

BATHURST GOLF CLUB LIMITED

A.C.N. 000 981 993

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2017**

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
DIRECTORS' REPORT
FOR THE YEAR ENDED
31 DECEMBER 2017

Your Directors present their report, together with the financial statements for the Bathurst Golf Club Ltd ("the Club") for the year ended 31 December, 2017.

Principal Activities and Significant Changes in Nature of Activities

The principal activity of the Club during the financial year was the operation of a golf club with licensed bar, restaurant and gaming facilities.

There have been no significant changes in the nature of activities during the year.

Operating Results and Review of Operations for the Year

The profit of the Club for the year was \$91,632 (2016: \$89,813). This profit was generated from the Club's golf course and clubhouse facilities.

Significant Changes in State of Affairs

There have been no significant changes in the Club's state of affairs to 31 December 2017.

After Balance Date Events

No known matters or circumstances have arisen since the end of the financial year which significantly affect, or may significantly affect the Club's operations, the results of those operations or the state of affairs of the Club in subsequent financial years.

Future Developments

The Club expects to maintain the present status and level of operations and hence there are no likely known developments in future financial years.

Environmental Issues

The Club's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
DIRECTORS' REPORT
FOR THE YEAR ENDED
31 DECEMBER 2017

Directors

The names and details of the Directors of the Club in office during the financial year and until the date of this report are as follows:

Directors	Position	Appointed	Ceased
Ray William Stapley	President	27th March 2012	
Martin John Meredith	Vice-President	30th March 2016	
Manuel Pro	Club Captain	27th March 2007	13th March 2017
Robert Stanley Pardey	Club Captain	27th March 2012	5th November 2017
Darryn Bruce	Club Captain	5th November 2017	
Peter John Brien	Treasurer	31st March 2010	
Ian Charles Farmer	Director	30th March 2015	
William Joseph Casey	Director	30th March 2016	
Stephen John Darlington	Director	30th March 2016	
Dennis Richard Lowe	Director	30th March 2016	

Meetings of Directors

During the financial year meetings of Directors (including committee meetings of the Directors) were held. Attendances by each Director during the year were as follows:

	Directors' Meetings	
	No. Eligible to Attend	No. Attended
Raymond William Stapley	12	10
Martin John Meredith	12	10
Robert Stanley Pardey	10	10
Peter John Brien	12	12
Ian Charles Farmer	12	11
William Joseph Casey	12	12
Stephen John Darlington	12	11
Dennis Richard Lowe	11	11
Darryn Bruce	9	6

BATHURST GOLF CLUB LIMITED

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**DIRECTORS' REPORT
FOR THE YEAR ENDED
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Secretary

The Company Secretary and Club General Manager is:

Bradley John Constable

Indemnifying Officers or Auditor

Insurance premiums are paid for out of the assets of the Club in regards to insurance cover provided to the officers of Bathurst Golf Club Limited so long as the Directors of Bathurst Golf Club Limited act in accordance with the Club's Constitution and the Law, the officers remain indemnified out of the assets of the Club against losses incurred while acting on behalf of the Club.

The auditors of the Club are in no way indemnified out of the assets of the Club.

Proceedings on Behalf of the Club

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

The Club was not a party to any such proceedings during the year.

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 31 December 2017 has been received and is following this Report.

Signed in accordance with a resolution of the directors made pursuant to Section 298 (2) of the *Corporations Act 2001*:



.....
Ray William Stapley
Director



.....
Peter John Brien
Treasurer

Dated this 26th Day of March, 2018

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
AUDITOR'S INDEPENDENCE DECLARATION
UNDER S.307C OF THE CORPORATIONS ACT 2001

To the Directors of Bathurst Golf Club Limited:

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2017 there has 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.



DJ Weekes MBus FCA
Registered Auditor No: 4159

DJ Weekes & Co Pty Ltd
Chartered Accountants
211 George Street, Bathurst, NSW, 2795

Dated this 26th Day of March, 2018

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED
31 DECEMBER 2017

		2017	2016
	Note	\$	\$
Revenue			
Revenue from Continuing Operations	2	2,154,964	1,763,084
Sale of Non-Current Assets		13,606	5,550
		<u>2,168,570</u>	<u>1,768,634</u>
Expenses			
Cost of Sales		(362,974)	(240,091)
Depreciation Expenses		(114,779)	(89,437)
Employment Expenses		(726,729)	(546,828)
Occupancy Costs		(143,422)	(127,735)
Other Operating Expenses		(729,034)	(674,730)
		<u>(2,076,938)</u>	<u>(1,678,821)</u>
Profit Before Income Tax		91,632	89,813
Income Tax Expense		-	-
Profit from Continuing Operations		91,632	89,813
Profit/(Loss) for the year from discontinued Operations after tax		<u>-</u>	<u>-</u>
Profit for the Year		<u><u>91,632</u></u>	<u><u>89,813</u></u>
Other Comprehensive Income:			
Net Gain on Revaluation of Land and Buildings		-	-
Other Comprehensive Income for the Year Net of Tax		<u>-</u>	<u>-</u>
Total Comprehensive Income for the Year		<u><u>91,632</u></u>	<u><u>89,813</u></u>

