

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
**ABN 92 001 065 210**

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**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
**ABN 92 001 065 210**

**DIRECTORS REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2015**

Your directors present their report on the company for the financial year ended 30 June 2015.

**Principal Activities**

The company's principal activities are the operation of a registered club for the promotion of bowls in the Lightning Ridge district.

**Directors Information**

**Directors**

The names of the directors in office at any time during, or since the end of, the year and the period that each director has been in office:

<b>Directors Name</b>	<b>Special Responsibilities</b>	<b>Period as Director</b>	<b>Qualifications and Experience</b>
L Walford	President	Appointed 27/10/2013	Retired, 2 years as a director
R Brown	Senior Vice President	Appointed 27/10/2013	Retired, 2 years as a director
T McGovern	Junior Vice President	Appointed 22/11/2009	Self Employed Builder, 6 years as director
A Seaton	Director	Appointed 22/11/2009	Telstra Technician, 6 years as director
R Hungerford	Treasurer	Appointed 7/10/2012	Retired Businessman, previous Treasurer, 3 years as director
I Woodcock	Director	Appointed 12/11/2013	Retired, 2 years as director
I Anderson	Director	Appointed 2/11/2014	Retired, previous director of the club for 2 years, 1 year as a director
N Burke	Bowls Secretary	Appointed 2/11/2014	Qualified accountant, previous director of the club for 5 years, 1 year as a director
P Collison	Director	Appointed 2/11/2014	Healthcare professional, 1 year as a director

**DIRECTORS REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2015**

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**Meetings of Directors**

During the financial year, 16 meetings of directors (including committees of directors) were held and the attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
L Walford	16	16
R Brown	16	14
T McGovern	16	11
A Seaton	16	14
R Hungerford	16	12
I Woodcock	16	15
I Anderson	9	4
N Burke	9	9
P Collison	9	6

**Short Term Objectives of the Company**

The company has identified the following short term objectives:

- to provide a comfortable and secure environment for members that continue to meet their needs.

**Long Term Objectives of the Company**

The company has identified the following long term objectives:

- to promote bowls in the community and to be recognised for our contribution to the sport.
- to continue to be financially secure.
- to grow the company operations in accordance with member interests.

**Performance Measurement**

The company uses the following key performance indicators to measure performance:

- Loss, after income tax expense, for the financial year was \$195,966
- Cash flow from operating activities for the financial year was \$230,473
- Membership for the financial year was 3,173

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
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**DIRECTORS REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**Membership Details**

The Lightning Ridge District Bowling Club Limited is a public company limited by guarantee and no shares or options are issued. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the company.

Membership Class	Number of Members	Individual Members Contribution on winding up of Company	Total Members Contribution on winding up of Company
Life / Honorary	6	\$ 2	\$ 12
Bowling	116	\$ 2	\$ 232
Associate	3,051	\$ 2	\$ 6,102
Total	3,173	\$ 2	\$ 6,346

**Auditors' Independence Declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is attached to these financial statements.

Signed in accordance with a resolution of the Board of Directors



L Walford  
President



R Brown  
Vice President

Dated:

**AUDITORS' INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATION ACT 2001  
TO THE DIRECTORS OF  
LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**

**ABN 92 001 065 210**

I declare that, to the best of my knowledge and belief, during the financial year to 30 June 2015 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.



**Crowe Horwath Central North**



**Brad Bohun**  
**Partner - Audit & Assurance**  
**Registered Company Auditor (ASIC RAN 335257)**  
149 Otho Street  
Inverell NSW 2360

Dated: 20 August 2015

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
**ABN 92 001 065 210**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
Services revenue	2	7,325,494	7,111,251
Cost of goods sold		<u>(2,044,280)</u>	<u>(1,869,994)</u>
Gross profit		<u>5,281,214</u>	<u>5,241,257</u>
Other revenue	2	<u>662,158</u>	<u>972,800</u>
<b>Total revenue</b>		<u>5,943,372</u>	<u>6,214,057</u>
Direct overheads		(230,828)	(260,482)
Gaming expenses		(659,220)	(594,306)
Marketing and advertising		(570,275)	(446,775)
Employee benefits expense		(3,042,579)	(3,088,605)
Repairs and maintenance		(264,834)	(214,474)
Occupancy costs		(512,748)	(584,725)
Administration expenses		(238,704)	(292,441)
Market day expenses		(159,514)	(208,633)
Bowls expenses		(109,601)	(107,652)
Depreciation expense	3	(453,668)	(521,584)
Finance costs	3	<u>(22,332)</u>	<u>(57,572)</u>
<b>Loss before income tax</b>		<u>(320,931)</u>	<u>(163,192)</u>
Income tax revenue/(expense)	1(a), 4	<u>77,165</u>	<u>(34,062)</u>
<b>Loss after income tax</b>		<u>(243,766)</u>	<u>(197,254)</u>
Other comprehensive income	8(a)	<u>47,800</u>	<u>19,600</u>
<b>Total comprehensive loss for the year</b>		<u>\$ (195,966)</u>	<u>\$ (177,654)</u>
Total comprehensive loss attributable to members of the entity		<u>\$ (195,966)</u>	<u>\$ (177,654)</u>

