# Moorefield Bowling and Sports Club Co-Operative Limited

**ABN 27 338 573 466**

**63rd Annual Report**

**Year Ended 30th June 2021**

40-54 French Street Kogarah NSW 2217

Telephone (02) 95876299 Email: info@moorefieldbowlingandsports.com.au

# Moorefield Bowling & Sports Club Co-op Limited

ABN 27 338 573 466

## Financial Statements

For the Year Ended 30 June 2021

**Moorefield Bowling & Sports Club Co-op Limited**

**ABN 27 338 573 466**

# Contents

## For the Year Ended 30 June 2021

# Directors' Report
## 30 June 2021

The directors present their report on Moorefield Bowling & Sports Club Co-op Limited for the financial year ended 30 June 2021.

**General information**

**Information on directors**

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

| | |
|---|---|
| Nathan Bornstein | |
| Experience | Fully qualified plumber. |
| Special responsibilities | Chairman & Director. Director for 4 years. |
| Phillip Whiteley | |
| Experience | Proprietor of Gardening and Ground Maintenance business, |
| Special responsibilities | Vice Chairman – Chief Executive Officer/ Secretary. Director for 2 years |
| Cameron Crosby | |
| Experience | Civil Assets Defect Manager Sutherland Shire Council and Chairman Moorefield Men's Bowling Club |
| Special responsibilities | Treasurer. Director for 2 years |
| Paul Anderson | |
| Experience | Procurement and Contract Manager. Former Treasurer of a country RSL Bowling Club |
| Special responsibilities | Director for 2 years |
| Robert Hagon | |
| Experience | Engineer, Maintenance Supervisor Qantas (Retired). Previous Director for 10 years and previous Board Chairman |
| Special responsibilities | Director for 2 years |
| Graeme Edwards | |
| Experience | Road Transport Manager. Previous Club Director |
| Special responsibilities | Director- Appointed 18th October 2020 |
| Lisa Goolagong | |
| Experience | Cabin Manager-Jetstar Airways |
| Special responsibilities | Director- appointed 16th December 2020 |
| Ryan Donaldson | |
| Experience | Crane Operator |
| Special responsibilities | Director- appointed 18th October 2020, resigned 27th October 2020 |

# Directors' Report

## 30 June 2021

| | |
|---|---|
| Ron Piggot | |
| Experience | Senior Project Analysist Qantas (Retired) |
| Special responsibilities | Director - resigned 18th October 2020 |
| Tim Duggan | |
| Experience | Electrician |
| Special responsibilities | Director/ Treasurer – resigned 18th October 2020 |

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 Moorefield Bowling & Sports Club Co-op Limited during the financial year was the operation of a registered bowling club, for the promotion of the game of bowls for the benefit of its members.

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

### Short term objectives

The Company's short-term objectives are to:

- the promotion of the game of bowls for the benefit of its members,
- to provide our guests with professional hospitality services and amenities, and
- to support and develop our local community.

### Long term objectives

The Company's long-term objectives are to:

- maintain or increase existing revenue levels and control costs to continue profitability which will allow the Club's premises to be continually improved, and
- ensure greens are kept to an optimum standard by employing quality greenkeeper and undertaking regular maintenance when financial circumstances permit.

### Strategy for achieving the objectives

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

- continue to improve the clubs standing as a Bowling Club, to attract key events and provide the best possible bowling facilities,
- increase the focus on repairs and maintenance to set the club up for the future, and
- continue to create more efficiency with in the club's operations.

# Directors' Report
## 30 June 2021

### Operating results

The profit of the Company after providing for income tax amounted to $368,679 (2020: profit of $22,424).

