the Registered Clubs Act and the existing practices of the Club and updates a number of procedural rules to streamline membership payments and renewals.

## **NON-FINANCIAL MEMBERS**

31. Rule 17 clarifies that non-financial members cease to be entitled to all rights and privileges of membership whilst they are unfinancial.

## **REGISTERS OF MEMBERS AND GUESTS**

32. Rule 18 sets out the various members and guest registers that the Club must maintain under the Corporations Act and Registered Clubs Act.

## **NOTIFICATION OF CHANGE OF CONTACT DETAILS**

33. Rule 19 requires members to advise the Club of any change in their contact details within seven (7) days. Those contact details include residential address, email address and telephone number.

## **DISCIPLINARY PROCEEDINGS**

34. Rule 20 deals with the powers of the Board to discipline members. This rule sets out in greater detail than the current Constitution, the procedure that must be followed when bringing disciplinary charges against a member and are consistent with the rules of natural justice.
35. Rule 20.4 provides that a member can be suspended from the privileges of membership pending the hearing of a charge.
36. A decision of the Board finding a member guilty of a disciplinary charge and a decision to impose a disciplinary sanction on a member must in each case be by way of a majority vote of the directors.

## **DISCIPLINARY COMMITTEE**

37. Rule 21 provides that the Board may delegate its disciplinary powers and functions to a disciplinary committee consisting of not less than three (3) directors of the Club. The Board has the power to review a decision of the disciplinary committee and may determine the decision of the disciplinary committee afresh. All this is new.

## **MEMBER UNDER SUSPENSION**

38. Rules 22.1 clearly sets out the rights and privileges which are denied a member if that member is suspended.

## **REMOVAL OF PERSONS FROM THE CLUB**

39. Rule 23 deals with the powers given to the Secretary and employees of the Club under the Liquor Act to remove persons from the Club's premises and to prevent them from returning to the Club. These powers are no wider than those given under the Liquor Act. This is similar to what is in the current Constitution.

## **RESIGNATION**

40. Rule 24 deals with the procedure for a member to resign from the Club and further provides that if a member has not paid any joining fee, subscription, levy or other payment within one (1) month of the due date for payment, that person will automatically cease to be a member of the Club.

## **GUESTS**

41. Rule 25 deals with guests of members and it reflects the relevant provisions of the Registered Clubs Act and is more detailed than the current Constitution.

## **PATRONS**

42. Rule 26 states that the Club can appoint a patron at a general meeting.

## **BOARD OF DIRECTORS**

43. Rule 27.1 provides that the Board will continue to consist of seven (7) elected directors comprising a President, a Treasurer and five (5) Ordinary directors.
44. Rule 27.2 provides that the Board may appoint up to two (2) Board appointed directors as is now permitted by the Registered Clubs Act and is a “deemed” rule of the Club pursuant to that Act.
45. The right to appoint up to two (2) Board appointed directors was introduced into the Registered Clubs Act to enable club boards to appoint as directors, people with particular skills and experience relevant to the operations and governance of the Club.
46. Board appointed directors can hold office only for a term not exceeding three (3) years and when their term of office expires, they cannot be reappointed.
47. Rule 27.4 provides that Life members, Club members and Honorary Life members are all eligible to stand for and be elected or appointed to the Board.
48. Rule 27.5 provides that a member who is an employee or currently under suspension or not a financial member is not eligible to be elected or appointed to the Board.
49. Rule 27.5 also extends the list of criteria which will render a member ineligible to be elected or appointed to the Board including:
  - having been convicted of an indictable offence.
  - not having been a financial member of the Club for at least two (2) years.
  - having been an employee of the Club during two (2) years immediately preceding the proposed election or appointment.
  - being a current contractor of the Club or a director, secretary, employee or business owner of a contractor to the Club.
  - having been a contractor of the Club or a director, secretary, employee or business owner of a contractor during the two (2) years immediately preceding the proposed date of election or appointment.
  - having been found guilty of a disciplinary charge and suspended from membership of the Club for any period of time.
  - being a director of another registered club.
50. Rule 27.6 provides that any person who is elected or appointed to the Board must complete the mandatory training requirements for directors as required by the Regulations under the Registered Clubs Act (unless exempt).

## **ELECTION OF BOARD**

51. Rule 28 deals with the election of the Board. As is currently provided under the Club’s existing Constitution, the Board is elected biennially ie. every two (2) years. This system is continued in the new Constitution.
52. The rules in relation to the election of the Board have been updated to provide greater flexibility in the conduct of elections and also to allow the possibility of voting electronically.

## **POWERS OF THE BOARD**

53. Rule 29 deals with the Board's powers. These powers remain much the same as in the current Constitution but with some minor amendments to reflect updated legislation and corporate procedure.
54. Rule 29 also deals with committees, sub clubs and By-Laws and the Board's powers in relation to these matters.

## **PROCEEDINGS OF THE BOARD**

55. Rule 30 deals with proceedings of the Board. The provisions reflect the existing Constitution and the requirements of the Corporations Act but have been updated to reflect current practices, including the use of technology for Board meetings and alternative ways for the Board to make decisions outside of a face-to-face meeting.

## **MATERIAL PERSONAL INTERESTS OF DIRECTORS & REGISTERED CLUBS ACCOUNTABILITY CODE**

56. Rules 31 and 32 deal with the Club's accountability and corporate governance requirements under the Corporations Act and the Registered Clubs Accountability Code (set out in Schedule 2 to the Registered Clubs Act Regulations). These are included in the Constitution so that members and directors can access them quickly and easily without having to search and refer to the Regulations.

## **REMOVAL FROM OFFICE OF DIRECTORS**

57. Rule 33 provides that members in general meeting may by ordinary resolution remove any director, or the whole Board, before the expiration of their period of office and appoint another person or persons in their place. This is consistent with the Corporations Act.

## **VACANCIES ON THE BOARD**

58. Rule 34.1 clarifies how a casual vacancy on the Board arises.
59. Rule 34.2 provides that the Board has the power to fill a casual vacancy. Any person appointed to fill a casual vacancy will hold office only until the next Biennial General Meeting.

## **GENERAL MEETINGS**

60. Rule 35 deals with the various matters regarding general meetings (and Annual General Meetings) of the Club and reflect the Corporations Act, the current Constitution and the existing practice of the Club. However, Rule 35.12 gives the Board the power to cancel or postpone any general meeting which has been called by the Board and may withdraw any resolution which has been proposed by the Board.
61. Rule 35.14 provides that the Club may use technology to hold general meetings provided that technology gives the members as a whole, a reasonable opportunity to participate in the meeting.
62. Rule 35.15 provides that if permitted by the Corporations Act the Club may hold a general meeting or Annual General Meeting as a virtual meeting. The Corporation's Act was recently amended to allow this to happen at least until April 2022 in order to address the difficulties of holding face to face meetings while Public Health Orders make this impossible or impracticable. It may be the case that the temporary nature of these provisions in the Corporations Act will be made permanent.
63. Rule 35.45 provides that the quorum for a general meeting including an Annual General Meeting if convened by the Board is twenty (20) members present in person and eligible to vote.
64. Rule 35.46 provides that any general meeting convened on the requisition of members requires a quorum of one hundred (100) members present in person and eligible to vote.

