

Notice of Annual General Meeting Edgeworth Bowling Club Co-Op Ltd Trading as Edgeworth Sport and Rec. 2018

Notice is hereby given that the 54th Annual General Meeting of the Edgeworth Bowling Club Co-Op Ltd will be held in the Club premises at Park Street, Edgeworth on Sunday, 17th June 2018, at 9.30am.

Agenda

1. Confirmation of the minutes of the 53rd Annual General Meeting and any Special Meetings held during the year.
2. To receive and adopt the Directors Report.
3. To receive and adopt the Financial Reports, consisting of the Auditor's Report, Balance Sheet, Income Statement and Statement of Cash Flows.
4. Director's expenses, as posted. #
5. Declaration of Ballot for President, Vice President, Assistant Secretary, Treasurer and Directors
6. Election of the following positions: -
Patrons
Assistant Games Secretary
Returning Officer and Assisting Returning Officer
NDBA Delegates and Proxy Delegates
7. Business set down for consideration of which Members have given due notice ##

NB.

Directors Expenses is as follows

President \$2000, Vice President \$500, Treasurer \$500, Assistant Secretary \$1500, Directors \$500 NDBA Delegate \$200

##Notice in writing of any Special Business must be given to the CEO not less than 14 days prior to the date of this meeting and be posted by them on the Club Notice Board.

On behalf of the Board of Directors of Edgeworth Bowling Club Co-Op Ltd.

Jodie Odd

CEO

10th May 2018



2017- 2018 OFFICE BEARERS

PATRON

William Robert Evans

PRESIDENT

Mr. J. Cooper

VICE-PRESIDENT

Mr. D. Freund

TREASURER

Mr. D. Hinds

ASSISTANT SECRETARY

Mrs. D. Chapman

DIRECTORS

Mr. S. Pepperall

Mr. P. Rowse

Mr. C. Varley

Mr. S. McDonald

Mr. A. Trivers

BOWLS MANAGERS

Mr. M. Kedwell, Mr. S. Batey

CHIEF EXECUTIVE OFFICER

Ms. J. Odd

2018 President Report

On behalf of myself and the Board of Directors I would like to put forward this annual report.

We would like to offer our condolences to the family and friends of members who have passed away and to all our members that have lost partners, relatives or loved ones throughout the year. The Club lost one of its Icons this year with the passing of John West who had been an active member and a good friend for many years.

As I will not be standing for a position on the board this year I would like to thank my Board of Directors for the support they have shown for me over the last 2 years. I have been a part of the board for 10 years with 8 of those as the President and I am extremely proud of the achievements the club has made during this time. Some of the achievements include 5 grade winning a zone flag (and our teams are in the running again this year), capital works (such as the new roof, air conditioning, courtesy bus, synthetic green, sealing the council carpark, refreshing the club décor and paint), new trading name, new caterers and a few staff changes. Great effort for a suburban Bowling Club.

I would like to thank Jodie for her dedication, she will be missed. Thank you to Lisa our club accountant. Thank you to Mandy and Lisa who are a great support to Jodie and Lisa. Thank you to Jason and David for the excellent job of keeping our greens, surrounds and club house in great shape. The high standard only enhances our members and guest's first impressions of the club.

To our bar staff led by Aaron we appreciate your effort given throughout the year, you are a great asset to the running of the club.

To Mick Kedwell, Steve Batey and Ken Harrigan and your band of volunteers you are all to be congratulated on the way bowls has been run, including Social, Club, and District games looking great for another year on the greens.

To Madam President Betty Anderson and the Ladies Bowling Club, many thanks for your support and during the year it is appreciated.

To all our volunteers, raffle sellers, umpires and markers, we say thanks because without help like yours this club would not function as smooth and run as well as it does, well done.

Wishing you all well for 2019 and the future.

Thank you


President

Bowls Report

Welcome to the 2017/2018 bowls report. With myself running into my second year as bowls co-ordinator, I feel the bowlers have had another enjoyable and successful year with an outstanding effort from our bowlers in all aspects of our game when it comes to representing our club.

DISTRICTS

District games again were very well represented with a combine total of 23 teams representing pairs, triples, fours and singles. Unfortunately no teams went real deep but having bowlers representing is the most important thing and was done with the highest honours. Thank you gents.

PENNANTS

With the club having one less Saturday team this can only make our other four teams stronger with the results so far proving that theory.

As we enter the seventh round of Saturday pennants all grades are very much in contention of making post-sectional matches. In mid week both teams are on top of the ladder with two rounds to go.

Ken and I feel this is looking to be one of our better years due to all players giving 110% and playing in their chosen positions with minimum fuss and at a very high standard.

Another special mention to Kenny Harragon on his 5th year as sole selector. No one is more dedicated than Kenny to see this club strive for big things, so congratulations Kenny you're a credit to this club.

CLUB CHAMPIONSHIPS

Our club games are progressing well. Only our singles are completed with R. Green our major champion and D. Willingham our minor champion. Four other disciplines are running at the moment and all games should be completed before our upcoming presentation day.

OUR 2017 CHAMPIONS WERE-

MAJOR SINGLES- M. KEDWELL- R/UP-C. HEATON

MINOR SINGLES- M. BEATTY- R/UP- D. WILLINGHAM

HANDICAP PAIRS- G. PEAREY, M. PEARCE R/UP T. KARBOWNIK, M. KEDWELL

PAIRS- C. CONWAY, S. PEPPERALL R/UP S. BATEY, P. RUSSELL

MIXED PAIRS- L. BECK, M. KEDWELL R/UP M. ROBSON, A. DAVIS

TRIPLES- P. MORRIS, J. DOWNIE, R. GREEN R/UP K. ATKINSON, M. BEATTY, P. RUSSELL

FOURS M. PEARCE, M. DETTELbacher, S. PEPPERALL, C. HEATON

R/UP K. BEATTY, M. BEATTY, K. ATKINSON, P. RUSSELL

Bowls Report Cont'd

MIXED FOURS L. BEESON (SUB J. TWIDLE), L. MERNAGH, P. RICHARDSON, K. HARRAGON

R/UP C. DOUGLAS, A. THOMAS, H. WOOD, K. DOUGLAS

CONSISTANCY M. PEARCE R/UP R. GREEN

MOST IMPROVED M. BEATTY

BOWLER OF THE YEAR M. PEARCE

SPECIAL HONOURS OUR FOURS WINNERS **M. PEARCE, M. DETTELBACHER, S. PEPPERALL, C. HEATON** WENT ON TO WIN CHAMPION OF CHAMPIONS. ABSOLUTE FANTASTIC RESULT AND CONGRATS TO ALL.