### Meetings of directors

During the financial year, 12 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

| | Directors' Meetings | |
|---|---|---|
| | Number eligible to attend | Number attended |
| Nathan Bornstein | 12 | 12 |
| Phillip Whiteley | 12 | 12 |
| Paul Anderson | 12 | 12 |
| Robert Hagon | 12 | 10 |
| G Edwards | 9 | 8 |
| L Goolagong | 7 | 6 |
| Cameron Crosby | 12 | 11 |
| Tim Duggan | 3 | 0 |
| Ron Piggott | 3 | 2 |
| Ryan Donaldson – Resigned 27 October 2020 | 0 | 0 |

### Indemnifying Officer

The Club has, not during or since the end of the financial year, in respect of any person who is or has been an officer of the Company indemnified or made any relevant agreements for indemnifying against a liability incurred as an officer, including costs expenses in successfully defending legal proceedings.

During the financial year, the Club has paid a premium in respect of a contract of insurance insuring Directors' and Officers' (including former and future Directors' and Officers') against certain liabilities incurred in that capacity. Disclosure of the total amount of premiums and the nature of the liabilities in respect of such insurance is prohibited by the contract of the insurance.

### Directors Benefits

Since the end of the previous financial year no Director has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or due to be received by Directors' shown in the accounts or received as the fixed salary of a full time employee of the Club) by reason of a contract made by the Club or by a related corporation with the Director or with a firm of which they are a member, or with a Company in which they have a substantial financial interest.

### Dividends

The Club is prohibited from paying dividends.

**Moorefield Bowling & Sports Club Co-op Limited**

**ABN 27 338 573 466**

# Directors' Report

## 30 June 2021

### Property Report

The land on which the Clubhouse and Greens are situated is leased from Bayside Council. The Directors have determined that all property of the Club shall be classified as follows in accordance with section 41 of the Registered Clubs Acts 1976:

Core Property - The Clubhouse and Greens at 40-50 French Street Kogarah, NSW, 2217.

Non-Core Property - Nil

### 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 can be found on page 5 of the financial report.

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

Director: ................................................
Nathan Bornstein

Director: ................................................
Phillip Whiteley

Dated 20 October 2021

**W. W. Vick & Co.**
*Chartered Accountants*
ABN 14 568 923 714

## Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Moorefield Bowling & Sports Club Co-op Limited

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

(i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**W W Vick & Co**
**Chartered Accountants**

Ray Khalil
Managing Partner

20 October 2021

North Sydney

Level 3, 1 James Place, North Sydney, NSW 2060.
PO Box 20037, World Square, NSW 2002
Phone: 02 8071 0300

CHARTERED ACCOUNTAN

## Moorefield Bowling & Sports Club Co-op Limited

ABN 27 338 573 466

# Statement of Profit or Loss and Other Comprehensive Income

### For the Year Ended 30 June 2021

| | Note | 2021 $ | 2020 $ |
|---|---|---|---|
| Sale of Goods – Bar Sales | | **947,042** | 458,579 |
| Cost of Goods Sold | | **(428,089)** | (219,410) |
| Revenue – Poker Machines | | **348,083** | 157,286 |
| Green Fees | | **40,865** | 27,458 |
| Other Income | 4 | **82,253** | 38,257 |
| Government Subsidies – Covid-19 | 4 | **23,500** | 29,000 |
| Interest revenue | | **1,241** | 3,234 |
| Member subscriptions | | **3,075** | 2,077 |
| Employee benefits expense | | **(220,607)** | (139,761) |
| Administration and management fees | | **(3,475)** | (9,400) |
| Auditing and reviewing the financial report | | **(7,000)** | (9,000) |
| Depreciation and amortisation expense | | **(50,063)** | (41,932) |
| Cleaning | | **(26,510)** | (29,149) |
| Directors expenses | | **-** | (7,300) |
| Electricity | | **(30,013)** | (26,680) |
| Gas | | **(15,045)** | (7,927) |
| Greens maintenance | | **(81,680)** | (67,094) |
| Insurance | | **(25,047)** | (11,218) |
| Pay TV | | **(20,775)** | (17,760) |
| Poker Machine Expenses | | **(14,590)** | (15,626) |
| Rates and taxes | | **(35,774)** | (34,505) |
| Repairs and maintenance | | **(19,901)** | (14,055) |
| Social expenses | | **(2,271)** | (6,728) |
| Subscriptions | | **(2,245)** | (2,361) |
| Telephone and fax | | **(4,260)** | (5,573) |
| Entertainment artists | | **(45,482)** | - |
| Waste Disposal | | **(9,504)** | (8,260) |
| Bank Charges | | **(5,776)** | (2,366) |
| Printing and Stationery | | **(4,059)** | (2,061) |
| Other Expenses | | **(25,214)** | (15,301) |
| **Profit / (Loss) before income tax** | | **368,679** | 22,424 |
| Income tax expense | 2(a) | **-** | - |
| **Profit / (Loss) after income tax** | | **368,679** | 22,424 |
| **Other comprehensive income for the year, net of tax** | | **-** | - |
| **Total comprehensive income for the year** | | **368,679** | 22,424 |