## **MEMBERS RESOLUTIONS AND STATEMENTS**

65. Rule 36 deals with the procedures for members' resolutions and statements to be submitted to a general meeting or Annual General Meeting and reflects the requirements of the Corporations Act in relation to such matters.

## **MINUTES**

66. Rule 37 provides that minutes of all resolutions and proceedings at general meetings and Board meetings must be entered in a Minute Book within one month of the meeting and signed by the chairperson of that meeting or the chairperson of the next succeeding meeting.

## **ACCOUNTS AND REPORTING TO MEMBERS**

67. Rule 38 deals with the financial records, financial accounts and requirements to report to members as required by the Corporations Act and separately the quarterly reports required by the Registered Clubs Act.

## **FINANCIAL YEAR**

68. Rule 39 provides that the financial year of the Club shall commence on the first day of July in each year and will end on the last day of June in the following year. This has been the Club's financial year for many years.

## **AUDITORS**

69. Rule 40 requires the Club to appoint an auditor. The auditor holds office until removed by the members in general meeting or resigns from office or dies. This is a requirement of the Corporations Act. It is sometimes thought that the auditor must be reappointed at each Annual General Meeting. This is not correct.

## **SECRETARY**

70. Rule 41 requires the Board to appoint one (1) and only one (1) Secretary who will be the Secretary Manager of the Club and Chief Executive Officer for the purposes of the Registered Clubs Act and the Corporations Act.

## **EXECUTION OF DOCUMENTS**

71. Rule 42 deals with execution of documents by the Club and is consistent with the Corporations Act.

## **NOTICES**

72. Rule 43 deals with the requirements of giving notices to members and reflects the requirements of the Corporations Act. Rule 43 also allows electronic means (such as email) to notify members of general meetings and annual general meetings.

## **INDEMNITY OF OFFICERS**

73. Rule 44 deals with the insurance and indemnification of officers and auditors of the Club in accordance with the Corporations Act.

## **INTERPRETATION**

74. Rule 45 provides that a decision of the Board on the construction or interpretation of the Constitution or any Rule, or By-Law of the Club shall be conclusive and binding.

## **AMENDMENTS TO CONSTITUTION**

75. Rule 46 provides that the Constitution can only be amended by way of a Special Resolution passed at a general meeting of the members (as required by the Corporations Act). Life members, Club members and Honorary Life members are eligible to vote on any such Special Resolution.

## **CONCLUSION**

It is hoped that this summary will provide members with sufficient background and information to enable them to make an informed decision in relation to the proposed special resolution to adopt the new Constitution.

However, there may be matters about which members have questions not covered by this Memorandum. If that is the case, they are invited to raise their questions with the Secretary.

The Board of the Club considers the proposed new Constitution as being a significant improvement on the existing Constitution and asks members to vote in favour of the Special Resolution.

To be passed the Special Resolution adopting the new Constitution will need votes from not less than three quarters of those members who are eligible to do so vote in person on the Special Resolution at the meeting.

Under the Registered Clubs Act, proxy voting is not permitted and members who are also employees of the Club are ineligible to vote.

By direction of the Board.

Dated 14th September 2021

*R.M. White*

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Chief Executive Officer

# ANNUAL REPORT 2021

Old Bar Beach Bowling Club Limited  
1 Belford Street, Old Bar, NSW, 2430  
ACN 001 068 104

## Board of Directors at 30th June 2021

**President:** Trevor Wisemantel  
**Treasurer:** Warren Fischer  
**Directors:** Adam Stevenson  
Wayne Deer  
Lindsay Langtry  
Jamie Moorehead  
Lee Davidson

<b>Life Members:</b>	Andy Gilbert	Roy Meguyer	Doreen Street
	Clare Horrocks	Lyn Carle	Beatrice Gould
	Roy Lewis	Anthony Jones	Joan Hinton
	Malcolm Ladmore	Trevor Wisemantel	Irene Dobbs
	Henry Wilson	George Shreeve	Flo Evans

**Bankers:** National Australia Bank, Taree  
Westpac, Taree

**Legal:** Pigott Stinson Lawyers  
Walker Legal Taree

**Auditor:** Essential Assurance Services Pty Ltd

<b>Management:</b>	Kim White	<b>Chief Executive Officer</b>
	Nicole Mullen	<b>Operations Manager</b>
	Cara Chard	<b>Marketing Manager</b>
	Shannon Hall	<b>Venue Manager</b>
	Tawny Sawyer	<b>Head Chef</b>
	Robert Hendricks	<b>Duty Manager</b>
	Guy Fitzsimmons	<b>Motel Manager</b>
	Anastasia Tissizis	<b>Functions Coordinator</b>

## PRESIDENT'S REPORT

The 2020-2021 Financial Year has continued to be one of uncertainty and challenging. Ongoing implications of the COVID-19 pandemic has had a massive impact with constraints on being able to proactively plan to maximise business opportunities. This is a factor with which we now need to live.

The Board and Management implemented significant but prudent measures and efficiencies at the outbreak of COVID-19 which has had a resultant positive impact on our performance.

It is therefore most pleasing to report a Net Profit of \$965,451 (\$171,322 in 2020) which is a fantastic achievement.

Most satisfying is that a profit was achieved in all three of our main business streams, i.e., Club Old Bar, Club West and Club Old Bar Motel. The Motel provided a Net Profit of \$53,718 in its first year of trading which demonstrates the benefits of diversification of our business. More specific details of financials are provided in our Treasurer's Report.

It is comforting that our business has once again achieved an "Unqualified Audit Rating" which is of the highest level possible. The Board has strong disciplines in place on the requirements of Governance, Compliance, Accountability, Risk Management and Financial disciplines in support of a major commercial business entity.

As previously foreshadowed, the Club Old Bar Motel has provided added value to our business, supporting the Board's diversification program as part of the Strategic Plan. The construction of the Mini Golf Course will create a further positive income stream and attract additional patronage to the Club.

Despite a Capital spend of in excess of \$5.5M over the past 18 months our financial position remains very strong. Overall borrowings have reduced to \$1.3M from \$2.2M in 2020 with our cash position remaining healthy. We are currently progressing internal upgrades and structural repairs to Club premises (in the vicinity of \$260,000) which will be fully funded from Reserves and Cash Flow. Our growth and positive financial performance would not be achievable without the strong stewardship and commitment of a highly qualified Board of Directors and Management.

As this was an election year there were changes to the Board. On behalf of the Board of Directors I acknowledge the contribution and enthusiastic support of outgoing Directors Marko Pendelj and Anthony Cavanagh during their tenure. It is also a welcome to Jamie Moorehead and Lee Davidson to the Team.

