



**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Financial Statements**  
**For the Year Ended 30 June 2021**

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Income Statement**  
**For the Year ended 30 June 2021**

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	Note	2021 \$	2020 \$
Revenue		2,475,864	1,799,482
Expenses excluding Finance Costs		2,423,889	1,894,600
<b>Profit Attributable to Members of the Company</b>		<u>51,975</u>	<u>(95,118)</u>

*The accompanying notes form part of these financial statements.  
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Report.*

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Statement of Financial Position**  
**As at 30 June 2021**

	Note	2021 \$	2020 \$
<b>Current Assets</b>			
Cash and Cash Equivalents		856,094	739,919
Trade and Other Receivables	3	6,969	3,924
Inventories	4	48,116	35,187
Other	6	19,692	37,744
<b>Total Current Assets</b>		<u>930,871</u>	<u>816,774</u>
<b>Non-Current Assets</b>			
Financial Assets	5	61,469	-
Property, Plant and Equipment	7	8,350,794	8,445,011
<b>Total Non-Current Assets</b>		<u>8,412,263</u>	<u>8,445,011</u>
<b>Total Assets</b>		<u>9,343,134</u>	<u>9,261,785</u>
<b>Current Liabilities</b>			
Trade and Other Payables	8	72,020	45,010
Provisions	9	57,363	54,999
<b>Total Current Liabilities</b>		<u>129,383</u>	<u>100,009</u>
<b>Total Liabilities</b>		<u>129,383</u>	<u>100,009</u>
<b>Net Assets</b>		<u>9,213,751</u>	<u>9,161,776</u>
<b>Equity</b>			
Reserves	10	7,317,493	7,317,493
Retained Profits	11	1,896,258	1,844,282
<b>Total Equity</b>		<u>9,213,751</u>	<u>9,161,775</u>

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Balance Sheet**  
**As at 30 June 2021**

	2021	2020
	\$	\$
<b>Share Capital and Reserves</b>		
<b>Paid Up Capital</b>		
Asset Revaluation Reserve	7,317,493	7,317,493
Unappropriated Profit	1,896,258	1,844,283
<b>Total Share Capital and Reserves</b>	<b>9,213,751</b>	<b>9,161,776</b>
Represented by:		
<b>Current Assets</b>		
Cash on Hand		
- Bar Floats	6,000	6,000
- Club	23,310	41,471
- Keno & TAB Float	2,800	2,800
- ATM	15,000	11,000
- CRT	13,000	-
Clearing Account		
- EFT POS Clearing	-	1,626
- Keno Clearing	(15)	(634)
- ATM Clearing Account	-	(1,760)
- TAB Clearing	-	(482)
Deposits		
Deposits - Council	5,000	5,000
Cash at Bank - Trading	3,254	3,254
Cash at Bank - ATM Account	3,877	4,088
Cash at Bank - Working Account	316,627	177,122
Cash at Bank - Online Saver	5,319	29,541
Cash at Bank - Term Deposit	379	409
Trade Debtors	461,543	460,484
Prepayments	6,969	-
Stock on Hand - Bar	19,692	37,744
Stock on Hand - Bistro	39,206	26,508
GST Liability	8,910	8,679
	-	3,924
	<b>930,871</b>	<b>816,774</b>
<b>Non-Current Assets</b>		
Land & Buildings	144,861	144,861
Greens at cost	14,913	14,913
Development Costs	2,314	2,314
Property Revaluation	6,840,541	6,840,541
	<b>7,002,629</b>	<b>7,002,629</b>

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Balance Sheet**  
**As at 30 June 2021**

	2021	2020
	\$	\$
Property Improvements	1,741,033	1,740,110
Less Accumulated Depreciation & Impairment	807,239	718,080
	933,794	1,022,030
Plant & Equipment	257,140	237,478
Less Accumulated Depreciation & Impairment	187,158	179,555
	69,982	57,923
Office Furniture & Equipment	280,029	254,196
Less Accumulated Depreciation & Impairment	84,904	60,349
	195,125	193,847
Poker Machines	484,396	438,696
Less Accumulated Depreciation & Impairment	335,132	270,114
	149,264	168,582
	8,350,794	8,445,011
<b>Investments</b>		
Poker Machine Licences	61,469	-
	61,469	-
<b>Total Assets</b>	9,343,134	9,261,785
<b>Current Liabilities</b>		
Trade Creditors	42,758	13,085
Other Creditors	9,206	30,937
Unclaimed Tickets	479	988
Provision for Holiday Pay	28,518	27,640
Provision for Long Service Leave	28,845	27,359
GST Liability	19,577	-
	129,383	100,009
<b>Total Liabilities</b>	129,383	100,009
<b>Net Assets</b>	9,213,751	9,161,776