The accompanying notes form part of these financial statements.

**Moorefield Bowling & Sports Club Co-op Limited**

**ABN 27 338 573 466**

# Statement of Financial Position

## As At 30 June 2021

| | Note | 2021 $ | 2020 $ |
|---|---|---|---|
| **ASSETS** | | | |
| **CURRENT ASSETS** | | | |
| Cash and cash equivalents | 5 | **551,033** | 298,994 |
| Trade and other receivables | 6 | **6,323** | 10,193 |
| Inventories | 7 | **25,106** | 11,041 |
| Other assets | 8 | **21,347** | 12,949 |
| **TOTAL CURRENT ASSETS** | | **603,809** | 333,177 |
| **NON-CURRENT ASSETS** | | | |
| Property, plant and equipment | 9 | **264,594** | 153,260 |
| Right-of-use assets | 9 | **9,692** | 29,075 |
| **TOTAL NON-CURRENT ASSETS** | | **274,286** | 182,335 |
| **TOTAL ASSETS** | | **878,095** | 515,512 |
| **LIABILITIES** | | | |
| **CURRENT LIABILITIES** | | | |
| Trade and other payables | 10 | **80,491** | 66,841 |
| Lease liabilities | 11 | **10,248** | 19,746 |
| **TOTAL CURRENT LIABILITIES** | | **90,739** | 86,587 |
| **NON-CURRENT LIABILITIES** | | | |
| Lease liabilities | 11 | **-** | 10,248 |
| **TOTAL LIABILITIES** | | **90,739** | 96,835 |
| **NET ASSETS** | | **787,356** | 418,677 |
| | | | |
| **EQUITY** | | | |
| Retained earnings | | **787,356** | 418,677 |
| | | **787,356** | 418,677 |
| **TOTAL EQUITY** | | **787,356** | 418,677 |

The accompanying notes form part of these financial statements.

## Moorefield Bowling & Sports Club Co-op Limited

ABN 27 338 573 466

# Statement of Changes in Equity

### For the Year Ended 30 June 2021

**2021**

| | Retained Earnings | Total |
|---|---|---|
| | $ | $ |
| **Balance at 1 July 2020** | **418,677** | **418,677** |
| Surplus for the year | **368,679** | **368,678** |
| **Balance at 30 June 2021** | **787,356** | **787,355** |

**2020**

| | Retained Earnings | Total |
|---|---|---|
| | $ | $ |
| **Balance at 1 July 2019** | 396,253 | 396,253 |
| Surplus for the year | 22,424 | 22,424 |
| **Balance at 30 June 2020** | 418,677 | 418,677 |

The accompanying notes form part of these financial statements.

