

SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

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FOR THE YEAR ENDED 30 APRIL 2025

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UNDERSTANDING THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

Introduction

Each year, Sawtell Bowling & Recreation Club Ltd is required to prepare and have audited a set of financial statements.

What you will find in the Financial Statements

The Financial Statements set out the financial performance, financial position and cash flows of the company for the financial year ended 30 April 2025.

The format of the Financial Statements is standard across company's and complies with both the accounting and reporting requirements of Australian Accounting Standards and requirements as set down in the Corporations Act 2001.

About the Directors Report

The Directors Report outlines information relating to the directors who held office during the financial year, and any changes to this board that has occurred until the date of signing.

The Directors Report also outlines the short and long term objectives of the Company and the strategies that the Directors have put in place to achieve these objectives. This report also outlines the key performance indicators that the Directors look at on a regular basis.

About the Primary Financial Statements

The Financial Statements incorporate four "primary" financial statements:

1. Statement of Profit or Loss and Other Comprehensive Income

A summary of the Company's financial performance for the year, listing all income and expenses.

Also records changes in fair values of assets including property, plant and equipment.

2. Statement of Financial Position

A snapshot of the Company's financial position as at 30 April including all its Assets and Liabilities.

3. Statement of Changes in Equity

The overall change for the year (in dollars) of the Company's "net wealth".

4. Statement of Cash Flows

Indicates where the Company's cash came from and where it was spent.

About the Notes to the Financial Statements

The Notes to the Financial Statement provide greater detail and additional information on the four primary financial statements.

About the Auditor's Report

The Company's Financial Statements are required to be audited by a Registered Company Auditor in line with the Corporations Act 2001.

The Auditor provides an opinion on whether the Financial Statements present fairly the Company's financial performance and position for the financial year and an Auditors Independence Statement confirming that the auditors have complied with Australian Professional Ethical Standards in the performance of the audit engagement.

About the Disclaimer

This report advises that any pages in the financial statements after this page have not been subjected to audit procedures and have been compiled from the financial data provided by the company.

Detailed Trading, Income and Expenditure Statements

These pages provide additional breakdown of the information contained in the statement of comprehensive income.

Who uses the Financial Statements?

These financial statements are used by members, financiers and government regulators in various capacities.

DIRECTORS REPORT
FOR THE YEAR ENDED 30 APRIL 2025

Your directors present their report on the company for the financial year ended 30 April 2025.

Principal Activities

The company's principal activities are the operation of a registered club for the purposes of promoting bowling and other recreational activities.

These principal activities assist in achieving the short term and long term objectives of the company by:

- providing sporting facilities for the members and the community.
- providing entertainment, dining, gaming and social facilities for members and the community.
- providing turnover, cash flow and profit to meet the financial objectives of the company.

Short Term and Long Term Objectives

The company has identified the following short term objectives:

- to provide services to members commensurate with industry needs and regulatory requirements.
- to repay the funds borrowed for the club refurbishment in the short term.
- to encourage more members to use club and sporting facilities.
- to meet financial viability and accountability requirements.
- to provide a workplace that is compliant with industry standards and the Fair Work Act.

The company has identified the following long term objectives:

- to ensure a sustainable company.
- to continue to be financially secure.
- to grow the company operations in accordance with member interests.

Strategies

To achieve its stated objectives, the company has adopted the following strategies:

- the preparation of a business and strategic plan that identifies the future for the company and the initiatives that will need to be implemented to promote the company.
- the preparation of an annual budget for financial performance and the regular review of the company performance against the budget by management and directors.
- the review of the company compliance with workplace health and safety and compliance with employment law including the Fair Work Act.
- the preparation of a business and strategic plan to identify the opportunities and strengths of the company to provide a sustainable company.
- the preparation of long term budgets that consider the member service needs, infrastructure needs, service delivery, employment costs and maintaining prudent levels of working capital and liquidity in investment of funds surplus to current requirements.

Performance Measurement

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

- Surplus, after income tax expense, for the financial year was \$179,229
- Cash flow from operating activities for the financial year was \$377,738
- Membership numbers for the financial year was 2,458.