TOURNAMENTS

We now are looking at six tournaments per year and from last year's report to know every tournament has been full and ran successfully with sponsorship for all tournaments and volunteers to help each week with food outside bar and raffles etc. Big thank you goes to Jodie for her help with sponsorship in particular Tooheys now on board for a substantial amount and to Mark Harwood for all other sponsorship we successfully obtained.

IN CONCLUSION

As all members are well aware that clubs, tournaments, etc do not run without the help of club members and volunteers so I would like to give a special mention to the following- Jodie Odd, Simone Pritchard, bar staff, Jason with the greens, macka, Lisa Yates, Cath and Mary for sandwiches, Betty Anderson for umpiring, S. Batey and D. Hinds for galas, Ken Harragon, Pennant managers, the boys from the Friday night soulman bar including P. Solman for all the music, A. Thomas, C. Griffiths, N. Wicks and last person I want to thanks is Mark Harwood who as dedicated to help me in all commitments so far, which includes all raffles, jack attack, social and barefoot bowls . Thanks Mark you have been a great assistant. All these people helped on tournament days with bbq's, outside bar, raffles etc.

If I forget anyone Thanks to all that helped in so many ways.
So to all let's bring on a bigger and better year in the 2018/2019 season.

Go the eagles

Mick Hedwell

Bowls co-ordinator.

CEO Report

This year's financial report is another loss; as at the 31st March 2018 our loss is \$166,974, (2017: \$88,173 Loss). This loss can only be attributed to a significant decline in revenue across the bar and gaming areas, that being a total decrease of \$105,000.

While the income continues to decline our loss continues to increase. During the year we have reduced general expenses by almost \$62,000 it has not been enough to improve our bottom line. From the report it can be noted that our cash flow has been inadequate, because of this we were not in a position to consider any major capital works or diversifying the business and so we continue to struggle along hoping for the increased patronage.

In last year's report I stated we as a managing board are continually asking ourselves ***What are we doing wrong? How do we reach all the new people moving into our community? What will bring people to our club? and What can we offer to keep them coming back?*** Obviously from the report we haven't discovered the right answer yet and so for this reason and some others I have decided it is time I handed the reigns to someone else.

I believe we have done all we could for the Club with the finances and assets available to us, we have bitten the bullet and spent large amounts of money in areas that should have been rectified in years prior to my appointment. In the six years of being the CEO we have achieved a new roof, new air-conditioning, all new signage, freshened the club house with coats of paint, updated some poker machines, replaced the courtesy bus, improved the TAB room, new synthetic green and greens machinery, new caterers, new bowls coordinator, new bar manager, changed the layout and furniture of the club and most recently had our constitution amended to become compliant.

We have tried pushing the Edgeworth Sport and Rec Club name out into the community through sponsorship deals, earn and return kiosks, advertising on the TV, letter box drops, daily use of social media and a new web page. While we can see there are a lot more people who know we are here, now it is how do we get them to come and use our facilities and spend their entertainment dollar here with us.

Now I would like to thank the Board of Directors, staff, volunteers and members for continuing to work with me.

Board of Directors

I would like to thank my Board of Directors for their ability to work closely as a team your continual commitment and effort does not go unnoticed and must be congratulated.

Accountant

I say it every year without my leading adviser and accountant Lisa Ollerton my position would be so much more difficult; you are appreciated, thank you for all that you do.

CEO Report Cont'd

Staff

I would like to thank all the staff because they are part of the mix that makes our club what it is.

Mandy and Lisa, you have kept the office running competently and efficiently— Thank you.

The bar, we say welcome aboard to Aaron Stothard our new bar manager. We also said a sad goodbye to a longest serving staff member Kath Stanbury, we all wish her well with her future endeavours and to all of our other staff new and old thanks for your continued loyalty and devotion to our club, you are the faces of the club and the ones our members look for.

Jason thank you for your dedication to the greens and club house once again; we are having a successful year with our bowlers and I believe it can be partially attributed to the great surfaces they get to play on here.

David McBlane your assistance and dedication to this club is invaluable and I thank you for your endless support.

Edgeworth Women's Bowling Club

To Madame President, Betty Anderson, your executive and lady members I would like to thank you all for your assistance and support toward the club over the past year.

Bingo and Housie

I would like to thank Mandy, Michelle, and their many helpers who work tirelessly to promote and run the Bingo and Housie events.

Vale

My deepest sympathy goes out to all the members who have lost loved ones throughout the year. In particular I wish to remember John West, a gentleman who loved this club and considered us all family.

In closing we need to remember what it is the Club gives to individuals and the community. We employ people, we provide entertainment, we offer a place for people to meet, hold events and functions; we grant sponsorships to community clubs, sporting and school groups, we give individuals that feeling of importance and belonging.

But as members of this club we need to ask:

WHAT ARE WE GIVING BACK TO OUR CLUB? This is YOUR CLUB and you need to protect it.