Moorefield Bowling & Sports Club Co-op Limited

ABN 27 338 573 466

# Statement of Cash Flows

## For the Year Ended 30 June 2021

| | Note | 2021<br>$ | 2020<br>$ |
|---|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | | |
| Receipts from customers | | 1,521,578 | 711,923 |
| Payments to suppliers and employees | | (1,109,020) | (625,948) |
| Interest received | | 1,241 | 3,234 |
| Net cash provided by/(used in) operating activities | | 413,799 | 89,209 |
| **CASH FLOWS FROM INVESTING ACTIVITIES:** | | | |
| Purchase of property, plant and equipment | | (142,014) | (36,113) |
| Net cash (used in) investing activities | | (142,014) | (36,113) |
| **CASH FLOWS FROM FINANCING ACTIVITIES:** | | | |
| Payments of lease liabilities | | (19,746) | (18,464) |
| Net cash (used in) financing activities | | (19,746) | (18,464) |
| Net increase/(decrease) in cash and cash equivalents held | | 252,039 | 34,632 |
| Cash and cash equivalents at beginning of financial year | | 298,994 | 264,362 |
| Cash and cash equivalents at end of financial year | 5 | 551,033 | 298,994 |

The accompanying notes form part of these financial statements.

# Notes to the Financial Statements

## For the Year Ended 30 June 2021

The financial report covers Moorefield Bowling & Sports Club Co-op Limited as an individual entity. Moorefield Bowling & Sports Club Co-operative Limited is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards and is domiciled in Australia.

The functional and presentation currency of Moorefield Bowling & Sports Club Co-op Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 20 October 2021.

Comparatives are consistent with prior years, unless otherwise stated.

### 1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and other authoritative pronouncements of the Australian Accounting Standards Board and the Co-operatives National Law (NSW).

### 2 Summary of Significant Accounting Policies

#### (a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (b) Leases

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

This involves an assessment of whether:

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

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

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

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

The right-of-use asset is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy. The estimated life of the right-of-use assets is based on those of property, plant and equipment. The right-of-use asset is subject to the impairment requirements and is assessed for impairment indicators at each reporting date.

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

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

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

### (c) Revenue and other income

Revenue from contracts with customers

For the current year

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

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

**Interest**

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

**Subscriptions**

Revenue from the provision of membership subscriptions is recognised in the year to which it relates.

**Other income**

Other income is recognised on an accruals basis when the Company is entitled to it.

### (d) Goods and services tax (GST)

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

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

# Notes to the Financial Statements

## For the Year Ended 30 June 2021

**(e) Inventories**

Inventories are measured at the lower of cost and net realisable value using the first in first out basis.

**(f) Property, plant and equipment**

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

**Land and buildings**

Land and buildings are measured at cost.

**Plant and equipment**

Plant and equipment are measured at cost.

**Depreciation**

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

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

| Fixed asset class | Depreciation rate |
|---|---|
| Buildings | 5.00 - 10.00 % Prime Cost |
| Plant and Equipment | 5.00 - 25.00 % Prime Cost |

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.

**Right of Use Assets**

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, for any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, and estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is shorter. Where the Company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over the estimated useful life. Right-of-use assets are subject to impairment or adjusted for any remeasurement of lease liabilities. The Company has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to the profit and loss as they are incurred.

### (g) Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

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

**Financial assets**

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

*Classification*

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

- amortised cost

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

*Amortised cost*

Assets measured at amortised cost are financial assets where:

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

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

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

*Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

**Financial liabilities**

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method. The financial liabilities of the Company comprise trade payables, bank and other loans and finance lease liabilities

**(h) 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.

**(i) Going Concern**

The current licence agreement that Moorefield Bowling and Sports Club Co-op Ltd has with Bayside Council for the land on which the club operates expires on 4th December 2021. The Club is currently in discussion with the Council to renew the agreement for a further term, and in view of the long term relationship between the Club and the Council, the Directors are confident that the agreement will be renewed before its current term expires. Accordingly, the accounts have been prepared on a Going Concern basis.

