

PACIFIC PALMS BOWLING CLUB LIMITED
(A COMPANY LIMITED BY GUARANTEE)
A.B.N. 99 546 586 347

FINANCIAL ACCOUNTS AND REPORTS
FOR THE YEAR ENDED 30TH JUNE, 2025

PACIFIC PALMS BOWLING CLUB LIMITED
(A COMPANY LIMITED BY GUARANTEE)
A.B.N. 99 546 586 347
DIRECTORS' REPORT

Your Directors present their report on the Company for the financial year ended 30th June 2025.

DIRECTORS

The names of Directors in office at anytime during or since the end of the year are:

R.D. Reid, J.M. Doyle, M.J. Collins, R.A. O'Brien, G.S. Banks (Appointed 10/11/24), R.J. Banks (Appointed 10/11/24), D.M. Wallace (Appointed 10/11/24), R.W. Robinson (Retired 10/11/24) and J. Lawrence (Resigned 21/07/24).

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 Company during the year was that of conducting a licensed Bowling Club and maintaining bowling greens and clubhouse for members. No significant change in the nature of those activities has occurred during the year.

SHORT TERM OBJECTIVES

The Company's short-term objectives include:

- To provide all the facilities to establish a lawn bowls club at Smiths Lake, Pacific Palms.
- To encourage bowling and other recreation in the Pacific Palms District and to build and maintain bowling greens, club house and other social, sporting and recreational amenities.
- Maintain and enhance profitability in all areas of operations.
- To assist the Smiths Lake and Pacific Palms communities through the use of the clubhouse and adjoining facilities as well as the provision of donations and sponsorships.

LONG TERM OBJECTIVES

The Company's long-term objectives include:

- To provide all the facilities to establish a lawn bowls club at Smiths Lake, Pacific Palms.
- To encourage bowling and other recreation in the Pacific Palms District and to build and maintain bowling greens, club house and other social, sporting and recreational amenities.
- Maintain and enhance long term profitability in all areas of operations and use the funds generated to expand and update the clubhouse, bowling green and adjoining facilities.
- To maintain and expand the membership for both bowling and non-bowling members.
- Maintain modern and up to date bar, bistro and gaming facilities for the benefit of members and their guests including the provision of keno and tab terminals.
- To maintain strong community ties in the Smiths Lake and Pacific Palms communities.

MEASUREMENT OF PERFORMANCE

The Company measures its performance by reviewing financial results compared to the prior year for bar, bistro and gaming operations. It reviews financial results compared to budget as set by the Board of Directors and management as well as monitoring gross profit margins, poker machine analysis reports and the net profit of the Company. These reviews are performed monthly by the board of Directors and management.

OPERATING RESULTS

The profit/(loss) for the year was a profit of \$165112 [2024: Profit \$75810].

Income tax expense in respect of the current, prior and deferred years is \$Nil [2024: \$Nil].

Depreciation and amortisation charged for the year was \$171394 [2024: \$164844].

DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS

	2025	2024
	\$	\$
Bar Sales	1482305	1249737
Bistro Sales	1044138	874003
Poker Machines (Net of Jackpots & Payouts)	1239575	1097212

The Directors report a profit for the year of \$165112, an increase of \$89302 when compared to the 2024 profit of \$75810. The Board consider the current year profit a satisfactory result when consideration is made for the continuing costs pressures being applied to all aspects of the business daily, from stock purchases to insurance and payroll expenditure. As well as the effects on trade of the cost-of-living crisis, with patrons discretionary spending being reduced also. All making a challenging business environment going forward. Current trading conditions may be indicative of what normal trading conditions will look like in future years.

Turnover from trading activities increased \$545066 when compared to 2024, a great result. Bar sales increased by \$232568, poker machine clearances increased by \$142363 and bistro sales increased by \$170135 as patronage continued to increase compared to prior years due to the various measures implemented by Board and management during the 2024/2025 and prior years to encourage greater patronage including more live entertainment. The gross profit percentage for the bar increased by 3.91%, whilst the gross profit percentage for bistro decreased by 5.93% compared to 2024, as the continuing inflationary environment led to ever increasing costs for stock including the freight to deliver it, all of which has been passed on to the Club by suppliers. The continued difficult trading conditions also meant that the Board reluctantly had to pass on some of the excise increases for the bar during the year, however the Board and management are always mindful of the price impact this is for patrons when adjusting bar prices.

The increase in turnover from the trading outlined above has led to an increase in Clubhouse trading profit of \$268839 when compared to the prior year. All major areas of trade improved from the 2024 year including bar trading profit increase \$144801, poker machine trading profit increase \$90724 and the bistro trading profit increase \$33314. In conjunction with this improvement, the Club passed on discounts to members of \$163739 during the year and increase of \$32709 from 2024 year. The highest figure ever. The increased in poker machine turnover however does mean the Club is now liable for state gaming tax, which amounted to \$104581 for the 2025 year as well as contributing \$10467 to the Club Grants & CDSE scheme.

Other trading income also increased by \$47266 compared to the 2024 year. Increases were recorded in commission of \$4747, supplier trade rebates of \$14437, raffle/bingo income of \$19209 and bowls sponsorship \$9491, offset by a reduction in insurance recoveries of \$5940.

Overall expenses increased by \$244085 when compared to the 2024 year, some of this increase is directly associated with the increase in turnover during the year, as well as the continuing cost pressures being placed on the business as mentioned previously. Employee Benefits Expense increased by \$145316 compared to the 2024 year. All staff did receive a 3.75% increase in July 2024 from the Fairwork Commission along with another increase in superannuation of 0.50%. Staff wage increases handed down by Fairwork across the 2023, 2024 & 2025 year have been 14.10% overall, in conjunction with a superannuation increase also of 1.50%. Staff have received another wage increase of 3.50% plus superannuation increase of 0.50% from the 1st July 2025.