Jodie odd

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Annual Report
For The Financial Year Ended 31 March 2018

	<u>Page Number</u>
<i>Club Property Declarations</i>	9
<i>Directors' Report</i>	10
<i>Auditors' Independence Declaration</i>	15
<i>Statement of Comprehensive Income</i>	16
<i>Statement of Financial Position</i>	17
<i>Statement of Changes in Equity</i>	18
<i>Statement of Cash Flows</i>	19
<i>Notes to the Financial Statements</i>	20
<i>Directors' Declaration</i>	39
<i>Independent Audit Report to Members</i>	40
<i>Compilation Report</i>	42
<i>Additional Financial Information</i>	43

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

CLUB PROPERTY DECLARATIONS

Pursuant to Section 41J(2) of the Registered Clubs Act the Directors declare that, for the financial year ended 31 March 2018, the classifications of the property held are as follows:

Property Address	Current Usage	Classification
Nil		

Notes to Members

1. Section 41J(2) of the Registered Clubs Act requires the annual report to specify the core property and non-core property of the Club as at the end of the financial year to which the report relates.
2. Core property is any real property owned or occupied by the Club that comprises:
 - (a) the defined premises of the Club; or
 - (b) any facility provided by the Club for use of its members and their guests; or
 - (c) any other property declared by a resolution passed by a majority of the members present at a general meeting of Ordinary members of the Club to be core property of the Club.
3. Non-core property is any other property other than that referred to above as core property and any property which is declared by the members at a general meeting of ordinary members of the Club not to be core property.
4. The significance of the distinction between core property and non-core property is that the Club cannot dispose of any core property unless:
 - (a) the property has been valued by a registered valuer within the meaning of the Valuers Act 2003; and
 - (b) the disposal has been approved at a general meeting of the ordinary members of the Club at which the majority of the votes cast support the approval; and
 - (c) any sale is by way of public auction or open tender conducted by an independent real estate agent or auctioneer.
5. These disposal provisions and what constitutes a disposal for the purposes of section 41J are to some extent modified by regulations made under the Registered Clubs Act and by Section 41J itself. For example, the requirements in paragraph 4 above do not apply to;
 - Core property that is being leased or licensed for a period not exceeding 10 years on terms that have been the subject of a valuation by a registered valuer;
 - Core property that is leased or licensed to a telecommunications provider for the purposes of a telecommunication tower.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Directors' Report

Due to a change in reporting requirements, the Directors Report is no longer required to be included in the financial statements. However for transparency purposes the Club has included a modified report.

Your Directors present their report on the Entity for the financial year ended 31 March 2018.

Names and Details of Directors

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

Director	Position	Appointment / Resignation
John Cooper	President	June 2011 Director 2009
Darrell Freund	Vice President	Elected June 2013, Director since October 2012
David Hinds	Treasurer	Elected June 2017, Director Since June 2014
Chris Varley	Director	Elected June 2011
Debbie Chapman	Assistant Secretary	August 2017 Director 2012
Peter Rowse	Director	Elected June 2014
Steve Pepperall	Director	Elected January 2016
Steve McDonald	Director	Elected June 2016
Andy Trivers	Director	Elected June 2016

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

Principal Activities

The principal activity of the Entity during the financial year continued to be the operation of a licensed Bowling Club and Sports and Recreation Club.

There has been no significant change in the nature of this activity during the course of the year.

Operating Results

The net loss of the Entity for the financial year amounted to \$166,974 (2017: \$88,173 Loss). The Co-operative is exempt from income tax.

The Club's profit before depreciation and interest (EBITDA) amounted to \$118,130 (2017: \$206,833) for the year ended 31 March 2018.

Edgeworth Bowling Club Co-op Limited

ABN 98 117 562 045

Directors' Report

Review of Operations

The Club's current loss of \$166,974 for the year ended 31 March 2018 was a significant decline on 2017 of \$78,801 (2017: Loss \$88,173). This is a result of a significant decline in revenue for the year ended 31 March 2018

Income and Expenditure

On an overall basis, the Club's revenue streams have improved/declined as follows:

- Bar revenue has declined by 2.93% (\$33,282).
- Poker machine revenue has declined by 5.28% (\$62,008)
- Keno commission has declined by 1.67% (\$892)
- Tab commission has improved by 22.28% (\$2,749)
- Bowls revenue improved by 35.64% (\$20,541).
- Entertainment income decreased by 4.95% (\$8,966)
- Other income has increased by 0.02% (\$29 commissions and general income).

Overall the total revenue for the Club decreased by \$85,878 compared to 2017 (3.09%).

Total expenditure for the Club has increased by \$7,077 for the financial year ended 31 March 2018. Summary of movement in major expenditure items is as follows:

- Decrease in Depreciation Expenses \$2,791 (1.11%).
- Decrease in Finance Costs \$7,111 (16.46%). This is on account of a number of Hire Purchase Liabilities coming to an end.
- Decrease in TAB & Keno expenses \$1,652 (12.16%).
- Increase in overall bowls expenditure \$12,699 (19.60%). This is on account of a number of increased tournaments and is in line with the increased revenue received from Bowls.
- Increase in Advertising, Promotions and Entertainment \$14,314 (3.27%). Additional expenditure for television advertising.
- Increase in Employee expenses \$28,791 (3.47%). This is in line with the annual CPI increase in wage rates for the year. Overall employee expenditure amounts to 32.56% of the clubs main operating revenue. The Clubs current wage expenditure is significantly higher than the industry benchmark (25%) as a result of our reduced income for the financial year.
- Decrease in Poker Machine Duty Tax \$18,911 (22.82%). This is consistent with the decrease in poker machine revenue for the financial year.
- General Insurance costs have increased by \$4,229 (13.97%).
- Increase in Power and Gas expenditure \$2701 (3.12%). The Club is currently seeking new pricing for our existing contracts.
- Decrease in Repairs and Maintenance \$4,788 (9.5%).

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Directors' Report

Cash Flow

The net cash position of the Club has decreased by \$7,603 as at Balance Date (Cash balances 2018: \$40,356, 2017: \$47,959).

During the year the Club spent \$29,316 towards upgrading some of the Poker Machines and other equipment in the Club and received \$16,000 on trade in for poker machines disposed. The Club obtained a significant amount of furniture from another Club for zero spend.

At the beginning of the financial year our long term secured debt amounted to \$433,721. We have reduced this debt by \$137,110 during the year leaving a closing balance of \$296,611.

Going Forward

The downturn in revenue for the 2018 financial year has had a significant impact on the cash flow and financial position of the Club.

Going into the 2019 financial year the Club is seeking to improve our revenue streams for all areas concerned. Costs are being reviewed alongside supplier contracts to ensure that we can obtain better pricing where we can.

The Club is currently in the process of moving the restaurant to the auditorium and the auditorium to the restaurant area. It is hoped that by switching these two areas the Club can improve revenue from Functions and Shows and increase the patronage at the Clubs restaurant.