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

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

**Key estimates - receivables**

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

# Notes to the Financial Statements

## For the Year Ended 30 June 2021

### 4 Revenue and Other Income

| | 2021 | 2020 |
|---|---|---|
| | $ | $ |
| **Other Income** | | |
| - TAB Commission | **17,191** | 7,754 |
| - Keno Commission | **32,505** | 15,831 |
| - Other Commissions | **6,284** | 2,332 |
| - Other income – Social Income | **182** | 1,723 |
| - Other income – Pool Table Receipts | **-** | 5 |
| - Other income – Water usage rebate - Nursery | **10,732** | 9,564 |
| - Other income – Bottle Recycling | **1,111** | 817 |
| - Other income – Miscellaneous | **1,698** | 231 |
| - Sales Club Merchandise | **1,023** | - |
| - Grants Scoreboards | **4,854** | - |
| - Raffles Net Profit | **6,673** | - |
| | **82,253** | **38,257** |

| | 2021 | 2020 |
|---|---|---|
| **Government Subsidies – Covid-19** | | |
| - JobKeeper Subsidy | **10,500** | 9,000 |
| - Government Cash Flow Boost | **10,000** | 10,000 |
| - State Government Covid-19 Grant | **3,000** | 10,000 |
| | **23,500** | 29,000 |

### 5 Cash and Cash Equivalents

| | 2021 | 2020 |
|---|---|---|
| Cash on hand | **33,995** | 25,415 |
| Bank balances | **307,425** | 65,190 |
| Deposits at call | **209,613** | 208,389 |
| | **551,033** | 298,994 |

### 6 Trade and Other Receivables

| | 2021 | 2020 |
|---|---|---|
| CURRENT | | |
| Deposits | **3,853** | 3,853 |
| Other receivables | **2,470** | 6,340 |
| **Total current trade and other receivables** | **6,323** | 10,193 |

### 7 Inventories

| | 2021 | 2020 |
|---|---|---|
| CURRENT | | |
| Inventories – Bar Stock at Cost | **25,106** | 11,041 |
| | **25,106** | 11,041 |

## 8 Other assets

| | 2021 $ | 2020 $ |
|---|---|---|
| CURRENT | | |
| Prepayments | **21,347** | 12,949 |
| | **21,347** | 12,949 |

## 9 Property, plant and equipment

| | 2021 $ | 2020 $ |
|---|---|---|
| **BUILDINGS** | | |
| Buildings – at cost | **381,105** | 326,351 |
| Accumulated depreciation | **(293,749)** | (288,396) |
| Total buildings | **87,356** | 37,955 |
| **PLANT AND EQUIPMENT** | | |
| Plant and equipment – at cost | **802,227** | 714,967 |
| Accumulated depreciation | **(624,989)** | (599,662) |
| Total plant and equipment | **177,238** | 115,305 |
| **Total property, plant and equipment** | **264,594** | 153,260 |
| **RIGHT-OF-USE ASSETS** | | |
| Lease asset – Council Lease (at cost) | **48,459** | 48,459 |
| Accumulated depreciation | **(38,767)** | (19,384) |
| Total buildings | **9,692** | 29,075 |

### Movements in Carrying Amounts

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

| | Buildings $ | Plant and Equipment $ | Right-of-use Assets $ | Total $ |
|---|---|---|---|---|
| **Year ended 30 June 2021** | | | | |
| Balance beginning of the year | 37,955 | 115,305 | 29,075 | 182,335 |
| Additions | 54,754 | 87,260 | - | 142,014 |
| Disposals | - | - | - | - |
| Depreciation Expense | (5,353) | (25,327) | (19,383) | (50,063) |
| **Balance at the end of the year** | 87,356 | 177,238 | 9,692 | 274,286 |

# Notes to the Financial Statements

## For the Year Ended 30 June 2021

### 10 Trade and Other Payables

| | 2021 $ | 2020 $ |
|---|---|---|
| CURRENT | | |
| Trade payables | **25,041** | 21,528 |
| GST payable | **23,425** | 4,882 |
| Monument Insurance Loan | **16,475** | 12,695 |
| Other payables | **15,550** | 27,736 |
| | **80,491** | 66,841 |

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

### 11 Leasing Commitments

| | | |
|---|---|---|
| Not later than 12 months | **10,248** | 19,746 |
| Between one year and five years | **-** | 10,248 |
| | **10,248** | 29,994 |

Leases are in place for the Club's premises situated at 40-45 French Street, Kogarah and normally have a term 5 years. Lease payments are increased on an annual basis to reflect market rentals.