DIRECTORS REPORT
FOR THE YEAR ENDED 30 APRIL 2025

Directors Information

Directors

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

Directors Name	Special Responsibilities	Period as Director	Qualifications and Experience
Paul Covington	Chairman	Appointed 14 August 2016	Retired Radio Station Manager Grafton/Coffs. Worked in media since 1985. Councillor on Grafton City Council 2000-2003.
Dawn Grebert	Vice Chair	Appointed 11 August 2024	Retired Club Manager
Norman Sillar	Director	Appointed 2 May 2023	Manager
Nigel G Lamond	Director	Appointed 19 May 2009	Retired Small business owner Farmer 23 years
Barbara Eden	Director	Appointed 3 May 2022	Retired manager
Mark Sharpe	Director	Appointed 11 August 2024	
Peter Weir	Director	Appointed 11 August 2024	Retired Restaurateur
Helen Muir	Director	Appointed 14 August 2022 Resigned 11 August 2024	

Michael Wheeler was appointed company secretary on 4 June 2025. Prior to this, the position was held by James Gallen.

Meetings of Directors

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

	Directors' Meetings	
	Eligible to attend	Number attended
Paul Covington	12	11
Dawn Grebert	9	9
Norman Sillar	12	9
Nigel G Lamond	12	11
Barbara Eden	12	11
Mark Sharpe	9	8
Peter Weir	9	9
Helen Muir	3	3

DIRECTORS REPORT
FOR THE YEAR ENDED 30 APRIL 2025

Membership Details

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

Membership Class	Number of Members	Individual Members Contribution on winding up of Company	Total Members Contribution on winding up of Company
Life / Honorary	4	\$ 2	\$ 8
Bowling	518	\$ 2	\$ 1,036
Social	1,936	\$ 2	\$ 3,872
Total	2,458	\$ 2	\$ 4,916

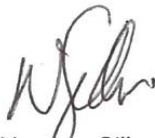
Auditors' Independence Declaration

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

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



Paul Covington
Chairman



Norman Sillar
Director

Dated: 1 July 2025

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
SAWTELL BOWLING & RECREATION CLUB LTD**

ABN 20 001 064 535

I declare that, to the best of my knowledge and belief, during the financial year to 30 April 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 contraventions of any applicable code of professional conduct in relation to the audit.

CROWE CENTRAL NORTH



Kylie Ellis

Partner

Registered Company Auditor (ASIC RAN 483424)

107 West High Street

COFFS HARBOUR NSW 2450

Dated: 1 July 2025

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
Revenues	2	2,509,532	2,227,970
Other income	3	4,365	(2,002)
Administration expenses	4	(128,079)	(109,190)
Cost of goods sold	4	(456,143)	(466,743)
Depreciation expense	4	(244,122)	(231,391)
Employee benefits expense	4	(828,420)	(835,193)
Finance costs	4	(75,044)	(62,157)
Members amenities and entertainment	4	(204,654)	(181,157)
Occupancy expenses	4	(268,923)	(277,067)
Other expenses		(129,283)	(116,896)
Surplus/(Deficit) before income tax expense		179,229	(53,826)
Income tax expense	1	-	-
Surplus/(Deficit) after income tax expense		179,229	(53,826)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive Surplus/(Deficit) for the year		179,229	(53,826)

SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2025

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	107,437	85,155
Trade and other receivables	6	68,945	58,787
Inventories	7	63,023	33,272
Other assets	8	51,477	19,890
TOTAL CURRENT ASSETS		290,882	197,104
NON CURRENT ASSETS			
Property, plant and equipment	9	3,030,935	2,870,839
Right-of-use assets	11	72,523	116,388
Intangible assets	10	397,308	397,308
TOTAL NON CURRENT ASSETS		3,500,766	3,384,535
TOTAL ASSETS		3,791,648	3,581,639
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	13	166,034	146,488
Lease liabilities	12	31,558	65,527
Borrowings	14	97,048	99,906
Employee Benefits	16	79,044	90,042
Contract liabilities	15	61,400	43,387
TOTAL CURRENT LIABILITIES		435,084	445,350
NON CURRENT LIABILITIES			
Lease liabilities	12	21,392	32,255
Borrowings	14	744,171	695,949
Employee Benefits	16	6,105	2,418
TOTAL NON CURRENT LIABILITIES		771,668	730,622
TOTAL LIABILITIES		1,206,752	1,175,972
NET ASSETS		2,584,896	2,405,667
EQUITY			
Retained surpluses		2,584,896	2,405,667
TOTAL EQUITY		2,584,896	2,405,667

SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2025

	Retained Surpluses \$	Total \$
Balance at 1 May 2023	2,459,493	2,459,493
Deficit after income tax expense	(53,826)	(53,826)
Total other comprehensive income for the year, net of tax	-	-
Balance at 30 April 2024	<u>2,405,667</u>	<u>2,405,667</u>
Surplus after income tax expense	179,229	179,229
Total other comprehensive income for the year, net of tax	-	-
Balance at 30 April 2025	<u>2,584,896</u>	<u>2,584,896</u>

SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		2,766,585	2,387,057
Payments to suppliers and employees		(2,313,803)	(2,216,673)
Finance costs		(75,044)	(62,157)
Net cash provided by operating activities		377,738	108,227
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		11,400	-
Purchase of property, plant and equipment		(339,867)	(203,869)
Net cash used in investing activities		(328,467)	(203,869)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		163,704	252,565
Repayment of borrowings		(120,339)	(137,697)
Repayment of lease liabilities (excluding interest)		(70,354)	(70,993)
Net cash (used in)/provided by financing activities		(26,989)	43,875
Net increase/(decrease) in cash held		22,282	(51,767)
Cash at the beginning of the financial year		85,155	136,922
Cash at the end of the financial year	5	107,437	85,155

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

Note 1: Basis of Preparation

The financial statements cover Sawtell Bowling and Recreation Club Ltd as an individual entity. Sawtell Bowling and Recreation Club Ltd is a public company limited by guarantee, incorporated and domiciled in Australia.

The financial statements were authorised for issue, in accordance with a resolution of directors on 1 July 2025.

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

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

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed within the relevant notes of these financial statements.

Accounting Policies

Material accounting policy information adopted in the preparation of these financial statements are presented within the relevant notes of the statements and have been consistently applied unless otherwise stated.

Income Tax

The directors consider that the company is exempt from income tax in accordance with Section 50-45 of the Income Tax Assessment Act 1997.

Going Concern

The financial statements have been prepared on a going concern basis, which assumes that the company will be able to continue their trading activities. The company has recognised a surplus after income tax of \$179,229 and positive net operating cash flows of \$377,738 for the year ended 30 April 2025 and as at that date, current liabilities exceed current assets by \$144,202.

The Company's ability to continue as a going concern is dependent on a number of factors including the ability of the company to perform in line with budgets and cash flow projections.

In addition, the company has access to available finance totalling \$63,296 including \$33,296 repaid in advance on the loan which is available for redraw and an unutilised bank overdraft of \$30,000.

The company's loan arrangements expire in January 2031. The directors believe that there are no conditions which would cause the loan to be extinguished by the financier at an earlier stage.

In the unlikely event that the above results in a negative outcome, then the going concern basis may not be appropriate. No allowance for such circumstances has been made in the financial report.

New or Amended Accounting Standards

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

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
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Note 2: Revenue

Revenue from contracts with customers

Bar trading	1,230,859	1,119,182
Poker machines trading	743,072	678,857
Functions	4,201	7,762
Green fees	96,388	94,674
Membership subscriptions	26,067	32,631
Tournaments	22,814	13,256
Advertising/sponsorship	15,662	6,278
Commissions/rebates	216,906	126,875
Raffles	119,368	111,049
Other sales	11,948	19,359

Total revenue from contracts with customers	2,487,285	2,209,923
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Other revenue:

Capital grants	-	100
Kitchen rent	20,000	16,825
Locker hire	2,227	920
Sundry income	20	202

Total other revenue	22,247	18,047
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Total revenue	2,509,532	2,227,970
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The disaggregation of revenue from contracts with customers is as follows:

Timing of revenue recognition

Goods transferred at a point in time	2,324,761	2,050,978
Service transferred over time	162,524	158,945
	2,487,285	2,209,923

Sale of Goods

Revenue from the sale of goods is recognised at the point in time when the customer obtains control of the goods, which is generally at the time of delivery.

Rendering of Services

Revenue from a contract to provide services is recognised over time as the services are rendered based on either a fixed price or an hourly rate.

Key Judgement - Revenue from contracts with customers

When recognising revenue in relation to the sale of goods to customers, the key performance obligation of the consolidated company is considered to be the point of delivery of the goods to the customer, as this is deemed to be the time that the customer obtains control of the promised goods and therefore the benefits of unimpeded access.