Increases associated with the increase in turnover as mentioned previously, were members discounts \$32709, state gaming tax \$50463, payroll tax \$8196 and entertainment \$28226. Other increases were recorded in insurance \$12430 and repairs and maintenance \$14261.

DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS CONTINUED

During the 2025 year the Club generated net cash from operations of \$282187 and together with accumulated cash reserves of \$693228, enabled the Club to fund net plant & equipment and capital improvements of \$205176, whilst maintaining cash reserves of \$770239 at 30th June 2025.

Directors and Management are thankful for the continued support of the local community and the Men's Bowling Club who have contributed to this result. The Board are hopeful that the Women's Bowling Club will be re-established in the future.

MEMBERS GUARANTEE

In accordance with the Constitution of the Company every member of the Company undertakes to contribute an amount limited to \$2 per member in the event of the winding up of the Company during the time that he/she is a member or within one year thereafter. At the date of this report there are 2001 members (2024: 1786 members).

AUDITORS INDEPENDENCE DECLARATION

A copy of the Auditors independence declaration as required under Section 307C of the Corporations Act 2001 is set out on page 5.

DIRECTORS' MEETINGS

The number of Directors' meetings (including special meetings and meetings of committees of Directors) and number of meetings attended by each of the Directors of the Company during the financial year are:

Director	Directors Meetings	
	No. of Meetings	No.
	Attended*	Held**
R.D. Reid	9	10
J.M. Doyle	10	10
M.J. Collins	10	10
R.A. O'Brien	8	10
G.S. Banks	6	8
R.J. Banks	7	8
D.M. Wallace	8	8
R.W. Robinson	2	2

* Reflects the number of meetings attended during the time the Director held office during the year.

** Reflects the number of meetings held during the time the Director held office during the year.

All current Directors have signed a statutory declaration of disclosures as per the by-laws.

During the year the following Directors were granted a leave of absence:

Nil

DIRECTORS' REPORT CONTINUED

DIRECTORS QUALIFICATIONS, EXPERIENCE AND SPECIAL RESPONSIBILITIES

R.D. Reid	Maintenance Officer President Current Director Former President Former Director
J.M. Doyle	Retired Administration Manager Vice President Current Director
M.J. Collins	Retired Office Accountant/Office Administration Treasurer Current Director
R.A. O'Brien	Retired Payroll Manager Current Director
G.S. Banks	Retired Accountant/Business Owner Current Director
R.J. Banks	Food Labelling Consultant Current Director
D. Wallace	General Manager Not for Profit Director & Company Secretary Co-Operative Current Director

Signed at Pacific Palms this 15th Day of October 2025 by R. Reid and M. J. Collins on behalf of the Board and in accordance with a Resolution passed by the Directors.


.....
R. REID
DIRECTOR


.....
M.J. COLLINS
DIRECTOR



HARRISON, MAIN & McARTHUR

ACCOUNTANTS, TAX AGENTS AND AUDITORS

A.B.N. 70 470 802 504

ANDREW McARTHUR

B.Fin Admin, CA

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF PACIFIC PALMS BOWLING CLUB LIMITED

I declare that, to the best of my knowledge and belief, during the year ended 30th June 2025, 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 contravention of any applicable code of professional conduct in relation to the audit.

HARRISON, MAIN & McARTHUR
ANDREW McARTHUR - CA
PARTNER
REGISTERED COMPANY AUDITOR

12-16 Wallis Street, Forster

15th October 2025



HARRISON, MAIN & McARTHUR

ACCOUNTANTS, TAX AGENTS AND AUDITORS

A.B.N. 70 470 802 504

ANDREW McARTHUR

B.Fin Admin, CA

INDEPENDENT AUDITORS' REPORT

To The Members
Pacific Palms Bowling Club Limited

Opinion

We have audited the accompanying financial report of Pacific Palms Bowling Club Limited, which comprises the Statement of Financial Position as at 30th June 2025, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant Accounting Policies and the Directors' Declaration as set out on pages 9 to 28.

In our opinion the financial report of Pacific Palms Bowling Club Limited is in accordance with the Corporations Act 2001, including:

- a) Giving a true and fair view of the Company's financial position as at 30th June 2025 and of its 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 Corporations Regulations 2001.

Basis for Our 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.

Information Other than the Financial Report and Auditor's Report Thereon

The Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report for the year ended 30th June 2025 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

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

In preparing the financial report, the Directors are responsible for assessing the ability of the Company 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 has 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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



HARRISON, MAIN & McARTHUR
ANDREW McARTHUR - CA
PARTNER
REGISTERED COMPANY AUDITOR

12-16 Wallis Street, Forster

15th October 2025

PACIFIC PALMS BOWLING CLUB LIMITED
(A COMPANY LIMITED BY GUARANTEE)
A.B.N. 99 546 586 347
DIRECTORS' DECLARATION

The Directors of Pacific Palms Bowling Club Limited, declare that:

1. The financial statements and notes, as set out on pages 10 to 28 are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 30th June 2025 and of the performance for the 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.

Signed at Pacific Palms this 15th Day of October 2025 by R. Reid and M. J. Collins on behalf of the Board and in accordance with a Resolution passed by the Directors.


.....
R. REID
DIRECTOR


.....
M.J. COLLINS
DIRECTOR

PACIFIC PALMS BOWLING CLUB LIMITED
(A COMPANY LIMITED BY GUARANTEE)
A.B.N. 99 546 586 347
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH June 2025

	Note	2025 \$	2024 \$
Revenue	2	4126592	3534260
Profit/(Loss) on Disposal of Fixed Assets	3	14299	(2983)
Changes in Inventories of Finished Goods	3	(1223283)	(1025036)
Employee Benefits Expense	3	(1308532)	(1173425)
Depreciation & Amortisation Expense	3	(171394)	(164844)
Finance Costs	3	-	-
Other Expenses		(1272570)	(1092162)
Profit/(Loss) Before Income Tax		165112	75810
Income Tax Expense	1(c)	-	-
Profit/(Loss) for the Year		165112	75810
Other Comprehensive Income After Income Tax:			
Net Gain On Revaluation of Non-Current Assets		-	-
Other Comprehensive Income for the Year, Net of Tax		-	-
Total Comprehensive Income for the Year		165112	75810
Total Comprehensive Income Attributable to: Members of the Entity		165112	75810

The Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the notes to and forming part of the accounts set out on pages 14 to 28.