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
**ABN 92 001 065 210**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	834,014	1,170,433
Trade and other receivables	6	31,626	92,012
Inventories	7	214,291	146,371
Current tax assets	4	32,907	-
Other current assets	10	62,965	63,801
<b>TOTAL CURRENT ASSETS</b>		<b>1,175,803</b>	<b>1,472,617</b>
<b>NON CURRENT ASSETS</b>			
Financial assets	8	153,000	105,200
Property, plant and equipment	9	3,415,909	3,374,450
Deferred tax assets	4	138,984	152,636
<b>TOTAL NON CURRENT ASSETS</b>		<b>3,707,893</b>	<b>3,632,286</b>
<b>TOTAL ASSETS</b>		<b>4,883,696</b>	<b>5,104,903</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	521,069	443,909
Borrowings	12	345,097	418,186
Current tax liabilities	4	-	57,910
Employee benefits	13	200,041	158,521
Other liabilities	14	18,178	18,366
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,084,385</b>	<b>1,096,892</b>
<b>NON CURRENT LIABILITIES</b>			
Borrowings	12	37,838	51,834
Employee benefits	13	38,177	36,915
<b>TOTAL NON CURRENT LIABILITIES</b>		<b>76,015</b>	<b>88,749</b>
<b>TOTAL LIABILITIES</b>		<b>1,160,400</b>	<b>1,185,641</b>
<b>NET ASSETS</b>		<b>\$ 3,723,296</b>	<b>\$ 3,919,262</b>
<b>EQUITY</b>			
Retained earnings		3,723,296	3,919,262
<b>TOTAL EQUITY</b>		<b>\$ 3,723,296</b>	<b>\$ 3,919,262</b>

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
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**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Retained Earnings \$	Total \$
<b>Balance at 1 July 2013</b>	4,096,916	4,096,916
Loss after income tax	(197,254)	(197,254)
Total other comprehensive income for the year	19,600	19,600
<b>Balance at 30 June 2014</b>	<u>\$ 3,919,262</u>	<u>\$ 3,919,262</u>
Loss after income tax	(243,766)	(243,766)
Total other comprehensive income for the year	47,800	47,800
<b>Balance at 30 June 2015</b>	<u>\$ 3,723,296</u>	<u>\$ 3,723,296</u>



**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		8,808,385	8,207,273
Payments to suppliers and employees		(8,571,458)	(8,257,463)
Interest received		15,878	27,272
Finance costs		(22,332)	(57,572)
Net cash provided by (used in) operating activities		230,473	(80,490)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Receipts from investments		-	146,095
Proceeds from sale of property, plant and equipment		15,320	292,090
Purchase of property, plant and equipment		(495,127)	(856,224)
Net cash (used in) investing activities		(479,807)	(418,039)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings		(87,085)	(66,863)
Proceeds from borrowings		-	419,981
Net cash (used in) provided by financing activities		(87,085)	353,118
Net (decrease) in cash held		(336,419)	(145,411)
Cash at the beginning of the financial year		1,170,433	1,315,844
Cash at the end of the financial year	5(a)	\$ 834,014	\$ 1,170,433

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

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**Note 1: Statement of Significant Accounting Policies**

**Basis of Preparation**

The financial statements cover Lightning Ridge District Bowling Club Limited as an individual entity. Lightning Ridge District Bowling Club Limited is a public company limited by guarantee, incorporated and domiciled in Australia.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for not-for-profit oriented entities.

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 preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies.

The financial statements were authorised for issue on 20 August 2015 by the directors of the company.

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**Accounting Policies**

**(a) Income Tax**

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss.