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# Hillsdale Bowling & Recreation Club Ltd

ACN: 000 389 784

## Statement of Cash Flows

As at 30 June 2021

	Note	2021 \$	2020 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from customers		2,450,147	1,839,223
Payments to suppliers and employees		(2,178,118)	(1,791,129)
Interest Paid		-	-
<b>Net cash provided by (used in) operating activities</b>	13	<u>272,028</u>	<u>48,094</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Sale of property, plant and equipment		-	-
Purchase of property, plant and equipment		(156,912)	(400,274)
Interest Received		1,060	6,628
<b>Net cash provided by (used in) investing activities</b>		<u>(155,852)</u>	<u>(393,645)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings		-	-
<b>Net cash provided by (used in) financing activities</b>		<u>-</u>	<u>-</u>
<b>Net increase (decrease) in cash held</b>		116,176	(345,551)
Cash at the beginning of financial year		<u>736,665</u>	<u>1,082,216</u>
<b>Cash at End of Financial Year</b>		<u><u>852,841</u></u>	<u><u>736,665</u></u>

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Statement of Changes in Equity**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>Opening Balance</b>	9,161,776	9,256,894
<b>Retained Earnings</b>		
Profit Attributable to Members	51,975	(95,118)
	<u>51,975</u>	<u>(95,118)</u>
<b>Closing Balance</b>	<u><u>9,213,751</u></u>	<u><u>9,161,776</u></u>
 <b>Reconciliation of Retained Earnings</b>		
Opening Balance	1,844,283	1,939,401
Profit Attributable to Members	51,975	(95,118)
Closing balance	<u>1,896,258</u>	<u>1,844,283</u>
 <b>Reconciliation of Reserves</b>		
<b>Asset Revaluation Reserve</b>		
Opening Balance for the year	7,317,493	7,317,493
Closing Balance	<u>7,317,493</u>	<u>7,317,493</u>

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Consolidated Profit and Loss Statement**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>Income</b>		
Commissions Received	17,601	11,146
Interest Received		
- Other Corporations	1,060	6,628
Rebates	11,554	3,209
Other Revenue		
- Proceeds from Insurance Policies	14,264	-
Government Subsidies		
- Government Subsidies	15,000	19,866
- ATO Cash Boost	50,000	50,000
- Job Keeper	115,500	99,000
Loss on Sale of Non-current Assets	(112)	(11,978)
Gross Profit from Trading	742,767	442,381
	967,634	620,252
<b>Expenditure</b>		
Advertising	32,615	19,037
Auditor's Remuneration		
- Audit & review of financial statements	13,500	11,250
- Other Services	9,925	7,656
Bank Charges	13,225	13,009
Cleaning	44,984	37,700
Club Entertainment & Promotions	57,952	48,975
Contract Work	375	9,900
Computer Expenses	6,311	7,801
Courtesy Bus Expenses	-	164
Depreciation	124,529	112,163
Directors' Honourarium & Expenses	7,672	4,531
Donations	2,529	2,418
Employees' Entitlement Provision Movement	2,365	(12,199)
Filing Fees	332	635
Insurance	46,463	47,324
Legal Costs	479	-
Licensing Fees	-	6,122
Light & Power	44,578	51,287
Members Entertainment & Promotions	55,142	32,992
Pay TV	32,501	23,994
Printing & Stationery	3,564	6,492
Rates & Taxes	48,566	46,399
Rent - Storage	1,782	-
Repairs & Maintenance	23,838	10,334
Salaries - Administration	127,656	112,484
Security Costs	119,100	36,663

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Consolidated Profit and Loss Statement**  
**For the Year ended 30 June 2021**