PACIFIC PALMS BOWLING CLUB LIMITED
(A COMPANY LIMITED BY GUARANTEE)
A.B.N. 99 546 586 347
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30TH June 2025

	Retained Earnings \$	Note	Asset Revaluation Reserve \$
Balance at 1st July, 2023	1663728		-
Retrospective Adjustment Upon Change in Accounting Policy	-		-
Transfers to and From Reserves	-		-
Transfers to and From Retained Profits	-		-
Total Other Comprehensive Income for the Year	-		-
Profit/(Loss) Attributable to the Company	75810		-
Balance at 30th June, 2024	1739538		-
Balance at 1st July, 2024	1739538		-
Retrospective Adjustment Upon Change in Accounting Policy	-		-
Transfers to and From Reserves	-		-
Transfers to and From Retained Profits	-		-
Total Other Comprehensive Income for the Year	-		-
Profit/(Loss) Attributable to the Company	165112		-
Balance at 30th June, 2025	1904650		-

The Statement of Changes in Equity is to be read in conjunction with the notes to and forming part of the accounts set out on pages 14 to 28.

PACIFIC PALMS BOWLING CLUB LIMITED**(A COMPANY LIMITED BY GUARANTEE)****A.B.N. 99 546 586 347****STATEMENT OF FINANCIAL POSITION AS AT 30TH June 2025**

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash & Cash Equivalents	4	770239	693228
Trade & Other Receivables	5	73218	63392
Inventories	6	60136	51726
Other Assets	7	91207	74327
TOTAL CURRENT ASSETS		994800	882673
NON-CURRENT ASSETS			
Trade & Other Receivables	5	7334	7334
Property, Plant & Equipment	8	1309659	1261580
Intangible Assets	9	33336	33336
TOTAL NON-CURRENT ASSETS		1350329	1302250
TOTAL ASSETS		2345129	2184923
LIABILITIES			
CURRENT LIABILITIES			
Trade & Other Payables	10	328728	333558
Borrowings	11	-	-
Short Term Provisions	12	67734	73512
Other Liabilities	13	25070	15071
TOTAL CURRENT LIABILITIES		421532	422141
NON-CURRENT LIABILITIES			
Borrowings	11	-	-
Long Term Provisions	12	7019	4571
Other Liabilities	13	11928	18673
TOTAL NON-CURRENT LIABILITIES		18947	23244
TOTAL LIABILITIES		440479	445385
NET ASSETS		1904650	1739538
EQUITY			
Reserves		-	-
Retained Profits		1904650	1739538
TOTAL EQUITY		1904650	1739538

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the accounts set out on pages 14 to 28.

PACIFIC PALMS BOWLING CLUB LIMITED
(A COMPANY LIMITED BY GUARANTEE)
A.B.N. 99 546 586 347
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH June 2025

	Note	2025 \$	2024 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from Customers		4554274	3930095
Interest Received		4812	5817
Payments to Suppliers and Employees		(4276899)	(3607555)
Finance Costs		-	-
Net Cash Generated from Operating Activities		282187	328357
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Sale of Property, Plant & Equipment		22898	-
Payment for Intangible Assets		-	-
Payment for Property, Plant & Equipment		(228074)	(248286)
Net Cash used in Investing Activities		(205176)	(248286)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Borrowings		-	-
Repayment of Borrowings		-	-
Proceeds from Hire Purchase		-	-
Repayment Hire Purchase		-	-
Bond Received		-	-
Net Cash used in Financing Activities		-	-
Net Increase/(Decrease) in Cash Held		77011	80071
Cash and Cash Equivalents at 1 st July 2024		693228	613157
Cash and Cash Equivalents at 30th June 2025	4(a)	770239	693228

The Statement of Cash Flows is to be read in conjunction with the notes to and forming part of the accounts set out on pages 14 to 28.

PACIFIC PALMS BOWLING CLUB LIMITED
(A COMPANY LIMITED BY GUARANTEE)
A.B.N. 99 546 586 347
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH June 2025

The financial statements are for Pacific Palms Bowling Club Limited as an individual Company, incorporated and domiciled in Australia. Pacific Palms Bowling Club Limited is a Company limited by guarantee.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Act 2001. The Company 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.

The financial statements, except for the cash flow information, have been prepared on the accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets (if applicable), financial assets and financial liabilities (if applicable). The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on the 15th of October 2025 by the Directors of the Company.

Accounting Policies

a) Inventories

Inventories are measured at the lower of cost and net realisable value.

b) Property, Plant & Equipment

Property, plant and equipment are carried at cost or at fair value, less, where applicable, any accumulated depreciation and impairment losses. The carrying amount of property, plant and equipment is reviewed annually by the 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 fair value of the assets less cost to sell or the depreciable replacement cost of these assets.

The cost of fixed assets constructed within the Company includes the cost of materials, direct labour and borrowing costs. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Comprehensive Income during the financial period in which they are incurred.