Deferred tax assets and liability are calculated at the tax rates that are expected to apply for the period when the asset is realised or the liability is settled, and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Current tax assets and liabilities are offset where a legally enforceable right to set-off exists and is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are

The mutuality principle has been applied to the income tax calculation of the Club. The Club upon applying the mutuality principle has utilised a rate of 50.34% (2014: 49%).

**(b) Inventories**

Inventory is recorded on a first in first out (FIFO) basis. Inventories are measured at the lower of cost and net realisable value.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

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**Note 1: Statement of Significant Accounting Policies**

**(c) Property, Plant and Equipment**

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

**Property**

Freehold land and buildings are measured at cost less accumulated depreciation and impairment losses.

**Plant and Equipment**

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

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 expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining the recoverable amounts.

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.

**Depreciation**

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, is depreciated on a diminishing value basis over their useful lives to the company commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5%
Plant & Equipment, Furniture & Fittings	5 - 40%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An assets' carrying amount is written down immediately to its recoverable amount if the assets' 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 or 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.

**(d) 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 (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified as 'fair value through profit and loss' in which case transactions costs are expensed to the statement of profit or loss and other comprehensive income immediately.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

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**Note 1: Statement of Significant Accounting Policies**

**Classification and subsequent measurement**

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. 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 rate 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 contract terms) 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 value with a consequential recognition of an income or expense in the statement of profit or loss and other comprehensive income.

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

Financial assets are classified as 'fair value through profit and 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 value being included in the 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) Financial liabilities*

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

**Fair value**

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.

**Impairment**

At the end of each reporting period, the company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for sale financial instruments, a significant or prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of profit or loss and other comprehensive income.

**Derecognition**

Financial assets are derecognised where 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 where the related obligations are discharged, cancelled or expire. The difference between the carrying value of the financial liability 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 the statement of profit or loss and other comprehensive income.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

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**Note 1: Statement of Significant Accounting Policies**

**(e) Impairment of Assets**

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

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

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

**(f) Employee Benefits**

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are recognised in non-current liabilities, provided there is an unconditional right to defer settlement of the liability. The liability is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government or commercial bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

**(g) Provisions**

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

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(h) 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.

**(i) Revenue**

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvements in those goods.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

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

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

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**Note 1: Statement of Significant Accounting Policies**

**(j) Trade and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**(k) Goods and Services Tax**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense. Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

Commitments and contingencies are disclosed on a gross basis.

**(l) Comparative Figures**

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

**(m) 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 as an expense in the period in which they are incurred.

**(n) Leases**

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the company are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the company will obtain ownership of the asset or over the term of the lease.

**(o) New, revised or amending Accounting Standards and Interpretations adopted**

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>Note 2: Revenue</b>			
Provision for Services:			
Sale of goods		3,378,804	3,154,590
Poker machine revenue		3,071,396	3,036,685
Wallangulla Motel accommodation income		797,622	853,141
Bingo income		40,249	36,350
Bowling income		37,423	30,485
Total service revenue		7,325,494	7,111,251
Other activities:			
Rebates and commissions		238,824	252,199
Market day		212,286	235,688
Interest received from other persons		15,878	27,272
Dividend income		1,455	3,100
Member subscriptions		40,006	36,727
Profit/(loss) on sale of assets		15,320	264,590
Other income		138,389	153,224
Total revenue from other activities		662,158	972,800
Total revenue		\$ 7,987,652	\$ 8,084,051
<b>Note 3: Expenses</b>			
Depreciation expense		\$ 453,668	\$ 521,584
Finance costs		\$ 22,332	\$ 57,572
<b>Note 4: Income Tax</b>			
(a) The prima facie tax on profit from income tax is reconciled to the income tax as follows:			
Prima facie tax payable on profit before income tax at 30% (2014:30%)		-	-
Add: Tax effect of;			
Non-deductible and non-assessable items		(77,165)	34,062
Income tax expense/(benefit) attributable to the company		\$ (77,165)	\$ 34,062
(b)			
Tax asset		32,907	-
Deferred Tax Asset		138,984	152,636
Total Tax Assets		\$ 171,891	\$ 152,636
Tax liability		-	57,910
Total Tax Liabilities		\$ -	\$ 57,910