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

Note 3: Other Income

Profit/(loss) on sale of fixed assets	2,256	-
Gain/(loss) on lease modification	2,109	(2,002)
	4,365	(2,002)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
Note 4: Expenditure			
(a) Deficit before income tax includes the following specific expenses:			
Administration expense		<u>128,078</u>	<u>109,190</u>
Cost of sales		<u>456,143</u>	<u>466,743</u>
<u>Depreciation expense</u>			
Property, Plant and equipment		196,128	183,105
Plant and equipment right-of-use		<u>47,994</u>	<u>48,286</u>
Total depreciation		<u>244,122</u>	<u>231,391</u>
Employee Benefits Expense		<u>828,420</u>	<u>835,193</u>
<u>Finance costs</u>			
Interest and finance charges paid/payable on borrowings		71,769	59,970
Interest and finance charges paid/payable on lease liabilities		<u>3,275</u>	<u>2,187</u>
Total finance costs		<u>75,044</u>	<u>62,157</u>
Occupancy expenses		<u>268,923</u>	<u>277,067</u>
Returns to members		<u>204,654</u>	<u>181,157</u>
Note 5: Cash and Cash Equivalents			
Cash on hand		40,000	35,000
Cash at bank		<u>67,437</u>	<u>50,155</u>
		<u>107,437</u>	<u>85,155</u>
Note 6: Trade and Other Receivables			
Trade receivables		64,013	53,131
Deposits		5,000	5,000
Other receivables		<u>(68)</u>	<u>656</u>
		<u>68,945</u>	<u>58,787</u>
Note 7: Inventories			
Stock on Hand, at cost		<u>63,023</u>	<u>33,272</u>
Note 8: Other Assets			
Accrued income		25,900	-
Prepayments		<u>25,577</u>	<u>19,890</u>
		<u>51,477</u>	<u>19,890</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
Note 9: Property, Plant & Equipment			
Land and Buildings (at cost)			
Freehold land		<u>231,000</u>	<u>231,000</u>
Buildings		<u>3,480,460</u>	<u>3,262,721</u>
Less: Accumulated depreciation		<u>(1,270,561)</u>	<u>(1,183,402)</u>
		<u>2,209,899</u>	<u>2,079,319</u>
Capital works in progress		<u>240,675</u>	<u>217,592</u>
Total Land and Buildings		<u>2,681,574</u>	<u>2,527,911</u>
Plant and Equipment (at cost)			
Indoor plant and equipment		<u>1,221,467</u>	<u>1,171,611</u>
Less: Accumulated depreciation		<u>(1,049,881)</u>	<u>(1,020,089)</u>
		<u>171,586</u>	<u>151,522</u>
Bowling Greens		<u>64,283</u>	<u>56,299</u>
Less: Accumulated depreciation		<u>(48,130)</u>	<u>(42,257)</u>
		<u>16,153</u>	<u>14,042</u>
Outdoor plant and equipment		<u>315,808</u>	<u>310,406</u>
Less: Accumulated depreciation		<u>(198,254)</u>	<u>(176,700)</u>
		<u>117,554</u>	<u>133,706</u>
Poker machines		<u>671,405</u>	<u>659,779</u>
Less: Accumulated depreciation		<u>(634,952)</u>	<u>(620,797)</u>
		<u>36,453</u>	<u>38,982</u>
Kitchen Equipment		<u>8,572</u>	<u>5,036</u>
Less: Accumulated depreciation		<u>(957)</u>	<u>(360)</u>
		<u>7,615</u>	<u>4,676</u>
Total Plant and Equipment		<u>349,361</u>	<u>342,928</u>
Total Property, Plant and Equipment		<u>3,030,935</u>	<u>2,870,839</u>

(a) Movements in carrying amounts

	Land and Buildings \$	Plant and Equipment \$	Total \$
Balance at the beginning of the year	2,527,911	342,928	2,870,839
Additions	240,822	99,045	339,867
Disposals	-	(9,144)	(9,144)
Transfers	-	25,501	25,501
Depreciation expense	<u>(87,159)</u>	<u>(108,969)</u>	<u>(196,128)</u>
Carrying amount at the end of the year	<u>2,681,574</u>	<u>349,361</u>	<u>3,030,935</u>

(b) There is a registered mortgage over all properties owned by the company.