Depreciation

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

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5% - 5%
Plant and Equipment	7.5% - 40%
Leasehold Improvements	4-5%
Bowling Greens	4%
Car Parks etc	2.5-10%
Greens Irrigation Equipment	10%

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Comprehensive Income.

c) Income Tax

In accordance with Section 50.45 of the Income Tax Assessment Act, the Company in March 2025, lodged a Not-for-Profit Self Review Return with the Australian Taxation Office for the 2024 year, notifying the ATO that its income was not subject to income tax due to the principal activity of the Company being the promotion of lawn bowls. The Board expects no change to the principal activities of the Company, when it's lodges the Not-for-Profit Self Review Return for the 2025 year, which is due on the 31st October 2025.

d) Employee entitlements

I. Short Term Employee Benefits

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

The Company's obligation for short term employee benefits is recognised as part of provisions in the Statement of Financial Position.

II. Long Term Employee Benefits

The Company classifies employees' long service leave and certain annual leave entitlements as long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the Company's obligation for long term employee benefits, which are measured at the present value of the expected future payments to be made to employees including future wage and salary levels and on costs. The movement in this provision is recognised on the profit or loss under employee benefits expense.

The Company's obligation for long term employee benefits is recognised as part of non-current provisions in the Statement of Financial Position unless the Company cannot defer settlement for 12 months then they are classified as current provision.

Contributions are made by the Company to employee superannuation funds and charged as an expense when incurred.

e) Revenue

Revenue from the sale of goods is recognised upon delivery of goods to customers. Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Revenue from the rendering of a service is recognised upon the delivery of the service to the customer. Donations and bequests are recognised as revenue when received. Revenue from the provision of membership subscriptions is recognised on a straight-line basis over the financial year.

When the Company receives contributed assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (e.g. AASB 9, AASB 16, AASB 116 and AASB 138). On initial recognition of an asset, the Company recognises related amounts being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer. The Company recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amounts.

When the Company receives operating grant revenue it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance to AASB 15. Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Company recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount. If a contract liability is recognised as a related amount above, the Company recognises income in profit or loss when or as it satisfies its obligations under the contract.

When the Company receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

Revenue is recognised net of the amount of goods and services tax (GST)

f) 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 the expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

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

g) Intangibles

Computer software is recorded at cost. Software has a finite life and is carried at cost less any accumulated amortisation and impairment losses. It is being written off over the useful life of the software to the Company.

h) Leases/Rental Agreements

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 Company are classified as finance leases.

Finance lease 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 finance leases which are considered low value are charged as expenses on a straight line basis over the lease term.

In accordance AASB: 116 Property Plant and Equipment, any rectification clauses in operating leases will be recognised and measured in accordance with AASB 137: Provisions, Contingent Liabilities and Contingent Assets, only if the probable outflow is not remote and can be reliably measured.

i) Sub Clubs

The Directors had previously determined that the Sub Clubs namely Pacific Palms Men's Bowling Club, Pacific Palms Women's Bowling Club, Pacific Palms Fishing Club are separate Clubs in their own right and as a result their trading results and net assets have not been incorporated into the Main Clubs figures. The treatment of these Clubs is always under review and they may be incorporated into the main club figures in ensuing financial years.

j) Impairment of Assets

At the end of each reporting period, the Company 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 or the depreciable replacement cost, 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 the asset's 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 asset class, the Company 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 to 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.

Impairment testing is performed annually for intangible assets with indefinite lives

k) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit and loss", in which case transaction costs are expensed to profit or loss immediately.

Classification & Subsequent Measurement

Financial assets are subsequently measured at:

1. amortised cost;
2. fair value through other comprehensive income; or
3. fair value through profit and loss.

A financial asset is subsequently measured at amortised cost when it meets the following conditions:

1. the financial asset is managed solely to collect contractual cash flows;
2. the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset is subsequently measured at fair value through other comprehensive income when it meets the following conditions:

1. the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
2. the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

The initial designation of the financial instruments to measure at fair value through profit and loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

By default, all other financial assets that do not meet the conditions of amortised cost and the fair value through other comprehensive income's measurement condition are subsequently measured at fair value through profit or loss.

Financial Liabilities

Financial liabilities are subsequently measured at amortised cost using the effective interest method. The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period. The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

Impairment

At the end of each reporting period, the Association assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the Statement of Comprehensive Income.

Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the Statement of Financial Position.

Derecognition of Financial Liabilities

Financial liabilities are derecognised where the related obligations are either 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 profit and loss.

Derecognition of Financial Assets

A financial asset is derecognised when the Company's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss. On derecognition of an investment in equity which was elected to be classified under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investments revaluation reserve is not reclassified to profit or loss, but is transferred to retained earnings.

l) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

m) Comparative Figures

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

When the Company applies an accounting policy retrospectively, makes retrospective restatement or reclassifies items in its financial statements, a Statement of Financial Position as at the beginning of the earliest comparative period must be disclosed.

n) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements 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 with the Company.

Key Estimates – Impairment

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

o) New and Revised Standards that are Effective for these Financial Statements

The following Australian Accounting Standards are effective and have been applied in the preparation of the financial statements for the 2025 year:

AASB 1060: GPFS – Simplified Disclosures for Not-for-Profit Tier 2 Entities

These financial statements have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures. There has been no impact on the recognition and measurement of amounts in the Statement of Financial Position, Comprehensive Income or Cash Flows as a result of this change in the basis of preparation.