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	<b>Note</b>	<b>2015</b>	<b>2014</b>
		<b>\$</b>	<b>\$</b>
<b>Note 5: Cash and Cash Equivalents</b>			
Cash on hand		160,275	156,478
Cash at bank		269,795	270,118
Cash on deposit		403,944	743,837
		<u>\$ 834,014</u>	<u>\$ 1,170,433</u>
(a) Reconciliation of cash and cash equivalents			
Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:			
Cash and cash equivalents		834,014	1,170,433
		<u>\$ 834,014</u>	<u>\$ 1,170,433</u>
<b>Note 6: Trade and Other Receivables</b>			
CURRENT			
Trade receivables		31,626	63,684
Other receivables		-	28,328
		<u>\$ 31,626</u>	<u>\$ 92,012</u>
<b>Note 7: Inventories</b>			
CURRENT			
Stock on Hand, at cost:			
Liquor		163,935	90,529
Catering		22,906	16,182
Motel stock		8,382	8,795
Sundry items		19,068	30,865
		<u>\$ 214,291</u>	<u>\$ 146,371</u>
<b>Note 8: Financial assets</b>			
Available-for-sale financial assets	8(a)	153,000	105,200
		153,000	105,200
Less non-current portion		(153,000)	(105,200)
Current portion		<u>\$ -</u>	<u>\$ -</u>



**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
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**(a) Available-for-sale financial assets comprise:**

- shares in listed corporations, at fair value		<u>\$ 153,000</u>	<u>\$ 105,200</u>
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Available-for-sale assets comprise investments in the ordinary issued capital of Aristocrat. There are no fixed returns from fixed maturity dates attached to these assets.

	Shares in listed companies \$	Total \$
Opening balance at 1 July 2014	105,200	105,200
Fair value remeasurement	<u>47,800</u>	<u>47,800</u>
Closing balance at 30 June 2015	<u>\$ 153,000</u>	<u>\$ 153,000</u>

**Note 9: Property, Plant & Equipment**

Land and Buildings (at cost)

Freehold land	<u>687,761</u>	<u>687,761</u>
Buildings	<u>6,996,233</u>	<u>6,968,882</u>
Less: Accumulated depreciation	<u>(5,107,844)</u>	<u>(4,968,105)</u>
	<u>1,888,389</u>	<u>2,000,777</u>
Total Land and Buildings	<u>2,576,150</u>	<u>2,688,538</u>

Plant and Equipment (at cost)

Plant and equipment	<u>3,818,581</u>	<u>3,349,436</u>
Less: Accumulated depreciation	<u>(2,978,822)</u>	<u>(2,663,524)</u>
	<u>839,759</u>	<u>685,912</u>
Total Plant and Equipment	<u>839,759</u>	<u>685,912</u>
	<u>\$ 3,415,909</u>	<u>\$ 3,374,450</u>

**(a) Movements in carrying amounts**

	Land and Buildings	Plant and Equipment	Total
Balance at the beginning of the year	2,688,538	685,912	3,374,450
Additions	29,396	465,731	495,127
Depreciation expense	<u>(141,784)</u>	<u>(311,884)</u>	<u>(453,668)</u>
Carrying amount at the end of the year	<u>\$ 2,576,150</u>	<u>\$ 839,759</u>	<u>\$ 3,415,909</u>

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
**ABN 92 001 065 210**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>Note 10: Other Assets</b>			
CURRENT			
Prepayments		<u>62,965</u>	<u>63,801</u>
		<u>\$ 62,965</u>	<u>\$ 63,801</u>
<b>Note 11: Trade and Other Payables</b>			
CURRENT			
Unsecured liabilities;			
Trade payables		266,723	117,379
Sundry payables and accrued expenses		<u>254,346</u>	<u>326,530</u>
		<u>\$ 521,069</u>	<u>\$ 443,909</u>
<b>Note 12: Borrowings</b>			
CURRENT			
Secured liabilities:			
Bank loan		333,383	406,472
Lease liability		<u>11,714</u>	<u>11,714</u>
		<u>345,097</u>	<u>418,186</u>
NON-CURRENT			
Secured liabilities:			
Lease liability		<u>37,838</u>	<u>51,834</u>
		<u>37,838</u>	<u>51,834</u>
Total Borrowings		<u>\$ 382,935</u>	<u>\$ 470,020</u>
(a) Total current and non-current secured liabilities:			
Bank loan		333,383	406,472
Lease liability	15	<u>49,552</u>	<u>63,548</u>
		<u>\$ 382,935</u>	<u>\$ 470,020</u>
(b) The bank overdraft is secured by fixed and floating charge over all assets of the Club.			
(c) Lease liabilities are secured by the underlying leased assets.			
(d) The bank loan is secured by the Club, the Wallangulla Motel and 25 Harlequin Street, Lightning Ridge.			
(e) The unused portion of approved finance facilities are:			
Bank loan		14,290	10,098
Bank overdraft		<u>430,000</u>	<u>430,000</u>
		<u>\$ 444,290</u>	<u>\$ 440,098</u>