A special acknowledgement of Chief Executive Officer Kim White for her strong leadership during exceptionally difficult and unforeseen interruptions to the business. Congratulations also to the Management Team and Staff for their commitment and unqualified support during most challenging and uncertain times.

My sincere thanks to fellow Board of Directors for their ongoing support, enthusiasm, and expertise in ensuring the business remains highly successful.

In my 2020 report I foreshadowed that 2020-2021 would be one of the most challenging on record; yes, it has been, but it is now a continuing way of life to which we must adapt.

We appreciate the support and patronage of our members and visitors which is now more important than ever. Enjoy the facilities of both our Community Clubs and a wonderful Motel.

Trevor Wisemantel

**President**

## TREASURER'S REPORT

With the continuing challenges we have been confronted with, I am delighted to report on the Audited Financial Statements of Old Bar Beach Bowling Club Limited for the financial year ending 30<sup>th</sup> June 2021.

A very pleasing audited Net Profit of \$965,451 (\$171,322 previous year) was achieved, brought about by most prudent and controlled disciplines during times of uncertainty.

Whilst it is difficult to provide "Year on Year" comparisons because of COVID-19 pandemic implications, the following summation is provided.

Total Revenue increased by 33.53% from \$4,867,079 to \$6,498,954 comprising:

- Bar Sales increased by 8%.
- Catering Sales increased by 34%.
- Poker Machine Revenue increased by 30%.
- Motel Income was \$636,000 for the year.
- Several other Income streams saw marginal increases.
- Interest on Investments was lower due to reduction in Interest Rates and use of funds invested in the Motel project.

Total Expenditure increased by 16.36% from \$5,005,029 to \$5,824,098 under tight ongoing controls. Components include:

- Employee costs increased by 20.54%.
- Depreciation and amortisation were \$110,958 more than previous year, reflecting a full year of Motel depreciation.
- Interest costs of \$57,049 on NAB Bank Loan for Motel.
- Insurance Premiums increased by \$7,000
- Repairs and Maintenance increased by \$11,000.
- Electricity increased by \$7,000.
- Promotions decreased by \$30,000.
- Members Amenities decreased by \$13,000.

Our Balance Sheet remains very strong, with Total Assets for the Group increasing from \$15,707,535 to \$16,039,338 as well as Cash Reserves increasing from \$1,162,471 to \$1,211,034.

I continue to be satisfied that the accounts are strong in meeting the aims and objectives of the Board for the business in the foreseeable future. Strong disciplines remain in place for Governance, Compliance, Accountability, Risk Management and Financial Control, as part of the Boards' responsibilities. As mentioned in the President's Report, maintaining these ongoing disciplines has resulted in an "Unqualified Audit" which is excellent in the current environment.

My appreciation is extended to Chief Executive Officer Kim White, her Team and fellow Directors for their excellent ongoing support.

Warren Fischer

**Treasurer**

*Any financial member of the Club attending the Annual General Meeting who needs clarification of any matter pertaining to the Financial Statements contained herein, please give your questions to the General Manager no later than 22<sup>nd</sup> October 2021.*

## CHIEF EXECUTIVE OFFICERS REPORT

On behalf of our team, I am pleased to present the 2021 Annual Management Report.

The past 12 months have seen us continue to confront unforeseen challenges and have required the business to adapt to the ever-changing restrictions and regulations around Covid-19. The Manning Valley experienced severe flooding in March of 2021. Club Old Bar was set up as an emergency evacuation centre, and the Club Old Bar Motel provided accommodation assistance to emergency workers and displaced people. In these times of change our communities have shown great strength, endurance, and positivity. We have seen first-hand the important role Clubs play in providing crucial facilities during times of crisis.

I am proud that our Business has achieved an outstanding financial result for 2020- 2021 with a net profit of \$965,451. This is made up as follows -

Club Old Bar - \$787,773

Club West - \$123,961

Club Old Bar Motel - \$53,717

This result is a credit to the outstanding contribution of our Board, Management, Staff, Contractors, and our members. The ability to adapt to change and work together is reflected in the figures and has ensured the future of our organisation. The Club Old Bar Motel has completed its first full year of trade, with extremely pleasing results and fantastic guest reviews, reinforcing the Boards decision to diversify the business with this new addition.

The highly anticipated 18-hole Club Old Bar Mini Golf course commenced construction on 26<sup>th</sup> April 2021, with an expected 6-week completion date. However, this was delayed due to the impact of Covid-19 and the inability of the Contractor to obtain materials and subcontractors. This new recreational facility aims to complement our current business model - providing a family friendly activity in Old Bar. New outdoor picnic tables have been installed adjacent to the Mini Golf course, offering a space for alfresco dining and a fantastic location for corporate events, kids birthday parties and family get-togethers. We are looking forward to the warmer weather, longer days and welcoming families into the Club, and on to the course.

In 2021, Sam Lee contracted the catering at Club West - trading as The Oasis Bistro. This exciting new restaurant specialises in Chinese and Malay cuisine, while also offering a wide range of Aussie favourites. The Oasis Bistro has quickly proven itself to be a great addition to Club West, with feedback from members reporting that it is the 'best Chinese in town.'

Club Old Bar entered the Clubs NSW 2021 Perfect Plate competition, and it is with great excitement to report that we received two major awards in the competition - Overall Winner for the Far North Coast region and the Statewide Award Winner for small Clubs. The delicious dish that can be credited with these wins was a Slow Braised Lamb Shank with sweet potato mash, honey dutch carrots, roasted baby beetroot and buttered beans. Customers were lining up to try and rate, and the scores must have been outstanding, with Club Old Bar winning the two awards at the 2021 Perfect Plate ceremony. Our team of Chefs, led by Tawny Sawyer is truly outstanding - they have a real flair and passion for creating amazing food, and these awards are just further proof of the outstanding talent we have at Club Old Bar.

I offer my sincere thanks to our diverse and knowledgeable Board of Directors, who have the extensive expertise required to manage and progress this multi-million-dollar business. Our President Trevor Wisemantel continues to lead with integrity and strength, and I express my deep

gratitude for his guidance and support during the past twelve months. The professionalism and commitment of our Board is paramount to the success of our venues. They dedicate countless unpaid hours throughout their term. During a challenging year the Board has remained focused on the strategic direction aligned to the business plan, ensuring that the business thrived in unprecedented circumstances.

I am grateful for the support of an outstanding Management team that has performed tirelessly during the year. Tawny Sawyer – Head Chef has continued to lead our thriving catering department, Cara Chard Marketing and Administration team, Guy Fitzsimmons Motel Manager (commenced June 2021), Shannon Hall – Venue Manager Club West, Robert Hendricks– Duty Manager and Anastasia Tissizis - Functions Coordinator, all performing above and beyond their individual roles and responsibilities. A special thanks to Nicole Mullen, Operations Manager for her support, loyalty, enthusiasm, and positive contribution to the overall success of the business during these challenging times.