NOTE 2 – REVENUE

	Note	2025 \$	2024 \$
Operating Revenue			
Turnover from Trading Activities		3766018	3220952
Non-Operating Revenue			
ATM Rebate		27096	24704
Department of Industry Grant		-	-
Courtesy Bus Contributions		1435	712
Coffee Machine		1533	1421
Members Subscriptions		17063	15482
Commissions Received		62024	57277
Volume Rebates		75554	60801
Bingo and Raffle Ticket Sales		150127	130918
Green Fees		10348	8759
Interest Received		4812	5817
Bowls Sponsorship		10400	909
Sundry Income		182	568
Insurance Recoveries		-	5940
TOTAL REVENUE		4126592	3534260

NOTE 3 – PROFIT/(LOSS) FOR YEAR

	Note	2025 \$	2024 \$
a) Expenses			
Changes in Inventories of Finished Goods			
Bar		665657	610094
Bistro		557626	414942
		1223283	1025036
Depreciation and Amortisation			
Property, Plant & Equipment		171394	164844
Intangibles		-	-
		171394	164844
Finance Costs			
Interest Paid		-	-
Employee Benefits			
Employee Entitlements		(3329)	12196
Fringe Benefits		-	-
Staff Indirect Costs		8890	13406
Salaries & Wages		1302971	1147824
		1308532	1173425
Employee Benefits			
Contributions to Defined Contribution Super Funds		139821	119716
Rental Expense on Operating Leases			
Minimum lease payments		22908	24723
b) Significant Revenue and Expenses			
Gain on Disposal of Non-Current Assets		17327	-
Loss on Disposal of Non-Current Assets		(3028)	2983

NOTE 4 – CASH & CASH EQUIVALENTS

	Note	2025 \$	2024 \$
Cash on Hand		155867	119157
Cash at Bank		614372	574071
	4(a), 19	<u>770239</u>	<u>693228</u>

(a) Reconciliation of Cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to Items in the Statement of Financial Position as follows:

Cash and Cash Equivalents		770239	693228
Bank Overdrafts	11	<u>-</u>	<u>-</u>
		<u>770239</u>	<u>693228</u>

NOTE 5 – TRADE & OTHER RECEIVABLES**Current**

Trade Receivables		28872	21076
Provision for Impairment		<u>-</u>	<u>-</u>
		28872	21076
Other Receivables & Accrued Income		1453	1453
GST Receivable		42893	40863
	5(a)	<u>73218</u>	<u>63392</u>

NOTE 5 – TRADE & OTHER RECEIVABLES**Non-Current**

Bonds & Security Deposits Paid	5(a)	<u>7334</u>	<u>7334</u>
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(a) Financial assets classified as loans and receivables:

Trade & Other Receivables:

- Current		73218	63392
- Non-Current		7334	7334
	19	<u>80552</u>	<u>70726</u>

NOTE 6 - INVENTORIES

Finished Goods – Bar Stock	51173	42750
Finished Goods – Bistro Stock	8959	8976
	<u>60136</u>	<u>51726</u>

NOTE 7- OTHER ASSETS

Prepayments	<u>91207</u>	<u>74327</u>
-------------	--------------	--------------

NOTE 8 – PROPERTY, PLANT & EQUIPMENT

	Cost \$	Accum Dep'n \$	Accum Impair't Loss \$	Written Down Value \$
Year Ended 30th June, 2025				
Land, Buildings & Improvements	1578487	856900	-	721587
Bowling Green	322812	140396	-	182416
Plant & Equipment & Furnishings	1508489	1166749	-	341740
Irrigation Equipment	54736	54736	-	-
Work In Progress	63916	-	-	63916
	<u>3528440</u>	<u>2218781</u>	<u>-</u>	<u>1309659</u>

	Cost \$	Accum Dep'n \$	Accum Impair't Loss \$	Written Down Value \$
Year Ended 30th June, 2024				
Land, Buildings & Improvements	1497717	809289	-	688428
Bowling Green	322812	124927	-	197885
Plant & Equipment & Furnishings	1523382	1209250	-	314132
Irrigation Equipment	54736	54736	-	-
Work In Progress	61135	-	-	61135
	<u>3459782</u>	<u>2198202</u>	<u>-</u>	<u>1261580</u>

Movement in Carrying Amount of Property, Plant & Equipment

	2025 Property, Plant & Equipment \$	2024 Property, Plant & Equipment \$
Opening Written Down Value	1261580	1181121
Add: Additions	228074	248286
Less: Disposals	(8601)	(2983)
Less: Depreciation	(171394)	(164844)
Add: Revaluation Increment	-	-
Less: Revaluation Decrement	-	-
	<u>1309659</u>	<u>1261580</u>
Closing Written Down Value		

CORE ASSETS OF THE CLUB

The current Directors disclose under the provisions of the Registered Clubs Act that the core assets of the Club are the Clubhouse at Smiths Lake including bowling green and car park.

NOTE 9 – INTANGIBLE ASSETS

	Cost \$	Accum Amort'n/ Impair't \$	Written Down Value \$
30th June, 2025			
Computer Software	60900	60900	-
Poker Machine Entitlements	33336	-	33336
	<u>94236</u>	<u>60900</u>	<u>33336</u>

	Cost \$	Accum Amort'n/ Impair't \$	Written Down Value \$
30th June, 2024			
Computer Software	60900	60900	-
Poker Machine Entitlements	33336	-	33336
	<u>94236</u>	<u>60900</u>	<u>33336</u>

Movement in Carrying Amount of Intangible Assets

	2025 \$	2024 \$
Opening Written Down Value	33336	33336
Add: Additions	-	-
Less: Disposals	-	-
Less: Amortisation	-	-
Add: Revaluation Increment	-	-
Less: Revaluation Decrement	-	-
Closing Written Down Value	33336	33336

NOTE 10 – TRADE & OTHER PAYABLES

	Note	2025 \$	2024 \$
Current			
Trade Payables		162113	179701
Income in Advance		-	-
Accrued Expenses		59451	63007
GST Payable		107163	90850
	10(a)		
		328727	333558

(a) Financial Liabilities at amortised cost classified as trade and other payables:

Trade & Other Payables			
- Current		328727	333558
- Non-Current		-	-
		328727	333558
Less Income In Advance		-	-
Financial Liabilities as Trade & Other Payables	19	328727	333558