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	2021	2020
	\$	\$
Staff Amenities	4,034	3,275
Staff Training	1,108	960
Subscriptions	8,791	8,241
Superannuation Contributions	74,484	57,170
Telephone	6,928	5,880
Uniforms	331	2,713
	<hr/>	<hr/>
	915,659	715,370
<b>Profit before Income Tax</b>	<hr/> <hr/>	<hr/> <hr/>
	51,975	(95,118)

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Departmental Trading Statement**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>BAR TRADING</b>		
<b>Income</b>		
Sales - Bar	1,099,697	756,580
Sales - Cigarette Products	320	224
Trading Unders & Overs	(3,707)	(1,622)
	1,096,310	755,182
<b>Less Cost of Sales</b>		
Opening Stock - Bar	26,508	21,886
Purchases - Liquor	432,714	295,396
Purchases - Non Liquor	47,121	19,876
Purchases - Bar Supplies	11,513	5,116
	517,856	342,274
Closing Stock - Bar	39,206	26,508
	478,650	315,766
	617,660	439,416
<b>Less Direct Expenses</b>		
Direct Wages - Bar	311,477	210,987
Repairs & Maintenance	3,941	4,191
Stocktaking Fee	4,000	4,400
	319,418	219,578
<b>Gross Profit</b>	<b>298,242</b>	<b>219,838</b>
<b>Gross Profit Margin</b>	27.2%	29.1%

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Departmental Trading Statement**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>POKER MACHINE TRADING</b>		
<b>Income</b>		
Net Sales - Poker Machines	646,263	514,777
GST Rebate	17,180	17,180
	663,443	531,957
<b>Less Cost of Sales</b>		
Poker Machines Expenses	3,456	1,926
	3,456	1,926
	659,987	530,031
<b>Less Direct Expenses</b>		
Depreciation	65,018	65,987
Direct Wages - Poker Machines	34,609	23,443
Repairs & Maintenance	17,234	11,779
	116,861	101,209
<b>Gross Profit</b>	543,126	428,822
<b>Gross Profit Margin</b>	81.9%	80.6%

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Departmental Trading Statement**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>TAB &amp; KENO TRADING</b>		
<b>Income</b>		
Sales - Commission Received Keno	32,018	23,859
Sales - Commission Received TAB	14,191	14,620
	46,209	38,479
<b>Less Cost of Sales</b>		
Purchases - Keno Expenses	5,297	-
Purchases - SKY Subscriptions	16,069	15,351
	21,366	15,351
<b>Gross Profit</b>	<b>24,843</b>	<b>23,128</b>
<b>Gross Profit Margin</b>	53.8%	60.1%

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Departmental Trading Statement**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>BOWLING &amp; GREENS TRADING</b>		
<b>Income</b>		
Members Fees	16,428	9,440
Green Fees	3,304	3,510
Barefoot Bowls	13,454	2,353
Bowls Products	708	168
	33,894	15,471
<b>Less Cost of Sales</b>		
Catering Expenses	1,159	545
Repairs & Maintenance	10,873	16,886
Bowling Fees & Prizes	7,669	12,839
Bowling Equipment & Products	747	663
	20,448	30,933
	13,446	(15,462)
<b>Less Direct Expenses</b>		
Wages - Greens	83,523	84,305
	83,523	84,305
<b>Gross Loss</b>	(70,077)	(99,767)

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Departmental Trading Statement**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>BISTRO/FUNCTION TRADING</b>		
<b>Income</b>		
Sales	411,029	268,544
	<u>411,029</u>	<u>268,544</u>
<b>Less Cost of Sales</b>		
Opening Stock	8,679	6,989
Purchases	208,706	154,891
Consumables	10,933	5,217
	<u>228,318</u>	<u>167,097</u>
Closing Stock	8,910	8,679
	<u>219,408</u>	<u>158,418</u>
	191,621	110,126
<b>Less Direct Expenses</b>		
Wages - Bistro	244,988	239,766
	<u>244,988</u>	<u>239,766</u>
<b>Gross Loss</b>	<u><u>(53,367)</u></u>	<u><u>(129,640)</u></u>

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**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2021**

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1. **Summary of Significant Accounting Policies**

(a) **Basis of Preparation**

Hillsdale Bowling & Recreation Club, a not-for-profit entity, has prepared special purpose financial statements as, in the opinion of the Directors, it is unlikely there are users of these financial statements who are not in a position to require the preparation of reports tailored to their information needs. Accordingly, these financial statements have been prepared for distribution to member and to satisfy the Directors' reporting requirements under the Corporations Act 2001.