Our staff must also be commended on their efforts, as they do a great job often under difficult circumstances. The Club is fortunate to have a very motivated and dedicated team of staff and contractors that continually set the benchmark in service. Their efforts ensure that every visit for our members and guests is pleasurable.

Thank you to our in-house Clubs, all of which have faced their own challenges over the last 12 months. You have displayed a strong commitment to keeping our members and guests entertained and offered camaraderie and support during these trying times.

To our members, many thanks for your ongoing support, patronage, loyalty and understanding, for which we are most grateful. To the families and loved ones of those members who have passed away during the last 12 months, we extend our sincerest condolences.

Our members should be proud of the Clubs' ability to thrive in this difficult period and of the continued commitment to supporting many local charities and sporting organisations. We are extremely proud to be a part of the Taree and Old Bar communities - they are the heart of our organisations and are what make our clubs remarkable.

Our members' invaluable contribution does not go unnoticed. With your continued support, along with the essential backing of the Board of Directors and Management, we are confident in our ability to face the challenges in the year ahead.

We look forward to welcoming you to Club Old Bar, Club West and the Club Old Bar Motel in the new financial year and we appreciate your ongoing support.

Kim White  
***Chief Executive Officer***

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**30 June 2021**

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**DIRECTORS' REPORT**

The directors present their report together with the financial report of Old Bar Beach Bowling Club Limited ("the Company") for the financial year ended 30 June 2021 and the auditor's report thereon.

**Directors**

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

Trevor Wisemantel	President Appointed 17 October 2010 Retired Banking Executive
Adam Stevenson	Appointed 25 August 2017 Real Estate Agent, Business Owner
Anthony Cavanagh	Appointed 19 October 2014 Retired Racecourse Manager and Head Greenkeeper Resigned 18 October 2020
Marko Pendelj	Appointed 21 October 2018 Carpenter Resigned 18 October 2020
Lindsay Langtry	Appointed 21 October 2018 Groundsman
Wayne Deer	Appointed 21 October 2018 Retired Local Government Executive
Warren Fischer	Treasurer Appointed 23 October 2016 Financial Planning and Business Owner
Lee Davidson	Appointed 18 October 2020 Retired General Manager Lower & Mid North Coast Cluster Hunter New England Area Health Service
Jamie Moorehead	Appointed 18 October 2020 Family Mental Health Senior Support Worker

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

**Company Secretary**

Ms Kim White was appointed Company Secretary on 28 January 2020 and has held the position since that time. Ms White is the Chief Executive Officer of the business.

**Description of Company**

This report covers the single entity Old Bar Beach Bowling Club Limited a public company limited by guarantee.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**DIRECTORS' REPORT**

**Description of objectives**

The principal objectives of the company, outlined in more detail in the company's constitution, are:

*Short-term*

To promote and conduct the game of bowls and such other social and educational undertakings, sports, games, amusements and entertainments, pastimes and recreations, indoor and outdoor, as the club may deem expedient.

*Long-term*

To acquire, construct, establish, provide, maintain and conduct social, educational and sporting facilities, playing areas and grounds as the Club may determine and to construct, provide, establish, furnish and maintain clubhouses and other buildings containing such amenities, conveniences and accommodation either residential or otherwise as the Club determines as expedient to fulfil its core objects.

*Strategies for achieving objectives*

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

- To ensure the financial stability of the club by continued financial management.
- To promote and hold, either alone or jointly with any other association, competitions, matches and sports and to offer, give or contribute towards prizes.
- Close liaison with the Registered Clubs Association and Royal NSW Bowling Association and any other club, association or organisation formed for the purpose of promoting the interests of the club and its sporting, social and other activities.
- To make donations to such persons or organisations the Club determines as conducting activities conducive to its objects.

**Principal activities**

The principal activity of the club during the year was operating as a licenced bowling, sporting and social club and there has been no change in that activity from the prior year.

The contribution from trading as a licensed club contributes to the significant expense of maintaining the clubhouses and bowling greens and enables bowls and other sports and pastimes to be promoted both within the club and the broader community.

The company employs a functions manager to co-ordinate social and other activities. Committees and sub clubs coordinate the various sporting activities and hobbies conducted.

**Measures of performance**

The company measures its financial performance by comparison of financial results to budget, last year's results and key financial ratios such as bar gross profit percentages.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**DIRECTORS' REPORT**

**Operating Result**

The profit of the company amounted to \$965,451 (2020: \$171,322). The company is not currently subject to income tax.

The operating result was affected by the flood and the enforced shutdown and social distancing requirements due to COVID-19. The result also included a full year of the motel operations and government COVID stimulus payments.

**Meetings of Directors**

During the financial year, 12 meetings of directors were held. Attendances were:

	DIRECTORS' MEETINGS	
	Number eligible to attend	Number Attended
Trevor Wisemantel	12	12
Warren Fischer	12	10
Adam Stevenson	12	10
Anthony Cavanagh	3	3
Wayne Deer	12	11
Lindsay Langtry	12	12
Marko Pendelj	3	3
Lee Davidson	9	9
Jamie Moorehead	9	8

**State of Affairs**

In the opinion of the Directors there were no significant changes in the state of affairs of the Company that occurred during the financial year under review.

**Future developments**

The company is committed to providing leading community venues for sport and special activities. The Board are continuing to budget for the refurbishment of Club West and Club Old Bar.

**Guarantee of members**

The company is a public company limited by guarantee incorporated under the *Corporations Act 2001*. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$4 towards meeting any outstanding obligations of the company. At 30 June 2021, the total aggregate amount members of the company were liable to contribute if the company was wound up was \$23,576 (2020: \$23,748).

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**DIRECTORS' REPORT**

**Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2021 has been received and can be found following the directors' report.

**Rounding of Amounts**

Amounts in the financial statements and directors' report have been rounded to the dollar and accordingly small rounding errors may occur.

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

..... Trevor Wisemantel  
Director

..... Warren Fischer  
Director

Dated this 31<sup>st</sup> day of August 2021

**OLD BAR BEACH BOWLING CLUB LIMITED  
ABN 98 001 068 104**

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF OLD BAR BEACH BOWLING CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021 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.