*The accompanying notes for part of these Financial Statements.
These Financial Statements should be read in conjunction with the attached Audit Report.*

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED
31 DECEMBER 2017

ASSETS

Current Assets

Cash and Cash Equivalents	6	865,555	752,196
Inventories	7	21,513	23,318
Trade and Other Receivables	8	5,580	1,104
Other Current Assets	9	36,316	46,199
		<u>928,965</u>	<u>822,817</u>

Non-Current Assets

Property, Plant & Equipment	10	2,050,907	1,946,125
		<u>2,050,907</u>	<u>1,946,125</u>

TOTAL ASSETS

<u>2,979,872</u>	<u>2,768,942</u>
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LIABILITIES

Current Liabilities

Trade and Other Payables	11	101,656	53,619
Short-Term Provisions	12	136,137	127,930
Other Current Liabilities	13	91,323	36,426
		<u>329,117</u>	<u>217,975</u>

Non-Current Liabilities

Other Non-Current Liabilities	14	154,369	145,955
Long-Term Provisions	15	69,247	69,505
		<u>223,616</u>	<u>215,459</u>

TOTAL LIABILITIES

<u>552,733</u>	<u>433,435</u>
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NET ASSETS

<u>2,427,139</u>	<u>2,335,507</u>
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MEMBER'S FUNDS

Reserves	16	1,369,784	1,369,784
Accumulated Funds	17	1,057,355	965,723
		<u>2,427,139</u>	<u>2,335,507</u>

*The accompanying notes for part of these Financial Statements.
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BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED
31 DECEMBER 2017

	Issued Capital \$	Retained Earnings \$	Asset Revaluation Reserve \$	General Reserve \$	Total \$
Balance at 1 January 2016	-	875,910	1,369,784	-	2,245,694
Comprehensive Income for the Year	-	89,813	-	-	89,813
Balance at 31 December 2016	-	965,723	1,369,784	-	2,335,507
Balance at 1 January 2017	-	965,723	1,369,784	-	2,335,507
Comprehensive Income for the Year	-	91,632	-	-	91,632
Balance at 31 December 2017	-	1,057,355	1,369,784	-	2,427,139

*The accompanying notes for part of these Financial Statements.
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BATHURST GOLF CLUB LIMITED
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STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED
31 DECEMBER 2017

		2017	2016
Cashflows from Operating Activities		\$	\$
Receipts from Members and Guests		2,546,892	2,184,647
Interest Received		12,005	13,995
Payments to Suppliers and Employees		<u>(2,239,580)</u>	<u>(2,031,849)</u>
Net Cash Provided by (Used in) Operating Activities	18	<u>319,316</u>	<u>166,792</u>
 Cashflows from Investing Activities			
Net Cash Flow from Sale/Purchase of Property, Plant & Equipment		<u>(205,957)</u>	<u>(136,854)</u>
Net Cash Provided by (Used in) Investing Activities		<u>(205,957)</u>	<u>(136,854)</u>
 Net Increase/(Decrease) In Cash Held		113,359	29,938
 Cash at Beginning of Financial Year		752,196	722,258
 Cash at End of Financial Year		<u><u>865,555</u></u>	<u><u>752,196</u></u>

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BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

Australian Accounting Standards set out the accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

a. Presentation Currency

The financial report is presented in Australian dollars which is the Club's functional and presentation currency.

b. Income Tax

The Club is exempt from income tax as its main purpose is the encouragement of a game of sport, being golf. This position is Income Tax Assessment Act 1997 Div 50.

c. Inventories

Inventories are measured at cost.

d. Property, Plant & Equipment

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

Property

Club buildings are shown at their fair value based on periodic valuations by external independent valuers. The last valuation was conducted in the 2010 financial year.

Increases in the carrying amount arising on revaluation of land and buildings, if any are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against this reserve directly in equity.

These Financial Statements should be read in conjunction with the attached Audit Report.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 1: Summary of Significant Accounting Policies (cont'd)

d. Property, Plant & Equipment (cont'd)

Property Improvements

Club renovations are carried at cost less any accumulated depreciation and any impairment losses.

Plant & Equipment

Plant & equipment are carried at cost less any accumulated depreciation and any impairment losses.