These special purpose financial statements do not comply with all the recognition and measurement requirements in Australia Accounting Standards.

The recognition and measurement requirements that have not been complied with are those specified in AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities, in accounting for income, transactions where consideration to acquire an asset is less than fair value have not been recognised as assets. The material accounting policies that have not been assessed for compliance with the recognition and measurement requirements of Australian Accounting Standards include impairment of assets and fair value measurement.

The significant accounting policies disclosed below are those which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless otherwise stated.

These financial statements are presented in Australian Dollars (\$). The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Comparatives are consistent with prior years, unless otherwise stated.

**COVID-19**

In December 2019, a novel strain of coronavirus disease ("COVID-19") was first reported in Wuhan, China. Less than four months later, on March 11, 2020, the World Health Organisation declared COVID-19 a pandemic. The extent of COVID-19's effects on the entity's operational and financial performance will depend on future developments, including the duration, spread and intensity of the pandemic, all of which are uncertain and difficult to predict considering the rapidly evolving landscape. As a result, it is not currently possible to ascertain the overall impact of COVID-19 on the entity's business. However, as the pandemic continues to evolve into a severe worldwide health crisis, the disease could have a material adverse effect on the entity's business, results of operations, financial conditions and cash flows.

We believe, in all material respects, actions taken by the entity in response to COVID-19, and impacts arising from COVID-19, are appropriately reflected in the financial statements.

To 30 June 2021 the Federal Government has provided COVID-19 financial support to Hillsdale Bowling & Recreation Club Limited of:

- Cash Flow Boost	\$50,000
- Jobkeeper Payments	<u>\$115,500</u>
	<u>\$165,500</u>

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# Hillsdale Bowling & Recreation Club Ltd

000 389 784

## Notes to the Financial Statements

For the Year ended 30 June 2021

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(b) **Cash and Cash Equivalents**

Cash and cash equivalents comprises cash on hand, demand deposits and short term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Bank overdrafts also form part of cash equivalents and presented within current liabilities on the balance sheet.

(c) **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.

(d) **Employee Benefits**

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

Changes in the measurement of the liability are recognised in profit or loss. Employee benefits are presented as current liabilities in the statement of financial position if the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

**Superannuation Contribution**

Obligations for contributions to employee superannuation funds are recognised as an employee benefit expense in profit or loss in the periods in which services are provided by employees.

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

Classes of property, plant and equipment are measured using the cost or revaluation model as specified below.

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

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Impairment of assets has not been assessed for compliance with the recognition and measurement requirements of the Australia Accounting Standards.

Property

Leasehold Improvements are measured using the cost model.

Plant and Equipment

Plant and equipment are measured using the cost model. Fixture and Fittings, Plant and Equipment and Motor Vehicles are allocated to this category.



**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2021**

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Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a straight line method from the date that management determine that the asset is available for use.

Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

The useful lives used for each class of depreciable asset are shown below:

<b>Fixed Asset Class</b>	<b>Useful Life</b>
Leasehold Improvements	2-40 years
Plant and Equipment	4- 40 years

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate. When an assets is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

(f) **Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first in first out basis and are net of any rebates and discounts received.

(g) **Intangible Assets**

**Poker Machine Entitlement**

The club currently owns 18 Poker Machine licences, these can only be sold in blocks of 3. The value of these intangible assets, in accordance with the Accounting Standards these are not recorded on the Statement of Financial Position. The current market value for each block is estimated by the Directors to be in the vicinity of \$80,000 thus the value of the entitlements approximates \$480,000.

(h) **Trade and Other Receivables**

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in statement of comprehensive income.

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# Hillsdale Bowling & Recreation Club Ltd

000 389 784

## Notes to the Financial Statements

For the Year ended 30 June 2021

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(i) **Financial Instruments**

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

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

**Financial Assets**

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- financial assets at fair value through profit or loss;
- available-for-sale financial assets; and
- held-to-maturity investments.

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of comprehensive income in the 'finance income' or 'finance costs' line item respectively.

Financial Assets at Fair Value through Profit and Loss

Financial assets at fair value through profit or loss include financial assets:

- acquired principally for the purpose of selling in the near future
- designated by the entity to be carried at fair value through profit or loss upon initial recognition or
- which are derivatives not qualifying for hedge accounting.