Essential Assurance Services Pty Ltd  
ABN 51 119 802 229  
Authorised Audit Company #305383

Signed by:

.....  
Rhonda Futterleib  
22 Pulteney Street, Taree, NSW, 2430  
Dated this 31<sup>st</sup> day of August 2021

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2021**

	<b>Note</b>	<b>2021</b>	<b>2020</b>
		<b>\$</b>	<b>\$</b>
Revenue	2	6,498,954	4,867,079
Other income	2	290,595	309,273
Cost of sales		(1,272,276)	(984,326)
Employee benefits expense		(1,930,925)	(1,601,830)
Depreciation and amortisation expense		(723,504)	(612,546)
Finance costs		(57,049)	(25,832)
Other expenses	3	(1,840,344)	(1,780,496)
<b>Profit/(loss) before income tax</b>		965,451	171,322
Income tax expense		-	-
<b>Profit/(loss) for the year</b>		965,451	171,322
<b>Other Comprehensive income/ (loss) for the year</b>		-	-
<b>Comprehensive income/ (loss) for the year</b>		965,451	171,322

The accompanying notes form part of these financial statements.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	1,211,034	1,162,471
Trade and other receivables	6	57,248	118,777
Inventories	7	101,568	89,503
Financial assets	8	368,473	5,118
Other	10	90,751	86,748
<b>TOTAL CURRENT ASSETS</b>		<b>1,829,074</b>	<b>1,462,617</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	9	13,606,575	13,641,229
Intangibles	11	603,689	603,689
<b>TOTAL NON-CURRENT ASSETS</b>		<b>14,210,264</b>	<b>14,244,918</b>
<b>TOTAL ASSETS</b>		<b>16,039,338</b>	<b>15,707,535</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	336,902	268,727
Financial liabilities	13	43,908	44,835
Employee benefits	14	239,005	186,197
Other	15	69,494	25,502
<b>TOTAL CURRENT LIABILITIES</b>		<b>689,309</b>	<b>525,261</b>
<b>NON-CURRENT LIABILITIES</b>			
Financial liabilities	13	1,397,719	2,200,000
Employee benefits	14	21,238	16,653
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>1,418,957</b>	<b>2,216,653</b>
<b>TOTAL LIABILITIES</b>		<b>2,108,266</b>	<b>2,741,914</b>
<b>NET ASSETS</b>		<b>13,931,072</b>	<b>12,965,621</b>
<b>EQUITY</b>			
Retained earnings		13,931,072	12,965,621
<b>TOTAL EQUITY</b>		<b>13,931,072</b>	<b>12,965,621</b>

The accompanying notes form part of these financial statements.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Retained Earnings	Asset Revaluation Reserve	Other Reserves	Total
	\$	\$	\$	\$
<b>Balance at 30 June 2019</b>	12,794,299	-	-	12,794,299
2020 Profit/(loss) for the year	171,322	-	-	171,322
Other Comprehensive income/ (loss) for the year	-	-	-	-
<b>Balance at 30 June 2020</b>	12,965,621	-	-	12,965,621
2021 Profit/(loss) for the year	965,451	-	-	965,451
Other Comprehensive income/ (loss) for the year	-	-	-	-
<b>Balance at 30 June 2021</b>	13,931,072	-	-	13,931,072

The accompanying notes form part of these financial statements.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers & sponsors		7,436,147	5,550,852
Payments to suppliers and employees		(5,147,943)	(5,287,085)
Interest received		7,170	14,081
Finance costs		(57,049)	(25,832)
Net GST remitted to ATO		(367,694)	186,430
<b>Net cash provided by (used in) operating activities</b>	<b>19</b>	<b>1,870,631</b>	<b>438,446</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of plant & equipment		33,345	28,091
Purchase of property, plant and equipment		(688,850)	(4,945,199)
(Investment)/redemption term deposits		(363,355)	(118)
<b>Net cash provided by (used in) investing activities</b>		<b>(1,018,860)</b>	<b>(4,917,226)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
(Repayment of) / Proceeds from borrowings		(803,208)	2,205,611
<b>Net cash provided by (used in) financing activities</b>		<b>(803,208)</b>	<b>2,205,611</b>
<b>Net increase/ (decrease) in cash held</b>		<b>48,563</b>	<b>(2,273,169)</b>
Cash at beginning of financial year	5	1,162,471	3,435,640
<b>Cash at end of financial year</b>	<b>5</b>	<b>1,211,034</b>	<b>1,162,471</b>

The accompanying notes form part of these financial statements.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements cover the single entity Old Bar Beach Bowling Club Limited a public company limited by guarantee, incorporated and domiciled in Australia. The company's principal activity is operating licensed bowling clubs at Old Bar and Taree West.

The company applies the Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010–2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

Australian Accounting Standards set out accounting policies that the AASB 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 these 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 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 amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 31<sup>st</sup> August 2021 by the directors of the company.

Unless otherwise stated other Australian accounting standards that have recently been issued or amended but are not yet effective have not been adopted for the annual reporting period ending 30 June 2021.

**Accounting Policies**

a. *Principal Activity*

The company operates as a licensed bowling, sporting and social club.

b. *Income Tax*

The Directors consider the company exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997. This exemption applies only whilst the company remains predominantly established for the encouragement or promotion of a game or sport and satisfies the requirements of that section. As the company is subject to self assessment its tax status will be regularly reviewed.

c. *Inventories*

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

d. *Land for Sale*

When applicable, land held for sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development are expensed. Profits are brought to account on the signing of an unconditional contract of sale.

e. *Construction Contracts and Work in Progress*

Construction work in progress is valued at cost, less any provision for anticipated future write-offs. Where write-offs are anticipated they are provided for in full.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CON'T**

f. *Property, Plant and Equipment*

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

*Property*

Land and buildings are measured at cost.

*Plant and equipment*

Plant and equipment are measured on the 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 asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts. A formal assessment of recoverable amounts is made when an impairment indicator is present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit or Loss and Other Comprehensive Income during the financial period in which they are incurred.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the Statement of Profit or Loss and Other Comprehensive Income. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the Statement of Profit or Loss and Other Comprehensive Income and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Plant and equipment that is contributed at no cost, or for nominal cost, is valued and recognised at the fair value of the asset at the date it is acquired.

*Depreciation*

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Buildings	2.50-25.00%
Furniture and fittings	5.00-20.00%
Greens & outdoor equipment	2.50-20.00%
Office equipment	5.00-33.33%
Other plant and equipment	4.00-33.33%
Bar plant and equipment	7.00-20.00%
Catering plant and equipment	2.50-33.33%

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CON'T**

Keno and TAB	5.00-10.00%
Poker machines	7.50-33.33%
Motor vehicles	12.50%
Leased plant and equipment	25.00%
Plant and equipment rental houses	7.62-10.00%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each Statement of Financial Position date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Profit or Loss and Other Comprehensive Income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

g. *Company Limited by Guarantee*

The company is limited by a guarantee of members to contribute in the event of a winding up, a sum not exceeding \$4.00 per member. At 30 June 2021 there were 5,894 (2020: 5,937) members. As the company does not have share capital it cannot pay dividends.

h. *Investment Property*

When applicable investment property is held to generate long-term rental yields. All tenant leases are on an arm's length basis. Investment property is carried at cost. The two rented properties are not classified as investment property.

i. *Leases*

Leases are capitalised, recognising a right to use asset and a lease liability.

The right to use asset is initially recognised at the present value of the lease payments that are unpaid at the date of recognition. Lease payments are discounted at the interest rate implicit in the lease.

The lease liability is initially recognised at the carrying amount of the right to use asset increased by the interest on the lease liability.

Right of use assets are depreciated on a straight-line basis over their estimated useful lives.

Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

j. *Financial Instruments*

*Initial recognition and measurement*

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (ie trade date accounting is adopted). Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit or loss" in which case transaction costs are expensed to profit or loss immediately.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CON'T**

*Classification and subsequent measurement*

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

*Amortised cost* is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the *effective interest method*.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

*Fair value* is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

(i) *Financial assets at fair value through profit or loss*

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iii) *Amortised cost investments*

Amortised cost investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iv) *Fair value through profit and loss investments*

Fair value through profit and loss investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CON'T**

They are subsequently measured at fair value with any re-measurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Fair value through profit and loss financial assets are classified as non-current assets when they are expected to be sold within 12 months after the end of the reporting period. All other fair value through profit and loss financial assets are classified as current assets.

(v) *Financial liabilities*

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

*Impairment of financial assets*

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence that impairment as a result of one or more events (a "loss event") has occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance accounts.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

*Derecognition*

Financial assets are derecognised when the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged or cancelled, or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CON'T**

k. *Impairment of Assets*

At the end of each reporting period, the entity 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 amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (eg in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

Where it is not possible to estimate the recoverable amount of an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

l. *Affiliated Clubs*

Affiliated clubs are amalgamated with the main company unless they can demonstrate financial and legal independence.

m. *Interests in Joint Ventures*

The company does not have any interests in joint ventures.

n. *Intangibles*

*Poker Machine Entitlements*

Purchased poker machine entitlements are initially recorded at cost. They do not have finite useful lives. They are tested annually for impairment and are carried at cost less accumulated amortisation and impairment losses. No asset has been recognised for existing entitlements.

o. *Employee Benefits*

*Short-term employee benefits*

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled *wholly* within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages and salaries are recognised as a part of current trade and other payables in the Statement of Financial Position.

Where annual leave is wholly expected to be settled within 12 months of reporting date it is recognised in employee benefits in respect of employee service up to the reporting date. It is measured at the amount expected to be paid when liabilities are settled.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CON'T**

*Other long-term employee benefits*

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

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

p. *Provisions*

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

q. *Cash and Cash Equivalents*

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the Statement of Financial Position.

r. *Revenue*

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from investment properties is recognised on an accruals basis or straight-line basis in accordance with lease agreements.

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

All revenue is stated exclusive of the amount of goods and services tax (GST).

s. *Borrowing Costs*

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the Statement of Profit or Loss and Comprehensive Income in the period in which they are incurred.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CON'T**

t. *Goods and Services Tax (GST)*

Revenues, expenses and assets are recognised exclusive of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

Cash flows are presented in the Statement of Cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

u. *Comparative Figures*

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

v. *Rounding of Amounts*

Amounts in the financial statements and directors' report have been rounded off to the nearest \$1 and accordingly small rounding errors may result.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**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 internally.

**Key Estimates — Impairment**

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

**Key Judgments**

No specific key judgements were required in preparing the Financial Statements.

	<b>Note</b>	<b>2021</b>	<b>2020</b>
		<b>\$</b>	<b>\$</b>
<b>NOTE 2: REVENUE &amp; OTHER INCOME</b>			
Operating activities			
- sale of goods & services		2,969,822	2,502,291
- poker machine receipts		2,515,501	1,939,571
- interest received	a.	4,041	14,172
- government subsidies received		34,360	34,360
- other revenue		66,278	78,088
- Motel		636,365	10,288
- services revenue-member subscriptions		23,329	61,767
- services revenue-green fees		42,457	26,767
- services revenue-raffles		70,620	68,766
- insurance recoveries		-	5,062
- commissions		136,181	125,947
Total Revenue		6,498,954	4,867,079
Non-operating activities			
- COVID 19 Stimulus		257,250	285,250
- gain on disposal of property, plant and equipment		33,345	24,023
Other income		290,595	309,273
Total		6,789,549	5,176,352
a. Finance Income			
Interest Received – other entities		4,041	14,172

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

<b>NOTE 3: OTHER EXPENSES</b>	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Included in other expenses are the following items requiring specific disclosure:-		
Increase/(decrease) in employee provisions	57,392	(75,273)
Loss on sale of plant & equipment	-	15,599
Poker machine annual duty	236,779	175,885
Contract cleaning	114,135	120,011
Donations	53,771	53,746
Electricity	166,943	159,189
Insurance – general and workers compensation	131,758	124,563
Members amenities	207,025	220,323
Promotions	60,224	91,323
Repairs and maintenance	191,389	180,754

**NOTE 4: RELATED PARTY & KEY MANAGEMENT DISCLOSURE**

*Key management personnel compensation*

Key management personnel comprise directors and other persons having authority and responsibility for planning, directing and controlling the activities of the Company

Total key management personnel compensation	417,035	334,269
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*Other related parties*

Director Marko Pendelj was paid \$38,082 (2020: \$16,844) during the year for maintenance work performed around the Clubs.

Director Lindsay Langtry was paid \$16,568 (2020: \$11,070) during the year for work on maintenance at the Clubs.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

<b>NOTE 5: CASH AND CASH EQUIVALENTS</b>	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Cash in hand and at bank	407,072	312,836
Cash at bank – other	92,186	80,392
Cash at bank – Invest. Acc. At call	711,776	205,944
Cash at bank – Invest. Acc. < 3 months	-	563,299
	1,211,034	1,162,471

Interest is receivable on the above accounts. At 30 June 2021 this was between 0% and 0.26% (2020: 0% and 1.52%) pa.

**NOTE 6: TRADE AND OTHER RECEIVABLES**

**CURRENT**

Trade debtors	7,947	4,964
Sundry debtors	49,301	108,280
Other debtors	-	5,533
	57,248	118,777

No provision for impairment is deemed necessary (2020: Nil) and there is no material exposure to any single receivable. All receivables are expected to be collected within 30 days.

**NOTE 7: INVENTORIES**

**CURRENT**

Finished goods – at cost	101,568	89,503
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**NOTE 8: FINANCIAL ASSETS**

*Amortised cost Investments*

Interest bearing bank term deposits > 3 months terms	368,473	5,118
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The effective interest rate at 30 June 2021 was 0.35% (2020: 1.20%)

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

<b>NOTE 9: PROPERTY PLANT &amp; EQUIPMENT</b>	<b>2021</b> <b>\$</b>	<b>2020</b> <b>\$</b>
<i>LAND AND BUILDINGS</i>		
Building work in progress – at cost	102,703	-
Land (Old Bar Clubhouse) – at cost	29,049	29,049
Land – (Taree West) – at cost	200,000	200,000
Greens – at cost	16,550	16,550
Land – (Motel) – at cost	681,252	681,252
Buildings – at cost	14,784,926	14,759,980
Provision for depreciation	(3,875,921)	(3,501,738)
	10,909,005	11,258,242
<b>Total Land and Buildings</b>	11,938,559	12,185,093
<i>PLANT AND EQUIPMENT</i>		
Catering plant and equipment	387,655	280,250
Less Provision for depreciation	(232,402)	(205,029)
	155,253	75,221
Bar plant and equipment	419,068	382,354
Less Provision for depreciation	(307,431)	(280,722)
	111,637	101,632
Motor vehicles	147,208	102,390
Less Provision for depreciation	(87,406)	(75,368)
	59,802	27,022
Office equipment	149,317	138,026
Less Provision for depreciation	(116,528)	(102,368)
	32,789	35,658