We thank all members for their support during 2018 and hope you continue to support in 2019.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Directors' Report

Information on Directors

John Cooper - Experience -	President Is a retired miner and has been a current board member since 2009.
Darrell Freund - Experience -	Vice President Is a carpenter and has been a current board member since October 2012.
Debbie Chapman Experience -	Director Is a Client Service Officer and has been a current board member since 2012.
Chris Varley Experience -	Director Is an entertainment agent and has been a current board member since 2008.
David Hinds Experience -	Treasurer Is a retired carpenter/miner and has been a current board member since June 2014.
Peter Rowse Experience -	Director Is a retired miner and has been a current board member since June 2014.
Steve McDonald Experience -	Director Is a Manager at The Good Guys and has been a current board member since June 2016.
Steve Pepperall Experience -	Director Is a gardener/delivery driver and has been a current board member since January 2016.
Andy Trivers Experience -	Director Is a Company owner/operator in the Construction Industry and has been a current board member since June 2016.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Directors' Report

Co-operative Secretary

The following person held the position of Entity secretary during the financial year:

Ms Jodie Odd was appointed to the position of Secretary Manager/Chief Executive Office in July 2012.

Indemnifying Officers

The Entity has paid premiums to insure each of the directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the Entity, other than conduct involving a wilful breach of duty in relation to the Entity. The premium paid is included in the total Club Protection premium and cannot be separately accounted for.

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an auditor of the entity.

Proceedings on Behalf of Co-operative

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

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 31 March 2018 has been received and can be found on page 8 of the director's report.

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

Director: 

Director: 

Dated: 1. 6. 18



**Auditors Independence Declaration
under Section 307C of the Corporations Act 2001
to the Directors of Edgeworth Bowling Club Co-op Limited**

I declare that, to the best of my knowledge and belief, during the year ended 31 March 2018 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.

EVOLUTION AUDIT PTY LTD

Unit 1, B2, 335 Hillsborough Road
WARNERS BAY NSW 2282

31 MAY 2018

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Statement of Comprehensive Income
For The Year Ended 31 March 2018

	NOTE	2018 \$	2017 \$
Revenues from continuing operations	2	2,638,666	2,709,072
Other income	3	52,077	67,549
Bar Trading Expenses		(480,617)	(491,657)
Changes in inventories		(2,250)	(1,672)
Poker Machine Trading		(169,488)	(182,200)
Employee benefits expense		(859,175)	(830,384)
Depreciation and amortisation expense	4	(249,012)	(251,803)
Finance costs – net	4	(36,092)	(43,203)
Keno and TAB expenses		(11,928)	(13,580)
Bowls expenses		(77,489)	(64,790)
Advertising, promotions and entertainment		(451,809)	(437,495)
Occupancy costs		(303,486)	(312,530)
Other expenses from ordinary activities		(216,371)	(235,480)
		-----	-----
Profit/(Loss) from ordinary activities before Income tax expense		(166,974)	(88,173)
Income tax expense relating to ordinary activities		-	-
		-----	-----
Profit/(Loss) from ordinary activities after Income tax expense		(166,974)	(88,173)
Other Comprehensive Income		-	-
		-----	-----
Profit/(Loss) attributable to members of Edgeworth Bowling Club Co-op Ltd		(166,974)	(88,173)
		=====	=====

The accompanying notes form part of these financial statements.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Statement of Financial Position
As At 31 March 2018

	NOTE	2018 \$	2017 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	51,395	70,942
Receivables	6	65,791	60,846
Inventories	7	23,661	27,871
<i>Total Current Assets</i>		140,847	159,659
Non-Current Assets			
Property, Plant & Equipment	8	1,992,326	2,211,702
Intangibles	9	171	488
<i>Total Non-Current Assets</i>		1,992,497	2,212,190
Total Assets		2,133,344	2,371,849
LIABILITIES			
Current Liabilities			
Payables	10	359,970	320,526
Short-term borrowings	11	235,825	321,650
Provisions	12	179,041	118,320
Subscriptions in advance	13	19,373	18,797
Share Capital	14	3,530	3,615
<i>Total Current Liabilities</i>		797,739	782,908
Non-Current Liabilities			
Provisions	12	5,726	40,803
Long-term borrowings	15	60,786	112,071
<i>Total Non-Current Liabilities</i>		66,512	152,874
Total Liabilities		864,251	935,782
Net Assets		1,269,093	1,436,067
EQUITY			
Retained Profits		1,269,093	1,436,067
Total Equity		1,269,093	1,436,067

The accompanying notes form part of these financial statements.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Statement of Changes in Equity
As At 31 March 2018

	2018 \$	2017 \$
<i>Total equity at the beginning of the Financial year</i>	1,436,067	1,524,240
	<hr/>	<hr/>
Profit/(Loss) for the year	(166,974)	(88,173)
Comprehensive Income for the year	-	-
	<hr/>	<hr/>
Total recognised income and expense for the year	1,269,093	1,436,067
	<hr/>	<hr/>
<i>Total equity at the end of the Financial year</i>	1,269,093	1,436,067
	<hr/>	<hr/>

The accompanying notes form part of these financial statements

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Statement of Cash Flows
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
<i>Cash flows from Operating Activities</i>		
Receipts from customers	2,938,608	3,020,026
Payments to suppliers and employees	(2,771,547)	(2,668,524)
Interest received	2	2
Finance costs	(36,092)	(43,203)
	<hr/>	<hr/>
Net cash inflow (outflow) from operating activities	130,971	308,301
	<hr/>	<hr/>
<i>Cash Flows from Investing Activities</i>		
Payment for property, plant & equipment	(29,316)	(255,263)
Payments for intangibles	-	(423)
Proceeds from sale of property, plant & equipment	16,000	27,500
	<hr/>	<hr/>
Net cash inflow (outflow) from investing activities	(13,316)	(228,186)
	<hr/>	<hr/>
<i>Cash Flows from Financing Activities</i>		
Increase/(Decrease) in share capital	(85)	41
Proceeds from borrowings	39,996	35,645
Repayments of borrowings	(165,169)	(164,480)
	<hr/>	<hr/>
Net cash inflow (outflow) from financing activities	(125,258)	(128,794)
	<hr/>	<hr/>
<i>Net increase/(decrease) in cash and cash equivalents</i>	(7,603)	(48,679)
Cash & cash equivalents at the beginning of the financial year	47,959	96,638
	<hr/>	<hr/>
<i>Cash and cash equivalents at end of year</i>	40,356	47,959
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form part of these financial statements.