Assets included within this category are carried in the statement of financial position at fair value with changes in fair value recognised in finance income or expenses in profit or loss.

**Impairment of Financial Assets**

At the end of each reporting period the company has not assessed whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Available-for-Sale Financial Assets

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

(j) **Financial Guarantees**

Where material, financial guarantees issued that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due are recognised as a financial liability at fair value on initial recognition.

The fair value of financial guarantee contracts has not been assessed.

**Hillsdale Bowling & Recreation Club Ltd**  
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**Notes to the Financial Statements**  
**For the Year ended 30 June 2021**

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Financial guarantees are subsequently measured at the higher of the best estimate of the obligation in accordance with AASB 137: Provisions, Contingent Liabilities and Contingent Assets, and the amount initially recognised less, when appropriate, cumulative amortisation in accordance with AASB 118: Revenue. Where the entity gives guarantees in exchange for a fee, revenue is recognised under AASB 118.

**(k) Revenue and Other Income**

**AASB 15 Revenue from Contracts with Customers**

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

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

In cases where there is an 'enforceable' contract with 'sufficiently specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied. In all other cases the transaction is accounted for under AASB 1058 Income of Not-for-Profit Entities except for specific criteria relating to the type of revenue as noted below.

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

Volunteer Services

Under AASB 1058, private sector not-for-profit entities have a policy option to account for donated services at fair value if the fair value can be reliably measured. The entity has decided not to recognise volunteer services as they cannot be reliably measured.

Donations

AASB 1058 Income of Not-for-Profit Entities, in accounting for income, transactions where consideration to acquire an asset is less than fair value have not been recognised as assets.

Interest Revenue

Interest is recognised using the effective interest method.

Other Revenue

Other revenue is recognised when the entity is entitled to the funds.

# Hillsdale Bowling & Recreation Club Ltd

000 389 784

## Notes to the Financial Statements

For the Year ended 30 June 2021

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(l) **Trade and Other Payables**

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

(m) **Goods and Services Tax (GST)**

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

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

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

(n) **Comparative Amounts**

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

(o) **New Accounting Standards for Application in Future Periods**

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The company has decided not to early adopt any of new and amended pronouncements and that it would not have any material effect on the company's financial statements.

1.1 **Critical Accounting Estimates and Judgments**

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

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

The significant estimates and judgements made have been described below.

Key Judgments - Provision for Impairment of Receivables

The value of the provision for impairment of receivables is estimated by considering the ageing of receivables, communication with the debtors and prior history.

Key Judgments - Provision for Inventories

At the year end management do not believe there is any need for an obsolescence provision for inventory.

The inventory held is reviewed on a monthly basis to determine whether there is any old, damaged or obsolete stock or any other stock items which need to be written down to NRV.

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>2. Profit for the Year</b>		
Profit before income tax expense from continuing operations includes the following specific expenses:		
<b>Charging as Expense</b>		
Cost of Goods Sold	743,328	522,394
Movements in Provisions		
Depreciation		
- Direct Expense Depreciation	65,018	65,987
- Depreciation of Property, Plant and Equipment	124,529	112,163
	189,547	178,150
Net Expenses Resulting from Movement in Provisions	189,547	178,150
Remuneration of the Auditor:-		
- Audit & review of financial statements	13,500	11,250
- Other services	9,925	7,656
	23,425	18,906
<b>3. Trade and Other Receivables</b>		
<b>Current</b>		
Trade Debtors	6,969	-
GST Liability	-	3,924
	6,969	3,924
<b>Total Trade and Other Receivables</b>	6,969	3,924
<b>4. Inventories</b>		
<b>Current</b>		
Stock on Hand - Bar	39,206	26,508
Stock on Hand - Bistro	8,910	8,679
	48,116	35,187
<b>Total Inventories</b>	48,116	35,187

*The accompanying notes form part of these financial statements.  
These financial statements should be read in conjunction with the attached Auditors Report.*