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

<b>NOTE 9: PROPERTY PLANT &amp; EQUIPMENT</b>	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Greens & outdoor equipment	811,656	786,432
Less Provision for depreciation	(548,485)	(516,112)
	<u>263,171</u>	<u>270,320</u>
Furniture & fittings	617,230	606,354
Less Provision for depreciation	(558,328)	(533,248)
	<u>58,902</u>	<u>73,106</u>
Other plant & equipment	407,180	350,769
Less Provision for depreciation	(318,175)	(293,864)
	<u>89,005</u>	<u>56,905</u>
Poker machines	3,138,973	2,961,843
Less Provision for depreciation	(2,474,103)	(2,377,765)
	<u>664,870</u>	<u>584,078</u>
Motel plant and equipment	263,674	234,572
Less Provision for depreciation	(31,087)	(2,378)
	<u>232,587</u>	<u>232,194</u>
<b>Total plant &amp; equipment</b>	<u>1,668,016</u>	<u>1,456,136</u>
<b>Total Property, Plant &amp; Equipment</b>	<u>13,606,575</u>	<u>13,641,229</u>

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 9: PROPERTY, PLANT AND EQUIPMENT (CONT.)**

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:

	1 July 2020	Adds	Disposals/ Transfers	Depreciation	30 June 2021
	\$	\$	\$	\$	\$
Building – WIP see (b) below	-	102,703	-	-	102,703
Land - Old Bar	29,049	-	-	-	29,049
Land – Taree West	200,000	-	-	-	200,000
Greens	16,550	-	-	-	16,550
Land – Motel	681,252	-	-	-	681,252
Buildings and improvements	11,258,242	24,945	-	(374,182)	10,909,005
Catering	75,221	107,404	-	(27,372)	155,253
Bar	101,632	36,714	-	(26,709)	111,637
Motor vehicles	27,022	44,818	-	(12,038)	59,802
Office equipment	35,658	11,291	-	(14,160)	32,789
Greens & outdoor equipment	270,320	25,223	-	(32,372)	263,171
Furniture & fittings	73,106	10,877	-	(25,081)	58,902
Other plant	56,905	56,412	-	(24,312)	89,005
Poker machines	584,078	234,360	5,001	(158,569)	664,870
Motel plant & equipment	232,194	29,102	-	(28,709)	232,587
TOTAL excluding WIP	13,641,229	581,146	5,001	(723,504)	13,503,872
TOTAL including WIP	13,641,229	683,849	5,001	(723,504)	13,606,575

	2021 \$	2020 \$
b. Carrying Amount of Plant and Equipment in the Course of Construction	102,703	-
Work in progress relates to the Old Bar Beach Bowling Club mini golf project & amenities project and represents council application, demolition costs, design fees, and construction costs to date.		

*Core Property*

For the purposes of the Registered Clubs Act all land and buildings are core property except for the property at 46 Waterman Street Old Bar.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

<b>NOTE 10: OTHER ASSETS</b>	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Prepayments	90,751	86,748

**NOTE 11: INTANGIBLES**

Poker machine entitlements at cost	603,689	603,689
<b>Movement in written down value</b>		<b>Poker Machine Entitlements</b>
		<b>\$</b>
Opening balance at 1 July 2020		603,689
Amortisation charge		-
Closing balance at 30 June 2021		603,689

Poker machine entitlements at cost only represent purchased entitlements. Existing entitlements created at nil cost have not been brought to account.

Poker machine entitlements have been determined to have indefinite useful lives on the basis that there is no set expiry or cancellation date. The carrying amount of the entitlements was tested at 30 June 2021 against a fair market value to check whether they were disclosed in excess of their recoverable amount. The result was the value of entitlements exceeded the cost of the entitlements and therefore no provision for impairment is considered necessary at 30 June 2021.

<b>NOTE 12: TRADE AND OTHER PAYABLES</b>	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Trade creditors	139,103	83,872
Other creditors & accruals	149,440	130,960
GST payable	22,066	27,218
PAYG Withholdings payable	23,131	24,332
Monies held in trust	3,162	2,345
	336,902	268,727

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 13: FINANCIAL LIABILITIES**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Insurance Loan	-	44,835
Chattel mortgages – bank	43,908	-
<b>TOTAL CURRENT</b>	<b>43,908</b>	<b>44,835</b>
 <i>NON-CURRENT</i>		
NAB Loan	1,300,000	2,200,000
Chattel mortgages – bank	97,719	-
<b>TOTAL NON-CURRENT</b>	<b>1,397,719</b>	<b>2,200,000</b>
 <i>Finance facilities</i>		
Asset finance facility	100,000	100,000
Utilised	(46,293)	-
Unused	53,707	100,000
 Loan facility	d.	2,500,000
Utilised	(1,300,000)	(2,200,000)
Unused	1,200,000	1,300,000
 Credit card facility	14,000	14,000
Utilised	(522)	(3,107)
Unused	13,478	10,893

- a. The National Australia Bank has a registered security interest over “all present and after acquired property.”
- b. The motor vehicle finance agreements are chattel mortgage equipment loans secured over the vehicles. Refer also Note 16 (a) in respect of the lease commitments.
- c. There are security interests registered over company property in the Personal Property Securities Register which relate to the above liabilities.
- d. The NAB loan is interest only facility until June 2022. At 30 June 2021 the interest rate applicable to the loan was 2.556% (2020: 2.633%) based on a business lending rate with rollovers each 180 days. Repayments will be \$300,000pa commencing 1 July 2022 therefore the loan has been classified as a non current liability.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 14: EMPLOYEE BENEFITS**

	2021 \$	2020 \$
<i>Current</i>		
Accrued holiday pay	178,891	147,968
Accrued RDO's	29,550	16,912
Long Service Leave	30,564	21,317
	239,005	186,197
 <i>Non-current</i>		
Long Service Leave	21,238	16,653

**NOTE 15: OTHER LIABILITIES**

Subscriptions in advance	56,009	25,502
Income in advance	13,485	-
	69,494	25,502

**NOTE 16: CAPITAL AND LEASING COMMITMENTS**

a. *Finance Lease Commitments*

Payable — minimum lease payments

— not later than 12 months

— between 12 months and 5 yrs

— greater than 5 yrs

Minimum lease payments

Less future finance charges

	45,185	-
	98,716	-
	-	-
	143,901	-
	(2,274)	-
	141,627	-

*Capital Commitments*

The company have committed to renovations to amenities at Club Old Bar estimated, at a cost of \$234,284.