Edgeworth Bowling Club Co-op Limited

ABN 98 117 562 045

Notes to the Financial Statements For The Financial Year Ended 31 March 2018

1. Statement of Significant Accounting Policies

The financial report is for Edgeworth Bowling Club Co-op Ltd as an individual Entity. Edgeworth Bowling Club Co-op Ltd is a non trading (not for profit) Co-operative with share capital domiciled in Australia.

(a) Basis of Preparation

Edgeworth Bowling Club Co-op Limited has elected to early adopt pronouncements AASB 10 Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements to the annual reporting period beginning 1 January 2017.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board and the *Co-operatives (Adoption of National Law) Act 2012*. The entity is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

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 the financial statements are presented below and have been consistently applied unless otherwise stated.

Reporting Basis and Conventions

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

(b) Going Concern Basis of Accounting

The financial report has been prepared on the going concern basis. At balance date current assets amounted to \$140,847 and total current liabilities were \$797,739. This represents a shortfall of \$656,892 (2017:\$ 623,249) in the Club's current ratio.

The Club made a loss of \$166,974 in 2018 (2017: \$88,173).

The current cash balance of the club as per the cash flow statement is \$40,356 (2017: 47,959). This is well short of the trade and other payables balance of \$359,970 due and payable and short term borrowings of \$235,825. These factors indicate the existence of a material uncertainty which casts doubt about the entities ability to continue as a going concern should trading conditions decline. Focus needs to be made on improving the Clubs revenue streams and reducing expenditure where possible.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

(c) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, duties and taxes paid. Revenue is recognised for the major business activities as follows:

Sale of Goods

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

Grant revenue is recognised in the income statement when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the balance sheet as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

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

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

(d) Income Tax

No provision for income tax has been raised as the entity is exempt for income tax under Division 50 of the Income Tax Assessment Act 1997.

(e) Leases

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

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses on a straight line basis over the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

(f) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where the future economic benefits of the asset are not primarily dependent upon on the assets ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset. Where it is not possible to estimate the recoverable amount of an assets class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation reserve in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation reserve for that same class of asset.

(g) 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 in the statement of financial position.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

(h) Inventories

Inventories are stated at the lower of costs and net realisable value.

(i) 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 entity commits itself to either purchase or sell the asset (ie trade date accounting is adopted).

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

Classification and Subsequent Measurement

Finance instruments are subsequently measured at either of fair value, amortised cost using the effective interest rate method 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:

- i. the amount at which the financial asset or financial liability is measured at initial recognition;
- ii. less principal repayments;
- iii. plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method;
- iv. less any reduction for impairment.

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 value with a consequential recognition of an income or expense in the statement of comprehensive income.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

(i) Financial Instruments (cont.)

(i) Financial assets at fair value through the income statement

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, where they are 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 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.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period, which will be classified as non-current assets.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Group's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Held-to-maturity investments are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period, which will be classified as current assets.

(v) Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

(i) Financial Instruments (cont.)

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, reference to similar instruments and option pricing models.

Impairment

At the end of each reporting period, the entity 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 impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires 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 statements of comprehensive income.

(j) Property, Plant and Equipment

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

Property

Buildings are measured on the cost basis less depreciation for buildings and impairment losses.

The carrying amount of buildings is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

(j) Property, Plant and Equipment

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

Plant and equipment that have been contributed at no cost or for nominal cost are valued 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 economic entity commencing from the time the asset is held ready for use.

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

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Leasehold Buildings	2.5%
Plant and Equipment	4% – 50%
Poker Machines	20%-30%
Motor Vehicles	8.33%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

Asset classes 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 or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

(k) Intangible Assets

Poker Machine Licences

Poker machine licences have an indefinite life. Therefore the licences are carried at cost without amortisation, but are tested annually for impairment in accordance with note 1(f).

Computer Software

Computer software has a finite useful life and is carried at cost less accumulated amortisation and impairment losses. Amortisation is calculated using the straight line method to allocate the cost of the software over its estimated useful life of 2.5 years.

(l) 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 entity 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.

(m) Borrowings

Borrowings are initially recognised at fair value, net of transaction cost incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless the Entity has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

(n) Employee Benefits

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled. Other employee benefits payable later than one year have been measured at the net present value.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

1. Summary of Significant Accounting Policies (cont'd)

(o) Provisions

Provisions are recognised when the entity 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 recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

(p) Goods and Services Tax (GST)

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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of 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.

(q) Comparatives

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

(r) Critical accounting estimates and judgments

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

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
2. Revenue		
<i>Operating activities</i>		
Sales of goods	1,102,786	1,136,068
Services	1,585,880	1,573,004
Rental Income (Bistro) Recovered*	-	-
	-----	-----
Total Revenue	2,638,666	2,709,072
3. Other Income		
Government Grants	17,180	17,180
Net gain on disposal of property, plant and equipment	16,000	27,500
Workers compensation insurance recovery	18,897	22,869
	-----	-----
	52,077	67,549

GST grants from NSW State Government received during the year of \$ 17,180 (2017: \$17,180) were recognised as other income by the entity during the year. There are no unfulfilled conditions or other contingencies attaching to these grants. The entity did not benefit directly from any other form of government assistance.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
4. Expenses		
Profit includes the following specific expenses:		
<i>Depreciation</i>		
Leasehold buildings	83,530	84,043
Plant & Equipment	48,699	60,107
Poker Machines	81,607	71,956
Motor Vehicles	5,436	5,818
Synthetic Bowling Green	29,424	29,424
Total Depreciation	248,696	251,348
<i>Amortisation</i>		
Computer Software	316	455
Poker Machines	-	-
Total Amortisation	316	455
Total Depreciation and Amortisation	249,012	251,803
<i>Finance costs – net</i>		
Interest and finance charges paid/payable	36,092	43,203
Finance costs expenses	36,092	43,203
Cost of Goods Sold	462,351	467,924