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**

ABN 92 001 065 210

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>Note 13: Provisions</b>			
Current		200,041	158,521
Non-current		38,177	36,915
		<u>\$ 238,218</u>	<u>\$ 195,436</u>
<b>Provision for employee benefits</b>			
A provision has been recognised for employee entitlements relating to annual and long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits has been included in note 1 to this report.			
<b>Note 14: Other Liabilities</b>			
CURRENT			
Subscriptions received in advance		18,178	18,366
		<u>18,178</u>	<u>\$ 18,366</u>
<b>Note 15: Capital and Leasing Commitments</b>			
(a) Finance Lease Commitments			
Payable - minimum lease payments:			
- not later than 12 months		13,995	16,272
- between 12 months and five years		43,734	57,736
Minimum lease payments		<u>\$ 57,729</u>	<u>\$ 74,008</u>
- unexpired charges		(8,177)	(10,460)
	12	<u>\$ 49,552</u>	<u>\$ 63,548</u>

The finance lease relates to two motor vehicles held by the Club.

As at 30 June 2015, the company had not engaged in any capital commitments.

## LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED

ABN 92 001 065 210

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$

#### Note 16: Events After the End of the Reporting Period

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

#### Note 17: Related Party Transactions

##### Related Parties

The following employees worked at the Club during the year who are related parties of Directors and Key Management: L Brown, P Brown, G Burns, N Burns and J Burke.

##### Other Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties were:

I Woodcock - Son providing contract maintenance	\$ 58,040	\$ 1,780
I Woodcock - Tree removal	\$ -	\$ 1,047

##### Key Management Personnel

The totals of remuneration paid to key management personnel (KMP) during the year are as follows:

Key management personnel compensation	\$ 292,793	\$ 146,406
Number of key management personnel	9	8

#### Note 18: Contingent Liabilities - Mortality Scheme

The Club operates a Mortality Scheme which provides a mortuary payment of \$500 on behalf of certain members. All full members registered prior to October 1999 are entitled to make such applications under this scheme. At balance date the total number of members entitled was 378.

#### Note 19: Sub Clubs

The economic entity which the Lightning Ridge District Bowling Club Limited comprises the activities of the Club and the mixed travelling bowlers, carpet bowlers and women's bowls sub clubs. The directors are of the opinion that it is impractical to consolidate the activities of these sub clubs with those of the Lightning Ridge District Bowling Club Limited on the basis of materiality. At 30 June 2015 the sub committees have a combined net assets \$11,880 and a combined loss of \$1,614.

**LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**  
**ABN 92 001 065 210**

**DIRECTORS' DECLARATION**  
**FOR THE YEAR ENDED 30 JUNE 2015**

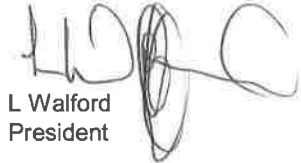
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In the directors' opinion

1. The attached financial statements and notes thereto comply with the Corporations Act 2001, the Australian Accounting Standards - Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
2. The attached financial statements and notes thereto give a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the financial year ended on that date; and
3. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors



L Walford  
President



R Brown  
Vice President

Dated:

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF  
LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**

**ABN 92 001 065 210**

**Report on the financial report**

We have audited the accompanying financial report of Lightning Ridge District Bowling Club Limited, which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

*Directors' responsibility for the financial report*

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards' - Reduced Disclosure Requirements and the Corporations Act 2001 and for such internal controls as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

*Auditor's responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

**Independence**

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, which has been provided to the directors of Lightning Ridge District Bowling Club Limited on 20 August 2015, would be in the same terms if given to the directors as at the time of this auditors' report.

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF  
LIGHTNING RIDGE DISTRICT BOWLING CLUB LIMITED**

**ABN 92 001 065 210**

**Audit Opinion**

In our opinion the financial report of Lightning Ridge District 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 2015 and of their performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards reduced disclosure requirements (including the Australian Accounting Interpretations) as described in Note 1 and the Corporations Regulations 2001.

  
**Crowe Horwath Central North**

  
**Brad Bohun**

**Partner - Audit & Assurance  
Registered Company Auditor (ASIC RAN 335257)  
149 Otho Street  
Inverell NSW 2360**

**Dated: 7 September 2015**