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>5. Financial Assets</b>		
<b>Non-Current</b>		
Poker Machine Licences	61,469	-
	<u>61,469</u>	<u>-</u>
<b>Total Financial Assets</b>	<u>61,469</u>	<u>-</u>
<b>6. Other</b>		
<b>Current</b>		
Prepayments	19,692	37,744
	<u>19,692</u>	<u>37,744</u>
<b>7. Property, Plant and Equipment</b>		
<b>Land and Buildings</b>		
- at cost	144,861	144,861
	<u>144,861</u>	<u>144,861</u>
Greens	14,913	14,913
	<u>14,913</u>	<u>14,913</u>
Development Costs	2,314	2,314
	<u>2,314</u>	<u>2,314</u>
Property Revaluation	6,840,541	6,840,541
	<u>6,840,541</u>	<u>6,840,541</u>
Property Improvements	1,741,033	1,740,110
Less Accumulated Depreciation & Impairment	807,239	718,080
	<u>933,794</u>	<u>1,022,030</u>
Total Land and Buildings	<u>7,936,423</u>	<u>8,024,659</u>
<b>Plant and Equipment</b>		
Plant & Equipment	257,140	237,478
Less Accumulated Depreciation & Impairment	187,158	179,555
	<u>69,982</u>	<u>57,923</u>
Office Furniture & Equipment	280,029	254,196
Less Accumulated Depreciation & Impairment	84,904	60,349
	<u>195,125</u>	<u>193,847</u>
Library	484,396	438,696
Less Accumulated Depreciation & Impairment	335,132	270,114
	<u>149,264</u>	<u>168,582</u>
Total Plant and Equipment	<u>414,371</u>	<u>420,352</u>

*The accompanying notes form part of these financial statements.  
These financial statements should be read in conjunction with the attached Auditors  
Report.*

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$
<b>Total Property, Plant and Equipment</b>	<u>8,350,794</u>	<u>8,445,011</u>
<b>8. Trade and Other Payables</b>		
<b>Current</b>		
Trade Creditors	42,758	13,085
Other Creditors	9,206	30,937
Unclaimed Tickets	479	988
GST Liability	19,577	-
	<u>72,020</u>	<u>45,010</u>
<b>Total Trade and Other Payables</b>	<u>72,020</u>	<u>45,010</u>
<b>9. Provisions</b>		
<b>Current</b>		
Provision for Holiday Pay	28,518	27,640
Provision for Long Service Leave	28,845	27,359
	<u>57,363</u>	<u>54,999</u>
<b>Total Provisions</b>	<u>(57,363)</u>	<u>(54,999)</u>
<b>10. Reserves</b>		
Asset Revaluation Reserve	7,317,493	7,317,493
	<u>7,317,493</u>	<u>7,317,493</u>
<b>11. Retained Earnings</b>		
Retained Earnings at the Beginning of the Financial Year	1,844,283	1,939,401
<b>Add</b>		
Net profit attributable to members of the company	51,977	-
<b>Less</b>		
Net loss attributable to members of the company	-	95,119
Retained Earnings at the End of the Financial Year	<u>1,896,260</u>	<u>1,844,282</u>

*The accompanying notes form part of these financial statements.  
These financial statements should be read in conjunction with the attached Auditors Report.*

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2021**

	2021	2020
	\$	\$

**12. Company Details**

The registered office of the company is:  
Hillsdale Bowling & Recreation Club Ltd  
49 Rhodes St, HILSDALE NSW 2036

The principal place of business is:  
Hillsdale Bowling & Recreation Club Ltd  
49 Rhodes St, HILLSDALE NSW 2036

The company is limited by guarantee, with the liability of members limited to \$4.00 as set out in the club's constitution

**13. Cash Flow Information**

**Reconciliation of Cash Flow from Operations with Profit after Income Tax**

Profit/(Loss) after Income Tax	51,977	(95,119)
Less: Interest Received	(1,060)	(6,628)
<b>Adjustments for Non-Cash Components in Profit</b>		
Depreciation & Adjustments on Disposal	189,659	190,128
<b>Changes in Assets and Liabilities</b>		
Decrease (Increase) in Receivables	11,083	32,501
(Increase) Decrease in Inventories	(12,930)	(6,311)
Increase (Decrease) in Creditors & Accruals	30,934	(54,277)
Increase (Decrease) in Provisions	2,365	(12,199)
<b>Net Cash Increase (Decrease) in Cash Held</b>	<b>272,028</b>	<b>48,094</b>

**14. Core and Non Core Property**

Section 41J of the Registered Clubs Act 1976 requires the club to disclose its core and non-core property as defined in the annual report. The Club's core property comprises the defined premises of the club situated at 49 Rhodes St, Hillsdale, NSW, 2219.