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
5. Current Assets – Cash and Cash Equivalents		
Cash at bank	7,295	18,779
Cash on hand	44,100	52,163
	51,395	70,942
	51,395	70,942
6. Current Assets - Receivables		
Other receivables	20,759	7,583
Prepayments	45,032	53,263
	65,791	60,846
	65,791	60,846
7. Current Assets - Inventories		
Bar stock on hand	16,730	18,980
Promotions stock	4,915	6,275
Uniform stock	2,016	2,616
	23,661	27,871
	23,661	27,871

- (a) Inventories recognised as expenses during the year ending 31 March 2018 amounted to \$460,102 (2017: \$466,251). The expense has been included in “bar trading expenses” in the income statement.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
8. Non-Current Assets - Property, Plant and Equipment		
Leasehold Buildings at Cost	3,083,845	3,083,845
Less Accumulated Depreciation	1,717,606	1,634,076
	1,366,239	1,449,769
Plant and Equipment at Cost	1,285,077	1,283,039
Less Accumulated Depreciation	1,008,968	963,148
	276,109	319,891
Poker Machines at Cost	1,045,706	1,036,826
Less Accumulated Depreciation	832,525	769,321
	213,181	267,505
Poker Machines Under Lease	52,508	52,508
Less Accumulated Amortisation	52,508	52,508
	-	-
Motor Vehicles at Cost	29,091	29,091
Less Accumulated Depreciation	29,091	23,656
	-	5,435
Bowling Greens Plant and Equipment at Cost	34,584	34,584
Less Accumulated Depreciation	22,339	19,458
	12,245	15,126
Bowling Greens at Valuation	212,420	212,420
Less Accumulated Depreciation	87,868	58,444
	124,552	153,976
Total Property Plant and Equipment	1,992,326	2,211,702

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

8. Non-Current Assets - Property, Plant and Equipment (Cont'd)

(a) Movement in Carrying Values

	Leasehold Buildings \$	Plant and Equipment \$	Poker Machines at Cost \$	Poker Machines Under Lease \$	Motor Vehicles at Cost \$	Bowling Greens Plant & Equipment \$	Bowling Greens at Valuation \$	Total \$
Balance at the beginning of year	1,449,769	319,891	267,505	-	5,435	15,126	153,976	2,211,702
Additions	-	2,042	27,278	-	-	-	-	29,320
Depreciation and amortisation	83,530	45,818	81,607	-	5,435	2,881	29,424	248,696
Disposals	-	-	(18,401)	-	-	-	-	(18,401)
Write Back Depreciation	-	-	18,401	-	-	-	-	18,401
Balance at the end of year	1,366,239	276,111	213,176	-	-	12,245	124,552	1,992,326

9. Non-Current Assets – Intangibles

	2018 \$	2017 \$
Poker Machine Licences	3,960	3,960
Less Accumulated Amortisation	3,960	3,960
	-	-
Computer Software	7,643	7,643
Less Accumulated Depreciation	7,472	7,155
	171	488
Total Intangible Assets	171	488

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
10. Current Liabilities – Payables		
Trade payables	232,713	253,196
Other payables	127,257	67,330
	359,970	320,526
	359,970	320,526
11. Current Liabilities – Borrowings		
Secured		
Bank Overdraft	11,039	22,983
NAB Market Facility	165,013	192,963
Hire purchase liabilities	59,773	105,704
	235,825	321,650
	235,825	321,650
(a) Security		
Details of the security relating to each of the secured liabilities are set out in Note 15.		
(b) NAB Market Facility		
The Club's NAB Market Facility is stated as a current liability as per the requirements of the Australian Accounting Standards as the Club does not have an unconditional right to repay the loan over the term of the loan. Under the NAB loan agreement the bank can require full payment of the loan at any time. The current repayment for the next 12 months amounts to \$28,487.		
12. Provisions		
Current Employee benefits	179,041	118,320
Non Current Employee benefits	5,726	40,803
	184,767	159,123
	184,767	159,123

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
(a) Movement in Carrying Values	Employee Entitlements	
	\$	\$
Opening Balance at 1 April 2017	159,123	121,977
Additional Provisions	69,303	66,450
Amounts Used	43,660	29,304
Balance at 31 March 2018	184,766	159,123

Provision for Long-term Employee Benefits

A provision has been recognised for employee entitlements relating to 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 have been included in Note 1 to this report.

13. Current Liabilities – Subscriptions in Advance

Subscriptions received in advance	19,373	18,797

14. Share Capital

Fully paid ordinary shares	3,530	3,615
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(a) Ordinary Shares

At the beginning of the reporting period	3,615	3,574
Shares issued/(forfeited) during the year	(85)	41
At reporting date	3,530	3,615

The entity is incorporated under the Co-operatives Act 1992 and is a non-trading (not for profit) Co-operative with share capital. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$1.00 each towards meeting any outstanding obligations of the entity. As at 31 March the number of members was 3,615. (2017: 3,615)

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
15. Non-Current Liabilities – Borrowings		
Secured		
Hire Purchase liabilities	60,786	112,071
NAB Market Facility	-	-
	60,786	112,071
	60,786	112,071
(a) Total secured liabilities		
Bank overdraft	11,039	22,983
NAB Market Facility	165,013	192,963
Hire Purchase liabilities	120,559	217,775
	296,611	433,721
	296,611	433,721

(b) Assets pledged as security

Hire purchase liabilities are secured over the equipment being financed, being poker machines, computer equipment, air conditioner, construction of the synthetic greens and the courtesy bus. The average interest rate on the hire purchase liability is 7.09% (2017: 7.09%). The NAB Market Facility interest rate 8.47%.

(c) Financing arrangements

Unrestricted access was available at balance date to the following lines of credit :

Credit standby arrangements

Total facilities		
- Bank overdrafts	50,000	50,000
Used at balance date	(11,039)	(22,983)
	38,961	27,017
	38,961	27,017

The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice.