(c) No impairment has been recognised in respect of plant and equipment.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
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Note 9: Property, Plant & Equipment (Continued)

(d) Operating Leases

Property Plant & Equipment includes the clubs kitchen space which is leased to a third party. The lease has been classed as an operating lease.

The lease is for a 3 year term at annual fee of \$19,200

(e) Freehold land and buildings are shown at cost less depreciation and impairment losses.

(f) Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Class of Fixed Asset	Depreciation Rate
Land and Buildings	2.5-14.5%
Indoor Plant & Equipment	6-33%
Outdoor Plant & Equipment	10-20%
Poker Machines	25-30%
Kitchen Equipment	10%

Key Judgement - Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Note 10: Intangible Assets

Poker machine entitlements (at cost)	397,308	397,308
	397,308	397,308

Poker Machine Entitlements

Poker machine entitlements have been impairment tested using calculations of the higher of fair value, less costs to realise, and value in use. The directors believe that the carrying amount of poker machine entitlements are not impaired and annual impairment testing was conducted on 30 April 2025.

The poker machine entitlements shown in the accounts represent licences purchased by the club. The company holds other poker machine entitlements that have a market value. If the company were to be wound up or the number of entitlements were in excess of requirements then the poker machine entitlements would be able to be sold at the prevailing market price. Poker machine entitlements are intangible assets classified with an indefinite life. The intangible asset is subject to annual impairment testing to the higher of fair value less related costs to sell and value in use.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
Note 11: Right-Of-Use assets			
Right-of-Use Plant and Equipment			
Right-of-Use Indoor plant and equipment		63,158	60,093
Less: Accumulated depreciation		(29,955)	(24,033)
		33,203	36,060
Right-of-Use Poker machines		125,955	139,529
Less: Accumulated depreciation		(86,635)	(59,201)
		39,320	80,328
Total Right-of-Use Assets		72,523	116,388

(a) Movements in carrying amounts

	Plant and Equipment \$	Total \$
Balance at the beginning of the year	116,388	116,388
Additions	31,866	31,866
Disposals	(3,045)	(3,045)
Transfers	(25,501)	(25,501)
Depreciation expense	(47,185)	(47,185)
Carrying amount at the end of the year	72,523	72,523

(b) The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

(c) The Company also assesses the right-of-use asset for impairment when such indicators exist. No impairment has been recognised in respect of 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, 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, an 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 the shorter. Where the company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its 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 terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
Note 12: Leases			
Lease liabilities are presented in the statement of financial position as follows:			
CURRENT			
Lease liability		<u>31,558</u>	<u>65,527</u>
Total Current Lease liability		<u>31,558</u>	<u>65,527</u>
NON-CURRENT			
Lease liability		<u>21,392</u>	<u>32,255</u>
Total Non-Current Lease liability		<u>21,392</u>	<u>32,255</u>
Total Lease liability		<u>52,950</u>	<u>97,782</u>
Future lease Payments			
Future lease payments are due as follows			
Within one year		33,341	68,487
One to five years		23,487	35,034
More than five years		<u>-</u>	<u>2,160</u>
		<u>56,828</u>	<u>105,681</u>

The Company has leases for office equipment and poker machines under agreements of between one to four years, none of the leases contain options to extend. On renewal, the terms of the leases are renegotiated.

The company also has certain leases with lease terms of 12 months or less and/or with low value. The company applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the company's incremental borrowing rate. Lease payments comprise of fixed payments.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of an extension or purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Note 13: Trade and Other Payables

CURRENT

Trade payables	102,881	70,313
Sundry payables and accrued expenses	<u>63,153</u>	<u>76,175</u>
	<u>166,034</u>	<u>146,488</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
Note 14: Borrowings			
CURRENT			
Secured liabilities:			
Bank loan		<u>97,048</u>	<u>99,906</u>
		<u>97,048</u>	<u>99,906</u>
NON-CURRENT			
Secured liabilities:			
Bank loan		<u>744,171</u>	<u>695,949</u>
		<u>744,171</u>	<u>695,949</u>
Total Borrowings		<u>841,219</u>	<u>795,855</u>
(a) Total current and non-current secured liabilities:			
Bank loan		<u>841,219</u>	<u>795,855</u>
		<u>841,219</u>	<u>795,855</u>
(b) The carrying amounts of non-current assets pledged as security are:			
First mortgage over freehold land and buildings		<u>2,209,899</u>	<u>2,079,319</u>
(c) The unused finance facilities are:			
Bank overdraft		<u>30,000</u>	<u>30,000</u>
Bank loan		<u>33,296</u>	<u>112,725</u>
		<u>63,296</u>	<u>142,725</u>