The Club has no non-core property



**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Directors' Report**  
**for the Year Ended 30 June 2021**

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The directors present their report on the company for the financial year ended 30 June 2021.

**Information on Directors**

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

L Spowart  
C McNicholas  
K Fitzsimons  
H Yasar  
D Cinelli  
T Watson  
A Cullen            Resigned October 2020  
K Keane            Appointed February 2021

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

**Meetings of Directors**

The following table sets out the number of meetings held by the Club's Board of Directors during the financial year. There were 12 Board Meetings held

<b>Name</b>	<b>No. of Meetings</b>	<b>Attended</b>
L Spowart	12	12
C McNicholas	12	12
K Fitzsimons	12	11
H Yasar	12	12
D Cinelli	12	12
T Watson	12	12
A Cullen	4	4
K Keane	5	5

**Principal Activities**

The principal activities of the company during the financial year were:

Bowling & Recreation Club Activities

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

**Operating Results**

The profit of the company after providing for income tax amounted to \$51,977.

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Directors' Report**  
**for the Year Ended 30 June 2021**

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**Review of Operations**

A review of the operations of the company during the financial year and the results of those operations are as follows:

The company's operations during the year performed as expected in the opinion of the directors.

**Significant Changes in State of Affairs**

There have been no significant changes in the state of affairs of the company during the financial year.

**Events After the Reporting Date**

As a result of the COVID-19 pandemic, the Club's normal operations ceased from 26 June 2021 until reopening on 11 October 2021. The pandemic is ongoing as at the signing of this Report and although the Club is operating, the restrictions currently in place cannot foresee the full extent of COVID-19's effects on the entity's operational and financial performance. It will depend on future developments, including the duration, spread and intensity of the pandemic, all of which are uncertain and difficult to predict considering the rapidly evolving landscape.

**Environmental Issues**

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

**Indemnification and Insurance of Officers and Auditors**

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

**Auditor's Independence Declaration**

The lead auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 30 June 2021 has been received and is included with the financial statements.

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

L Spowart  
Director

C McNicholas  
Director

Dated this.....day of..... 2021

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Directors' Declaration**  
**for the Year Ended 30 June 2021**

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The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes present fairly the Company's financial position as at 30 June 2021 and its performance for the year ended on that date in accordance with the accounting policies described in Note 2 to the financial statements; and
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

L Spowart  
Director

C McNicholas  
Director

Dated this.....day of..... 2021

**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Independent Auditor's Report**  
**to the Members of**  
**Hillsdale Bowling & Recreation Club Ltd**

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## **Report on the Financial Report**

We have audited the accompanying financial report of Hillsdale Bowling & Recreation Club Ltd (the company), which comprises the balance sheet as at 30 June 2021, and the income statement 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 of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

### **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 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 company'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 company'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 Australian professional ethical pronouncements.

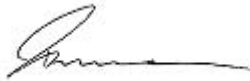
**Hillsdale Bowling & Recreation Club Ltd**  
**000 389 784**  
**Independent Auditor's Report**  
**to the Members of**  
**Hillsdale Bowling & Recreation Club Ltd**

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**Opinion**

In our opinion:

- a. the financial report of Hillsdale Bowling & Recreation Club Ltd is in accordance with the Corporations Act 2001, including:
  - i. giving a true and fair view of the company's financial position as at 30 June 2021 and of its performance for the year ended on that date; and
  - ii. complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- b. the financial report also complies with International Financial Reporting Standards as disclosed in Note 2.



**Peter James Cunneen**

On behalf of Finncorp Auditors Pty Limited

Registered Auditors No: 438643

Dated this 27th day of October 2021

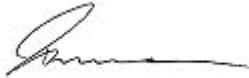
## **Auditors Independence Declaration Under Section 307C of the Corporations Act 2001**

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To the Directors of Hillsdale Bowling & Recreation Club Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, there have been:

- a) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



**Peter James Cunneen**

On behalf of Finncorp Auditors Pty Limited

Registered Auditors No: 438643

Dated this 27th day of October 2021