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
16. Commitments		
(a) Commitments in relation to hire purchase Agreements are as follows :		
Payable		
Not later than 1 year	65,249	117,077
Later than 1 year but not later than 5 years	63,934	120,503
Minimum hire purchase payments	129,183	237,580
Less : future finance charges	(8,624)	(19,805)
Total hire purchase liability	120,559	217,775

17. Related Party Transactions

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

18. Key Management Personnel Compensation

Key Management Personnel Compensation	87,526	90,490
Total Compensation	87,526	90,490

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Notes to the Financial Statements
For The Financial Year Ended 31 March 2018

	2018	2017
	\$	\$
19. Financial Risk Management		
<p>The entity's financial instruments consist mainly of deposits with banks, loans with banks, finance leases, and accounts receivable and payable.</p> <p>The totals 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:</p>		
Financial Assets		
Cash and cash equivalents	51,395	70,942
Loans and receivables	<u>65,791</u>	<u>60,846</u>
	<u>117,186</u>	<u>131,788</u>
Financial Liabilities		
Trade and Other Payables	359,970	320,521
Borrowings	<u>296,611</u>	<u>546,025</u>
	<u>656,581</u>	<u>866,546</u>

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045


Directors' Declaration

The directors of the Entity declare that:

1. The financial statements and notes, as set out on pages 16 to 38 are in accordance with the *Co-operatives (Adoption of National Law) Act 2012*:
 - (a) comply with Australian Accounting standards - Reduced Disclosure Requirements; and
 - (b) give a true and fair view of the financial position as at 31 March 2018, and of the performance for the year ended on that date of the Entity;
2. in the director's opinion there are reasonable grounds to believe that the Entity 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: 

Director: 

Dated: 1. 6. 18

Independent Audit Report to the Members

Report on the Financial Report

We have audited the accompanying financial report of Edgeworth Bowling Club Co-Operative Limited, which comprises the statement of financial position as at 31 March 2018 and the comprehensive income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes 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 (including the Australian Accounting Interpretations) and the *Co-operatives Act 1992* and for such internal control 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. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance 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 judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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*, provided to the directors of Edgeworth Bowling Club Co-Operative Limited on 15 May 2018, would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's Opinion

In our opinion, the financial report of Edgeworth Bowling Club Co-Operative Limited is in accordance with the *Co-operatives Act 1992*, including:

- a. giving a true and fair view of the co-operatives financial position as at 31 March 2018 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) and the Co-operatives Regulations 2005.

Inherent Uncertainty Regarding Continuation as a Going Concern

Without qualification to the opinion expressed above, attention is drawn to the following matter. As a result of the matters described in Note 1, there is significant uncertainty whether Edgeworth Bowling Club Co-op Ltd will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts nor to the amounts and classification of liabilities that might be necessary should the club not continue as a going concern.

EVOLUTION AUDIT PTY LTD

Unit 1, B2, 335 Hillsborough Road
WARNERS BAY NSW 2282



Director Craig Bartlett

Date: 1 JUNE 2018

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Compilation Report to Members of
Edgeworth Bowling Club Co-Op Ltd

On the basis of the information provided by the directors of Edgeworth Bowling Club Co-op Limited we have compiled, in accordance with APES 315: Compilation of Financial Information the special purpose financial report consisting of the detailed profit and loss statement for the year ended 31 March 2018.

The specific purpose for which the special purpose financial report has been prepared is to provide private information to the directors. The extent to which Accounting Standards and other mandatory professional reporting requirements have not been adopted in the preparation of the special purpose financial report is set out in Note 1.

The Entity's directors are solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent and are appropriate to meet the needs of the directors.

Our procedures use internal accounting expertise to collect, classify and summarise the financial information provided into a financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage which any person other than the entity may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared exclusively for the benefit of the Entity. No person should rely on the special purpose financial report without having an audit or review conducted.

Director: 

Director: 

Dated: 1. 6. 18

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

Bar Trading Statement

	2018	2017
	\$	\$
Income		
Bar sales – Cash	967,167	1,006,348
Bar sales – Vouchers	135,619	129,720
	<hr/>	<hr/>
Total Sales	1,102,786	1,136,068
Cost of Sales		
	462,351	467,923
	<hr/>	<hr/>
Gross Profit/(Loss)	640,435	668,145
	<hr/>	<hr/>
Gross Profit Percentage to Sales	58.07%	58.81%
 Expenses		
Bar Consumables & Requisites	6,121	7,926
Cleaning & laundry	1,027	1,369
Employ Costs Bar – Wages	292,974	259,222
Bar Wages Percentage to Sales	23.64%	23.64%
Power & Gas	2,386	2,667
Repairs & Maintenance	3,469	5,736
Promotions Bar	3,900	5,200
Replacement Glasses etc	2,351	2,751
Shortages / Surplus	1,261	(243)
	<hr/>	<hr/>
	313,489	284,628
	<hr/>	<hr/>
Bar Trading Profit	326,946	383,517
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Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

Poker Machine Trading Statement

	2018	2017
	\$	\$
Income		
Nett Clearances	1,112,351	1,174,359
Total Nett Takings	1,112,351	1,174,359
Expenses		
Central Monitoring System	26,863	26,153
CDSE	10,644	14,276
Depreciation	81,607	71,956
Fees & Licences	19,482	16,965
Duty on Nett Takings	63,954	82,865
Poker Machine Duty – GST Subsidy account	(17,180)	(17,180)
Employ costs – Wages	63,511	61,348
Gaming wages %age to nett takings	5.71%	5.22%
Leasing Charges	1,368	-
Printing & Stationery	-	-
Promotions	23,997	21,587
Repairs & Maintenance	22,105	20,423
Shortage-Surplus	1,074	(68)
Total Direct Expenses	297,425	298,325
Poker Machine Trading Profit/(Loss)	814,926	876,034

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

Keno Trading Account

	2018	2017
	\$	\$
Income		
Keno Commission	52,635	53,527
	_____	_____
Expenses		
Bank Charges	234	235
Employ costs – wages	18,946	19,140
Repairs & Maintenance	3,478	4,920
Shortage/Surplus	1,067	722
	_____	_____
Total Expenses	23,725	25,017
	_____	_____
Keno Operating Profit/(Loss)	28,910	28,510
	=====	=====