NOTE 11 – BORROWINGS

Current			
Bank Overdraft – Westpac	11(b) & (c)	-	-
Finance Lease Liabilities	11(b)	-	-
		-	-
Non-Current			
Bank Overdraft – Westpac	11(b) & (c)	-	-
Finance Lease Liabilities	11(b)	-	-
		-	-
Total Borrowings	19		
		-	-

a) Total current and non-current secured liabilities:

	Note	2025 \$	2024 \$
Bank Overdraft – Westpac		-	-
Finance Lease Liabilities		-	-
		-	-

b) The carrying amount of current and non-current assets pledged as security are:

	Note	2025 \$	2024 \$
Buildings and Plant & Equipment		1309659	1261580
Floating Charge:			
Cash & Cash Equivalents		770239	693228
Trade & Other Receivables		80552	70726
Inventories		60136	51726
Other Current Assets		91207	74327
Intangible Assets		33336	33336
		<u>2345129</u>	<u>2184923</u>

c) Securities Given

i. The bank debt is secured by:

- Registered Mortgage over the property at Macwood Road Smiths Lake and a registered equitable mortgage over all assets and undertakings of the club including goodwill and uncalled capital and called but unpaid capital.

Covenants imposed by the bank are as follows:

- Annual audited financial statements provided within 120 days of end of financial year.

d) The Company currently has undrawn facilities as follows:

Facility	Facility Limit \$	Amount Drawn \$	Undrawn Facility \$
Bank Overdraft – Westpac	150000	-	150000
Finance Lease Liabilities	-	-	-

NOTE 12 – PROVISIONS

	Annual Leave Prov'n \$	Long Service Leave Prov'n \$	Total \$
Opening Balance at 1 st July 2024	45614	32469	78083
Additional provisions raised during year	41117	11993	53110
Amounts used	(56440)	-	(56440)
Balance at 30 th June 2025	<u>30291</u>	<u>44462</u>	<u>74753</u>

Analysis of Total Provisions

	Note	2025 \$	2024 \$
Current			
Annual Leave		30291	45614
Long Service Leave		<u>37443</u>	<u>27898</u>
		<u>67734</u>	<u>73512</u>
Non-Current			
Long Service Leave		<u>7019</u>	<u>4571</u>

Provision for Long Service Leave

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(d) of the financial statements.

NOTE 13 – OTHER LIABILITIES

	Note	2025 \$	2024 \$
Current			
Subscriptions in Advance		18135	8136
Funds Held in Trust – Junior & Women's Bowlers		6935	6935
		<u>25070</u>	<u>15071</u>
Non-Current			
Subscriptions in Advance		<u>11928</u>	<u>18673</u>

NOTE 14 - CONTINGENT LIABILITIES & ASSETS

Contingent Liability – Poker Machine Jackpots

The Club has a contingent liability at the 30th of June 2025 being the payment of poker machine jackpots upon the decommissioning of a machine. The payment of the jackpot being contingent upon the decommissioned machine not being replaced or the jackpot not being transferred to another machine. The potential liability is \$9857.

Contingent Asset – Promotional Fund

The Club has two contingent assets at the 30th of June 2025 being the maintenance of a promotional fund by both Lion Nathan & Carlton United Breweries under the current trading agreement. Under the agreement between the Club and both suppliers an amount is set aside based on the litres purchased by the Club to be used on promotional activity agreed to by all parties. The maintenance of the fund is contingent upon a valid trading agreement between the Club and both suppliers remaining in place.

NOTE 15 - LEASING & CAPITAL COMMITMENTS

Operating Lease Commitments

Point of Sale System & Photocopier & Bistro Pagers

The Club entered into agreements on the 12th of December 2023, 15th of November 2022 and 19th September 2023 for a 5-year period with Sharp Finance and Page 5 and a 3-year period with BTG, to lease a point-of-sale system and associated software, digital colour photocopier and bistro pagers. The annual rental is detailed below.

Sky Channel & Foxtel

The Club entered into an agreement to subscribe to Sky Channel as part of providing Tab facilities at the club and Foxtel for the benefit of members and guests. The annual subscriptions are detailed below.

Keno

The Club entered into an agreement to provide Keno facilities for the benefit of members and guests. The annual subscription is detailed below.

The Club's annual rental liabilities are as follows:

	Keno \$	Till System \$	Photo- Copier \$	Sky Channel \$	Foxtel \$	Bistro Pagers \$	Total \$
Not Later Than 12 months	5223	17460	3624	13521	20760	2004	62592
Later Than 12 months but Not Later Than 2 years	-	17460	3624	-	-	2004	23088
Later Than 2 years but Not Later Than 5 years	-	34920	1510	-	-	3507	39937
Later Than 5 Years	-	-	-	-	-	-	-

Capital Commitments

The Club has no material capital commitments at the 30th of June 2025.

NOTE 16 - SUPERANNUATION COMMITMENT

The Company is committed to paying superannuation for all employees who fall within the ambit of the Superannuation Guarantee Legislation. Contributions are calculated as a percentage of employees' ordinary wages under the definition of ordinary time's earnings under the modern award.

NOTE 17 – KEY MANAGEMENT PERSONNEL COMPENSATION

At the 30th of June, 2025 the Company had 12 current and 3 former key management personnel including Directors of the Company.

Compensation Paid to Key Management Personnel (Directors)

No remuneration has been paid to the Directors of the club except for the reimbursement of any expenses incurred on behalf of the Club.

Compensation Paid to Key Management Personnel (Excluding Directors)

	Short Term Benefits \$	Terminati on Benefits	Post Employ Benefits \$	Long Term Benefits \$	TOTAL \$
2025					
Total Compensation	409525	-	47096	39780	496401
2024					
Total Compensation	391131	-	43025	27898	462054

NOTE 18 – RELATED PARTY TRANSACTIONS

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

Transactions with related parties:

a) Transaction between the Club and Current Key Management Personnel

Mr Rod Reid is currently contracted to provide cleaning services to the Club during the 2024/25 year. Total compensation received during the year was \$11335 (GST Inc).

b) Employment of Current Key Management Personnel

Mr Rod Reid one of the current key management personnel was employed by the Club. Total compensation received during the 2024/25 year was \$3467.