The bank loans are principal and interest payment loans, repayable in monthly instalments and due to mature in 2031. The variable interest rate at 30 April 2025 was 7.94% (2024 8.19%)

Note 15: Contract Liabilities

CURRENT

Poker machine progressive jackpot	<u>45,649</u>	<u>32,120</u>
Income received in advance	<u>15,751</u>	<u>11,267</u>
	<u>61,400</u>	<u>43,387</u>

Poker machine progressive jackpot

A contract liability has been made for poker machine jackpots representing the liability accrued as a result of turnover on poker machines in excess of the minimum jackpot amount. The liability is measured at the amount of consideration received for which the entity does not expect to be entitled (i.e. amounts not included in the transaction price).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
Note 16: Employee Benefits			
CURRENT			
Employee benefits		<u>79,044</u>	<u>90,042</u>
		<u>79,044</u>	<u>90,042</u>
NON-CURRENT			
Employee benefits		<u>6,105</u>	<u>2,418</u>
		<u>6,105</u>	<u>2,418</u>

Provision for long-term employee benefits

A provision has been recognised for employee entitlements relating to annual and long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data.

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

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

Defined contribution superannuation expense

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

Note 17: Capital and Leasing Commitments

(a) Capital Expenditure Commitments

As at 30 April 2025, the company had not engaged in any capital commitments (2024 Nil).

Note 18: Events After the End of the Reporting Period

On 25th June 2025 the club signed a letter of intent with Coverite Projects for the completion of stage 1 gaming refurbishment works at the club for an estimated cost of \$1,296,698 inc GST.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	Note	2025 \$	2024 \$
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Note 19: Related Party Transactions

Key Management Personnel

The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

Aggregate compensation		346,980	510,121
Number of persons		4	7

Related Party Transactions

Related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

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

Transactions with related parties were;

Michael Wheeler		-	12,353
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Note 20: Auditors' Remuneration

During the financial year the following fees were paid or payable for services provided by Crowe Central North, the auditor of the company:

Audit of the financial statements		16,600	16,250
Other allowable services		2,200	2,200
		18,800	18,450

Note 21: Company Details

The club is incorporated and domiciled in Australia as a company limited by guarantee.

The registered office and principal place of business is:

Sawtell Bowling & Recreation Club Ltd
 Lot 1 Lyons Road
 PO Box 45
 SAWTELL NSW 2452

A description of the nature of the Company's operations and its principal activities are included in the Director's Report, which is not part of the financial statements.

SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

CONSOLIDATED ENTITY DISCLOSURE STATEMENT
FOR THE YEAR ENDED 30 APRIL 2025

Consolidated Entity Disclosure Statement as at 30 April 2025

Subsection 295(3A)(a) of the Corporations Act 2001 does not apply to the company, because the company is not required to prepare consolidated financial statements by Australian Accounting Standards

DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 APRIL 2025

The directors of the company declare that:

1. the attached financial statements and notes comply with the Corporations Act 2001, the Australian Accounting Standards - Simplified Disclosures, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
2. the attached financial statements and notes give a true and fair view of the company's financial position as at 30 April 2025 and of its performance for the financial year ended on that date; and
3. We acknowledge the net current liability position of the company and refer to the items listed in note 1 to support that there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.
4. The attached consolidated entity disclosure statement is true and correct.

Signed in accordance with a resolution of directors by:



Paul Covington
Chairman



Norman Sillar
Director

Dated: 1 July 2025

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
SAWTELL BOWLING & RECREATION CLUB LTD**

ABN 20 001 064 535

Opinion

We have audited the financial report of Sawtell Bowling & Recreation Club Ltd (the Company), which comprises the statement of financial position as at 30 April 2025, the statement of 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 material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the Company's financial position as at 30 April 2025 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards – Simplified Disclosures and the Corporations Regulations 2001.

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 (including Independence Standards) (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.