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

TAB Trading Statement

	2018	2017
	\$	\$
Income		
TAB Commission	15,086	12,337
	<hr/>	<hr/>
Expenses		
Bank charges	240	235
Employ Costs – Wages	17,863	16,664
Promotions	3,248	2,900
Repairs & Maintenance	2,972	4,242
Shortage/Surplus	689	326
Workers Compensation	(18,897)	(22,869)
	<hr/>	<hr/>
Total Expenses	6,115	1,498
	<hr/>	<hr/>
Total TAB Operating Profit/(Loss)	8,971	10,839
	<hr/> <hr/>	<hr/> <hr/>

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

Bowls Operations Account

	2018	2017
	\$	\$
Income		
Green Fees – Men	20,718	21,192
Bowls Affiliation Fees	8,013	7,773
Raffles Income etc	24,462	10,469
Bowls Doubles	5,247	4,337
Bowls Jackpot	80	580
Bowls Presentation Tickets	1,072	1,114
Sponsorship	18,682	11,818
Bowls Gear, Polisher etc	-	347
 Total Bowls Income	 78,274	 57,630
 Expenses – Bowls		
Advertising	1,750	1,580
Affiliation Fees	8,936	5,059
Consumables	2,345	1,897
Championship & Pennant Expenses	6,559	6,848
Equipment Purchases	1,418	169
NDBA	4,646	5,071
Bowls and Raffle Prizes	24,847	18,408
Bowls Jackpot Prize	6,076	4,070
Promotions	-	289
Presentation Expenses	2,925	2,659
Employ Costs – Wages Coach	26,128	19,324
Bowls Uniform Expense	4,042	6,121
 Total Bowls Expenses	 89,672	 71,495
 Expenses – Greens		
Depreciation – Greens Equipment	2,881	3,765
Depreciation – Synthetic Green	29,424	29,424
Employ Costs – Wages	60,272	58,357
Repairs & Maintenance	13,946	12,620
 Total Greens Expenses	 106,523	 104,166
 Total Bowls Operating Profit/(Loss)	 (117,923)	 (118,031)

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

Entertainment Trading Account

	2018	2017
	\$	\$
Income		
Bingo Takings (Monday)	17,053	17,972
Bingo Takings (Wednesday)	13,917	18,133
Bingo Hunter Life Takings	29,378	35,334
Hunter Life Donation	11,172	12,552
Hire of Function Room	6,246	3,598
Ticket Sales – Concerts etc	1,295	2,986
Beer Raffle – Takings	25,519	20,143
Xmas Raffle – Takings	9,285	16,759
Sunday Raffle – Takings	58,418	53,772
	172,283	181,249
Expenses – Entertainment		
Advertising	31,212	15,593
Artists & Bands	87,943	77,507
Entertainment General	17,925	19,978
Members Amenities & Promotions	92,835	76,643
Purchases - Bingo	45,648	58,244
Donations Hunter Life	27,246	35,706
Vouchers Hunter Life	40,950	46,350
Purchases – Sunday Raffle	60,980	59,909
Purchases – Xmas Toy Raffle	18,213	11,979
Employ Costs – Bingo Wages	25,568	27,768
Poker Expenses	22,840	29,220
	471,360)	458,897
	(299,077)	(277,648)

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

Profit & Loss Account

	2018	2017
	\$	\$
Income		
Bar Operating Profit/(Loss)	326,946	383,517
Poker Machine Operations Profit/(Loss)	814,926	876,034
Keno Operating Profit/(Loss)	28,910	28,510
TAB Operating Profit/(Loss)	8,971	10,839
Bowls Operating Profit/(Loss)	(117,923)	(118,031)
Entertainment Profit/(Loss)	(299,077)	(277,648)
Commission Received	31,261	22,107
General Income	1,842	5,791
Interest Received	2	2
Member Subscriptions	14,782	14,578
Rent Received – Bistro	27,289	26,292
Courtesy Bus	2,877	4,420
Profit/(Loss) on Sale of Equipment	16,000	27,500
Rebates Received	27,378	20,711
Total Income	884,184	1,024,622
Expenses		
Advertising	6,016	6,366
Amortisation	316	455
Accountancy Fees	14,400	14,250
Audit Fees	14,265	13,700
Bad Debts – Taste Kahibah	-	6,364
Bank Charges	2,579	2,673
Cleaning & Laundry	74,791	77,639
Computer Software – Support & Maintenance	9,032	9,313
Consultant Fees	7,465	6,000
Courtesy Bus Expenses	13,410	11,832
Depreciation – P & E General	44,379	55,371
Depreciation – Freehold Land	83,530	84,043
Depreciation – Kitchen Equipment	1,439	971
Depreciation – Motor Vehicle	5,436	5,818
Director Expenses	55	817
Directors Honorariums	-	7,500
Donations	386	1,743
Employ Costs – Annual Leave	13,814	22,222
Employ Costs – LSL	15,560	14,827
Employ Costs – Payroll Tax	3,697	1,607
Employ Costs – Superannuation	67,639	64,985

Edgeworth Bowling Club Co-op Limited
ABN 98 117 562 045

Additional Financial Information
For The Financial Year Ended 31 March 2018

Profit & Loss Account

	2018	2017
	\$	\$
Employ Costs – Admin	112,580	108,062
Employ Costs – Maintenance	55,008	62,377
Employ Costs – Front end administration	63,919	80,002
Equipment rental (photocopier etc)	23,614	23,041
Fees & Licences	6,450	5,301
Insurances	34,493	30,264
General Expenses	1,671	2,127
Fox Sports / Sky / TVN	55,673	55,609
Interest Paid	33,513	40,530
Legal Expenses	4,594	3,537
Loss on Sale of Fixed Assets – Bowling Green	-	41
Members Expenses	2,414	1,724
Members Jackpot	-	11,341
Plant Hire	1,982	1,938
Power & Gas	89,394	86,693
Printing – Postage – Stationery	19,318	23,540
Rates	21,646	21,815
Rental & Associated Costs	22,424	22,771
Repairs & Maintenance	45,583	50,370
Security Service	41,632	44,321
Shortage/Surplus	2	(104)
Staff & Management Expenses	1,599	2,470
Staff Training	3,951	6,499
Staff Uniforms	207	920
Subscriptions	5,548	5,629
Telephone Expenses	8,017	8,921
Workers Compensation	17,537	14,560
Total Expenditure	1,050,978	1,112,795
Nett Operating Profit/(Loss)	(166,974)	(88,173)