### 12 Financial Risk Management

| | Note | | |
|---|---|---|---|
| **Financial assets** | | | |
| Cash and cash equivalents | 5 | **551,033** | 298,994 |
| Trade and other receivables | 6 | **6,323** | 10,193 |
| **Total financial assets** | | **557,356** | 309,187 |
| **Financial liabilities** | | | |
| Trade and other payables | 10 | **80,491** | 66,841 |
| **Total financial liabilities** | | **80,491** | 66,841 |

### 13 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2021 (30 June 2020: None).

# Notes to the Financial Statements

## For the Year Ended 30 June 2021

### 14. CASH FLOW INFORMATION

**(a) Reconciliation of Cash and cash equivalents**

Cash at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

| | 2021 $ | 2020 $ |
|---|---|---|
| Cash on hand | **33,995** | 25,415 |
| Bank balances | **307,425** | 65,190 |
| Deposits at call | **209,613** | 208,389 |
| | **551,033** | 298,994 |

**(b) Reconciliation of cash flow from operations with profit after income tax**

| | 2021 | 2020 |
|---|---|---|
| Profit after income tax | **368,679** | 22,424 |
| Non-cash flows in profit: | | |
| Depreciation and amortisation | **50,063** | 41,932 |
| Changes in assets and liabilities: | | |
| (Increase)/Decrease in Receivables | **3,870** | (735) |
| (Increase)/Decrease in Other Assets | **(8,398)** | (12,949) |
| (Increase)/Decrease in Stock on Hand | **(14,065)** | 4,045 |
| Increase/(Decrease) in Trade Creditors and Accruals | **13,650** | 34,492 |
| **Net cash provided by operating activities** | **413,799** | 89,209 |

### 15 Key Management Personnel Remuneration

The total of honorariums paid to the directors of the Company is Nil (2020: $7,300)

### 16 Events after the end of the Reporting Period

The financial report was authorised for issue on 20 October 2021 by the Board of Directors.

The COVID-19 pandemic was announced by the World Health Organisation post 31 January 2020. The Company has initiated strict policies and procedures to address the health and wellbeing of employees, members, consultants and contractors.

From 26 June 2021 the Club has been closed in compliance with the Public Health Orders. However, the Club has reopened before the signing of the financial report.

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

## 17 Statutory Information

The registered office and principal place of business of the company is:
Moorefield Bowling & Sports Club Co-op Limited
40-54 French Street
Kogarah NSW 2217

Moorefield Bowling & Sports Club Co-op Limited

ABN 27 338 573 466

# Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 19 are in accordance with the Corporations Act 2001:

   (a) comply with Australian Accounting Standards – Reduced Disclosure Requirements; and

   (b) give a true and fair view of the financial position as at 30 June 2021 and of the performance for the financial year ended on that date of the company.

2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director ..................................................
Nathan Bornstein

Director ..................................................
Phillip Whiteley

Dated 20 October 2021

**W. W. Vick & Co.**
*Chartered Accountants*
ABN 14 568 923 714

# Independent Audit Report to the members of Moorefield Bowling & Sports Club Co-op Limited

### Report on the Audit of the Financial Report

### Opinion

We have audited the financial report of Moorefield Bowling & Sports Club Co-op Limited (the Company), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Co-operatives National Law (NSW)*, including:

(i) giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the year ended; and

(ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Co-operatives National Regulation (NSW)*.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

**Responsibilities of Directors for the Financial Report**

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Co-operatives National Law (NSW)* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

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

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our audit report.

**W W Vick & Co**
**Chartered Accountants**

Ray Khalil
Managing Partner

20 October 2021

Sydney