The mini golf course at Club Old Bar is under construction at a total cost of \$165,000. At 30 June 2021 the Company estimates costs still to be paid are \$85,250.

At Club West repairs to the western wall is estimated at a cost of \$65,000.

At 30 June 2021 the Company is also committed to the ongoing replacement of poker machines, air conditioners, signage and security cameras.

The estimated cost of the security cameras for Club Old Bar is \$46,000 and signage of \$30,000.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 17: CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

	<b>2021</b>	<b>2020</b>
	\$	\$
<i>Contingent Liabilities</i>		
Bank guarantee facility to the TAB.	5,000	5,000
No other contingent liabilities existed at 30 June 2021		

**NOTE 18: EVENTS AFTER THE REPORTING PERIOD**

At the date of this report, the Club is operating in a post Covid-19 shutdown period which commenced 14 August 2021. Directors anticipate being able to continue to trade but if government regulations change which impact on the Club's ability to trade in the future, directors at this time, are not able to determine what impact this will have on the Club's operations.

No matter or circumstance has arisen since 30 June 2021 which has or will significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in financial years subsequent to 30 June 2021.

	<b>2021</b>	<b>2020</b>
	\$	\$
<b>NOTE 19: CASHFLOW INFORMATION</b>		
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>		
Profit after income tax	965,451	171,322
Non-cash flows in profit		
Depreciation & amortisation	723,504	612,546
Net (gain)/loss on disposal of property, plant and equipment	(33,345)	(8,424)
Changes in assets and liabilities		
- (Increase)/decrease in trade receivables	61,529	(23,239)
- (Increase)/decrease in prepayments	(4,003)	(41,462)
- (Increase)/decrease in inventories	(12,065)	4,786
- Increase/(decrease) in trade payables and accruals	68,175	(170,162)
- Increase/(decrease) in income in advance	43,992	(31,647)
- Increase/(decrease) in employee benefits	57,393	(75,274)
Cash flow from operations	1,870,631	438,446

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 20: ECONOMIC DEPENDENCY**

The company is not economically dependent on any other single entity other than government and regulatory authorities who administer and control liquor and gaming licences and the intrinsic value of poker machine entitlements. The Directors are of the opinion that significant poker machine reforms could materially impact the operations of the company.

**NOTE 21: COMPANY DETAILS**

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

1 Belford Street  
 Old Bar NSW 2430

**NOTE 22: FINANCIAL RISK MANAGEMENT**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Accordingly, financial instruments include both financial assets and financial liabilities.

The company's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable, leases and poker machine finance agreements.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	<b>Note</b>	<b>2021</b> \$	<b>2020</b> \$
<i>Financial Assets comprise:</i>			
Cash and cash equivalents	<b>5</b>	1,211,034	1,162,471
Receivables	<b>6</b>	57,248	118,777
Amortised cost investments	<b>8</b>	368,473	5,118
		1,636,755	1,286,366
<i>Financial Liabilities comprise:</i>			
Borrowings at amortised cost	<b>13</b>	1,441,627	2,244,835
Trade and other payables	<b>12</b>	336,902	268,727
		1,778,529	2,513,562

There is no material difference between aggregate net fair values and carrying amounts of financial assets and financial liabilities at balance date.

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**

**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements, comprising the:
  - Statement of Financial Position as at 30 June 2021,
  - Statement of Profit or Loss and Other Comprehensive Income,
  - Statement of Changes in Equity
  - Statement of Cash Flows for the year then ended, and
  - Notes to the Financial Statementsare in accordance with the Corporations Act 2001, comply with Australian Accounting Standards – Reduced Disclosure Requirements, and give a true and fair view of the financial position of the company, as at 30 June 2021 and of its performance for the year ended on that date;
2. In the director's opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

.....  
Director: Trevor Wisemantel

.....  
Director: Warren Fischer

Dated this 31<sup>st</sup> day of August 2021

**OLD BAR BEACH BOWLING CLUB LIMITED**  
**ABN 98 001 068 104**  
**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF**  
**OLD BAR BEACH BOWLING CLUB LIMITED**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of Old Bar Beach Bowling Club Limited. (the Company), which comprises the Statement of Financial Position as at 30 June 2021, the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of significant accounting policies, and the Directors' Declaration.

In our opinion, the accompanying financial report of Old Bar Beach Bowling Club Limited, is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and the Corporations Regulations 2001.

**Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code. We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

**Other Information**

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2021, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF OLD BAR BEACH BOWLING CLUB LIMITED**

### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

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 directors.
- Conclude on the appropriateness of the directors' 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 report or, 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 directors 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.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
OLD BAR BEACH BOWLING CLUB LIMITED**

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TO THE MEMBERS OF OLD BAR BEACH BOWLING CLUB LIMITED CON'T**

**Auditor's Responsibilities for the Audit of the Financial Report con't**

We also provide the directors 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. From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Essential Assurance Services Pty Ltd  
ABN 51 119 802 229  
Authorised Audit Company #305383

Signed by: Rhonda Futterleib  
Address: 22 Pulteney Street, Taree, NSW, 2430  
Dated this 1<sup>st</sup> day of September 2021



**Club OLD BAR**

**mini golf**

**OPEN 7 DAYS - 10AM TO 8PM**

**BOOKINGS RECOMMENDED**

**18 HOLE MINI GOLF PRICE LIST**

		Member	Non Member
<b>Adult</b>	12 years +	<b>\$10</b>	<b>\$15</b>
<b>Child</b>	6 - 11 years	<b>\$8</b>	<b>\$10</b>
<b>Under 5</b>	5 years & U	<b>\$5</b>	<b>\$7</b>

**FAMILY BUNDLES**

	Member	Non Member
<b>Family of 4</b> 2 Adults + 2 Children oe 1 Adult + 3 Children	<b>\$30</b>	<b>\$40</b>
<b>Family of 5</b> 2 Adults + 3 Children oe 1 Adult + 4 Children	<b>\$33</b>	<b>\$43</b>

**DINE & DISCOVER NSW**

Terms and Conditions apply

**Club OLD BAR**

**MAJOR MEMBERS PROMOTION**

**WIN \$5000 CASH!**

**PLUS OVER \$1,000 IN MINI PRIZES TO BE WON!**

**NEW DATE**

**DRAWN Mon 13th December 2021 at 7pm MUST BE PRESENT TO WIN**

SIMPLY SWIPE YOUR MEMBERS CARD WITH ANY PURCHASE, AND PLACE YOUR TICKET IN THE BARREL FOR YOUR CHANCE TO WIN

**CLUB West**

**MAJOR MEMBERS PROMOTION**

**WIN \$3000 CASH!**

**PLUS OVER \$500 IN MINI PRIZES TO BE WON!**

**NEW DATE**

**DRAWN Tues 14th December 2021 at 7pm MUST BE PRESENT TO WIN**

SIMPLY SWIPE YOUR MEMBERS CARD WITH ANY PURCHASE, AND PLACE YOUR TICKET IN THE BARREL FOR YOUR CHANCE TO WIN