NOTE 19 – FINANCIAL RISK MANAGEMENT

The Company's financial instruments consist mainly of deposits with banks, accounts receivable and payable and borrowings from financial and non-financial institutions.

The Company does not have any derivative instruments at the 30th of June, 2025.

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:

	Note	2025 Carrying Value \$	2025 Net Fair Value \$	2024 Carrying Value \$	2024 Net Fair Value \$
Financial Assets					
Cash & Cash Equivalents	4	770239	770239	693228	693228
Loans & Receivables	5(a)	80552	80552	70726	70726
Total Financial Assets		<u>850791</u>	<u>850791</u>	<u>763954</u>	<u>763954</u>
Financial Liabilities					
Financial liabilities at amortised cost:					
Trade & Other Payables	10(a)	328727	328727	333558	333558
Borrowings	11	-	-	-	-
Total Financial Liabilities		<u>328727</u>	<u>328727</u>	<u>333558</u>	<u>333558</u>

Net Fair Values

Fair Value Estimation

The fair values of financial assets and financial liabilities are presented in the table at the beginning of Note 19 and can be compared to their carrying value as presented in the Statement of Financial Position. Fair value is determined in accordance with the accounting policy at Note 1(k) in the Financial Statements and Notes.

The fair values disclosed in the table at the beginning of Note 19 have been determined on the following methodologies:

- (i) Cash and cash equivalents, trade and other receivables and trade and other payables are short term instruments in nature whose carrying value is equivalent to fair value.
- (ii) Borrowings fair values are determined using discounted cash flow model incorporating current commercial borrowing rates. The fair values of fixed rate bank debt will not differ materially to their carrying value.

Financial Instruments Measured at Fair Value

There are no financial instruments that need to be recognised at fair value in the Statement of Financial Position using the fair value hierarchy as outlined in AASB 7.

NOTE 20 – EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

Events After Balance Date

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

Future Developments

The Board has engaged an architect to do concept designs for the various projects the Board has earmarked for completion over the medium to longer term including an upgrade of the carpark, raising the roof of the bistro and utilisation of unused interior bistro space and the potential extension of the south & western sides of the Club. During the year a Development Application (DA) was lodged for the upgrade of the carpark with Mid Coast Council. It is currently being assessed and will hopefully be approved prior to Christmas. Any other project work to be completed will also require a full DA to be lodged and to be approved before the various methods of funding for the works will be explored.

Apart from this it is proposed to continue Company operations in a similar manner to the past financial year, with focus being on reduction of the Club's expenditure and the undertaking of improvements, wherever possible and within the constraints of available funds.

NOTE 21 – ENTITY DETAILS

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

Pacific Palms Bowling Club Ltd
8 Paradise Drive
SMITHS LAKE NSW 2428

NOTE 22 - MEMBERS GUARANTEE

The Company is incorporated under the Corporations Act 2001 and is a Company Limited by Guarantee. In accordance with the Constitution of the Company every member of the Company undertakes to contribute an amount limited to \$2 per member in the event of the winding up of the Company during the time that he/she is a member or within one year thereafter. At the date of this report there are 2001 members (2024: 1786 members).



HARRISON, MAIN & McARTHUR

ACCOUNTANTS, TAX AGENTS AND AUDITORS

A.B.N. 70 470 802 504

ANDREW McARTHUR

B.Fin Admin, CA

AUDITORS REPORT ON ADDITIONAL FINANCIAL INFORMATION **FOR THE YEAR ENDED 30TH JUNE 2025**

Our Auditors Report dated 15th October, 2025 on the financial report of Pacific Palms Bowling Club Limited for the year ended 30th June 2025, namely the Directors Declaration, the Statement of Financial Position as at 30th June 2025, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Changes in Equity, the Statement of Cash Flows and notes to and forming part of the accounts for the year ended on that date, presented on pages 9 to 28, does not relate to the additional financial information presented hereinafter.

This additional information presented in the following statements on pages 30 to 33, namely the Bar Trading Account, Bistro Trading Account, Poker Machine Trading Account and Detailed Profit and Loss Accounts have been prepared from the accounting records of the Company and we do not express an opinion thereon.

HARRISON, MAIN & McARTHUR
ANDREW McARTHUR - CA
PARTNER
REGISTERED COMPANY AUDITOR

12-16 Wallis Street, Forster

15th October 2025

PACIFIC PALMS BOWLING CLUB LTD
A.B.N. 99 546 586 347
(A COMPANY LIMITED BY GUARANTEE)
TRADING ACCOUNT FOR THE YEAR ENDED 30th June 2025

2024 \$		2025 \$
	<u>TRADING ACCOUNT</u>	
	<u>BAR TRADING ACCOUNT</u>	
1,249,737	Sales	1,482,305
	<u>LESS COST OF SALES</u>	
43,385	Opening Stock	42,750
609,459	Purchases Bar	674,085
-	Freight	-
652,844		716,835
42,750	Closing Stock	51,178
610,094		665,657
639,643	(51.18%) GROSS PROFIT (55.09%)	816,648
	<u>Direct Expenses</u>	
204	Consumables	315
7,507	Depreciation Plant	8,610
131,030	Members Discounts	163,739
473	Bar Replacements	897
5,095	Replacement Glasses	2,952
144,309		176,513
495,334	BAR TRADING PROFIT	640,135
	<u>BISTRO TRADING ACCOUNT</u>	
874,003	Sales	1,044,138
	<u>LESS COST OF SALES</u>	
8,780	Opening Stock	8,976
415,138	Purchases Bistro	557,609
-	Freight	-
423,918		566,585
8,976	Closing Stock	8,959
414,942		557,626
459,061	(52.52%) GROSS PROFIT (46.59%)	486,512
	<u>Direct Expenses</u>	
-	Consumables	-
-	Depreciation Plant	-
31,675	Gas	29,101
-	Members Discounts	-
7,948	Kitchen Replacements	4,659
39,623		33,760
419,438	BISTRO TRADING PROFIT	452,752

These unaudited Trading Statements are to be read in conjunction with the disclaimer on page 29.