Material Uncertainty related to Going Concern

We draw attention to Note 1 in the financial report, which discloses that as at 30 April 2025 the current liabilities exceed current assets by \$144,202. These conditions, along with other matters set in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
SAWTELL BOWLING & RECREATION CLUB LTD**

ABN 20 001 064 535

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of:

- a) the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the Corporations Act 2001; and
- b) the consolidated entity disclosure that is true and correct in accordance with the Corporations Act 2001, and

for such internal control as the directors determine is necessary to enable the preparation of :

- i) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- ii) the consolidated entity disclosure statement that is true and correct and is free of 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 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 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, the auditor exercises professional judgement and maintains professional scepticism throughout the audit. The auditor also:

- Identifies and assesses the risks of material misstatement of the financial report, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence that is sufficient and appropriate to provide a basis for the auditor's 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.
- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss Verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Central North, an affiliate of Findex (Aust) Pty Ltd. Liability limited by a scheme approved under Professional Standards Legislation. Liability limited other than for acts or omissions of financial services licensees.
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**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
SAWTELL BOWLING & RECREATION CLUB LTD**

ABN 20 001 064 535

- Evaluates 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. The auditor communicates with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the auditor identifies during the audit.

The auditor communicates with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the auditor identifies during the audit.

Other Information

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 30 April 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.

CROWE CENTRAL NORTH



**Kylie Ellis
Partner**

Registered Company Auditor (ASIC RAN 483424)
107 West High Street
COFFS HARBOUR NSW 2450

Dated: 12 July 2025

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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**DISCLAIMER
TO THE MEMBERS OF
SAWTELL BOWLING & RECREATION CLUB LTD**

ABN 20 001 064 535

The additional financial data presented on pages 26 - 27 is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the financial year ended 30 April 2025. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Sawtell Bowling & Recreation Club Ltd) in respect of such data, including any errors of omissions therein however caused.

CROWE CENTRAL NORTH



Kylie Ellis

Partner

Registered Company Auditor (ASIC RAN 483424)

107 West High Street

COFFS HARBOUR NSW 2450

Dated: 12 July 2025

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SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

DETAILED TRADING STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2025

	2025 \$	2024 \$
Bar		
Sales	1,227,147	1,119,182
Opening stock	33,272	27,947
Purchases	485,894	472,067
	519,166	500,014
Less: Closing stock	(63,023)	(33,272)
Cost of goods sold	456,143	466,742
Gross Profit	771,004	652,440
Less: Direct expenses		
Cash discrepancies	644	(24)
Salaries and wages	381,360	343,803
Total direct expenses	382,004	343,779
Net profit from bar trading	389,000	308,661
Poker Machines		
Net poker machine receipts	760,252	696,037
Less: Direct expenses		
Data monitoring fees	20,182	19,299
Depreciation	63,539	40,816
Other direct expenses	31,166	26,732
Total direct expenses	114,887	86,847
Net profit from poker machines	645,365	609,190

SAWTELL BOWLING & RECREATION CLUB LTD
ABN 20 001 064 535

DETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 APRIL 2025

	2025 \$	2024 \$
Income		
Net profit from trading:		
Bar	389,000	308,661
Poker Machines	645,365	609,190
Commissions	98,620	91,106
Gain/(loss) on lease modification	2,109	(2,002)
Green fees	96,388	94,674
Kitchen income	6,708	14,031
Members amenities and entertainment	244,439	147,427
Membership subscriptions	26,067	32,631
Profit/(loss) on sale of fixed asset	2,256	-
Rental income	21,364	14,727
Sundry income	28,172	20,942
Total Income	1,560,488	1,331,387
Expenditure		
Administration expenses	128,080	109,191
Depreciation	180,583	190,575
Directors expense	6,561	8,932
Donations	15,136	17,849
Employee benefits expenditure	447,060	491,391
Finance costs	75,044	62,158
Green keeping costs	18,375	16,505
Members amenities and entertainment*	204,654	181,156
Occupancy expenditure	268,923	277,067
Subsidiary clubs expenses	36,843	30,389
Total Expenditure	1,381,259	1,385,213
Surplus/(Deficit) before Income Tax Expense	179,229	(53,826)
 Members amenities and entertainment includes:		
Bar snacks and giveaways	-	11
Entertainment, activities and facilities	36,993	35,960
Promotions, including cash prizes and bonus points	23,932	24,094
Raffle prizes and trophies	119,734	110,238
Other benefits	23,995	10,853
	204,654	181,156