PACIFIC PALMS BOWLING CLUB LTD
A.B.N. 99 546 586 347
(A COMPANY LIMITED BY GUARANTEE)
TRADING ACCOUNT FOR THE YEAR ENDED 30th June 2025

2024 \$		2025 \$
	<u>POKER MACHINE TRADING ACCOUNT</u>	
1,097,212	Poker Machine Net Clearances	1,239,575
	<u>Direct Expenses</u>	
37,826	Depreciation	32,586
14,073	Licence Fees	15,461
54,118	Poker Machine Duty	104,581
19,241	Servicing & Analysis	13,802
-	Club Grants & CDSE	10,467
<u>(17,180)</u>	GST Adjustment	<u>(17,180)</u>
108,078		159,717
<u>989,134</u>	POKER MACHINE TRADING PROFIT	<u>1,079,858</u>
<u>1,903,906</u>	TOTAL TRADING PROFIT	<u>2,172,745</u>

These unaudited Trading Statements are to be read in conjunction with the disclaimer on page 29.

PACIFIC PALMS BOWLING CLUB LTD
A.B.N. 99 546 586 347
(A COMPANY LIMITED BY GUARANTEE)
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 30th June 2025

2024 \$		2025 \$
	<u>INCOME</u>	
1,903,906	Trading Profit - Bar, Bistro & Poker Machines	2,172,745
24,704	ATM Rebate	27,096
1,421	Coffee Machine	1,533
130,918	Competitions	150,127
57,276	Commission Received	62,023
712	Courtesy Bus Contributions	1,435
5,940	Insurance Recovery	-
8,759	Greens Fees	10,348
5,817	Interest Received	4,812
59,915	Alcohol Volume Rebates	74,352
909	Sponsorship - Bowls	10,400
15,482	Subscriptions	17,063
-	State Govt Industry Grant	-
1,454	Sundry Income	1,384
-	COVID-19 Assistance - State & Federal	-
2,217,213	TOTAL INCOME	2,533,318
	<u>EXPENSES</u>	
17,850	Audit & Accounting - External	17,933
69,858	Advertising & Promotions	75,617
-	Amortisation Intangibles	-
-	Bad Debts	-
1,535	Bank Charges	1,398
60,143	Cleaning Labor & Materials	62,185
2,106	Coffee Machine Expenses	673
167,016	Competitions	167,487
3,410	Computer Software/Internet	13,504
-	Consultants	-
18,931	Courtesy Bus	20,921
119,511	Depreciation	130,198
9,681	Directors Expenses	8,727
8,630	Donations & Sponsorships	9,639
12,379	EFTPOS Fees & Charges	15,135
47,037	Electricity	45,063
34,367	Entertainment & Functions	62,593
205	Floral Tributes & Welfare	447
-	Fringe Benefits Tax	-
79	Green Maintenance - Materials	107
9,690	Greens Maintenance - Labour	10,869
88,153	Insurance	100,583
-	Interest - Bank	-
-	Interest - Other	-
11,618	Keno & Tab Maintenance	10,513
-	Legal Costs	-
4,013	Licenses, Registrations & Permits	5,014
-	Payroll Tax	8,196
1,153	Medical Expenses	2,150
4,315	Postage, Printing & Stationary	6,144
12,196	Provision for Annual, Sick & Long Service Leave	(3,329)
18,772	Rates, Water Rates & Water	17,478
24,723	Rent - ATM, Till System & Photocopier	22,908
39,932	Repairs & Maintenance	54,193
32,331	Repairs & Maintenance - Labour	34,582
43,644	Security	38,838
13,521	Sky Channel	13,521
2,376	Staff Training	2,548

These unaudited Trading Statements are to be read in conjunction with the disclaimer on page 29.

PACIFIC PALMS BOWLING CLUB LTD
A.B.N. 99 546 586 347
(A COMPANY LIMITED BY GUARANTEE)
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 30th June 2025

2024 \$		2025 \$
	<u>EXPENSES Cont'd</u>	
-	Stocktaking	-
8,063	Subscriptions	9,691
19,296	Subscriptions - Austar	20,360
119,716	Superannuation - Staff	139,821
2,522	Sundries	767
11,127	Staff Meals	6,071
2,279	Staff Clothing	2,959
5,078	Telephone	4,179
833	Travelling Expenses	-
1,033	Unders & Overs	620
1,072,423	Wages & Salaries	1,217,739
16,875	Waste & Effluent Removal	24,463
<u>2,138,420</u>	TOTAL EXPENSES	<u>2,382,505</u>
78,793	OPERATING PROFIT	150,813
	<u>NON-OPERATING INCOME & EXPENSES</u>	
	<u>Non-Operating Income</u>	
-	Profit on Sale of Fixed Assets	17,327
	<u>Non-Operating Expenses</u>	
2,983	Loss On Sale Fixed Assets	3,028
<u>-</u>	Valuation Expenses	<u>-</u>
(2,983)		14,299
75,810	OPERATING PROFIT/(LOSS) AND EXTRAORDINARY ITEMS	165,112
<u>1,663,728</u>	RETAINED PROFIT AT THE BEGINNING OF YEAR	<u>1,739,538</u>
<u>1,739,538</u>	PROFIT AVAILABLE FOR APPROPRIATION	<u>1,904,650</u>
<u>1,739,538</u>	RETAINED PROFITS AT THE END OF YEAR	<u>1,904,650</u>

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