Depreciation

The depreciable amount of all fixed assets including improvements and capitalised lease assets, but excluding buildings, is depreciated on a straight-line basis over the asset's useful life to the Club commencing from the time the asset is held ready for use.

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

Property Improvements	0 – 15%	Prime Cost
Club House Plant	10 – 33%	Prime Cost
Course Plant & Equipment	10 – 25%	Prime Cost
Poker Machines	30 – 40%	Prime Cost
Kitchen Equipment	10 – 25%	Prime Cost

The assets' residual value and useful lives are reviewed, and adjusted, at the end of each reporting period.

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.

These Financial Statements should be read in conjunction with the attached Audit Report.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 1: Summary of Significant Accounting Policies (cont'd)

e. Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Club commits itself to either the purchase or sale of 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 or loss', in which case transactions costs are expensed to profit or loss immediately.

Classification and Subsequent Measurement

Finance instruments are subsequently measured at either of fair value. *Fair value* represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised Cost is calculated as:

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

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) *Financial Assets at fair value through profit and loss*

Financial assets are classified at 'fair value through profit and loss' when they are either held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by a key management personnel on a fair value basis in accordance with a documented risk management strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

These Financial Statements should be read in conjunction with the attached Audit Report.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 1: Summary of Significant Accounting Policies (cont'd)

e. Financial Instruments (cont'd)

(ii) *Loans and Receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

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

(iii) *Financial Liabilities*

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

Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date the Club assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available for sale financial instruments, a prolonged decline in the value of the instrument is considered to be determinate of whether impairment has arisen. Impairment losses are recognised in the statement of comprehensive income

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

f. Impairment of Assets

At the end of each reporting period, the Club assesses whether there is any indication that an asset may be impaired. The assessment will include the consideration of external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the assets, being the higher of the asset's fair value less costs to sell and value in use, 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 it is not possible to estimate the recoverable amount of an individual asset, the Club estimates the recoverable amount of the cash-generating unit to which the asset belongs.

These Financial Statements should be read in conjunction with the attached Audit Report.

BATHURST GOLF CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 1: Summary of Significant Accounting Policies (cont'd)

g. Employee Benefits

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to balance date at current cost.

h. Provisions

Provisions are recognised when the Club 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.

i. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments.

j. Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument.

All revenue is stated net of the amount of Goods and Services Tax (GST).

k. Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Club during the reporting period which remain unpaid. The balance is recognised as a current liability.

l. 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.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 1: Summary of Significant Accounting Policies (cont'd)

m. Comparative Figures

When required by accounting standards, comparative figures have been adjusted to conform to changes in presentation for the current year.

When the Club applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period will be disclosed.

n. Superannuation

The Club contributes to employee superannuation funds on the basis of relevant legislation. Contributions are charged against income as the liability is accrued.

o. Critical Accounting Estimates and Judgments

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

p. New Accounting Standards for Application in Future Periods

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Club. The Club has decided not to early adopt any of the new and amended pronouncements. The Club's assessment of the new amended pronouncements that are relevant to the Club but applicable in future reporting periods is set out below:

- i. AASB 9: Financial Instruments and associated Amending Standards (applicable for annual reporting periods commencing on or after 1 January 2018).

These standards will be applicable retrospectively and include revised requirements for the classification and measurement of financial instruments, revised recognition and derecognition requirements for financial instruments.

The key changes that may affect the company on initial application of AASB 9 and associated Amending Standards include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, and the irrevocable election to recognise gains and losses on investments in equity instruments that are not held for trading in other comprehensive income.

These Financial Statements should be read in conjunction with the attached Audit Report.

BATHURST GOLF CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

p. New Accounting Standards for Application in Future Periods (cont'd)

- ii. AASB 16: Leases (applicable to annual reporting periods beginning on or after 1 January 2019).

When effective, this Standard will replace the current accounting requirements applicable to leases in AASB117 : Lease and related interpretations. AASB 16 introduces a single lessee accounting model that eliminates the requirement for leases to be classified as operating or finance leases.

The main changes introduced by the new Standard as follows:

- recognition of a right-of-use asset and liability for all leases (excluding short-term leases with less than 12 months tenure and leases relating to low-value assets);
- depreciation of right-of-use assets in line with AASB 116: Property, Plant and Equipment in profit or loss and unwinding of the liability in principal and interest components;
- inclusion of variable lease payments that depend on an index or a rates in the initial measurement of the lease liability using the index or rate at the commencement date;
- application of a practical expedient to permit a lessee to elect not to separate non-lease components and instead account for all components as a lease; and
- inclusion of additional disclosure requirements.

The transitional provision of AASB 16 allow a lessee to either retrospectively apply the Standard to comparatives in line with AASB 108: *Accounting Policies, Changes in Accounting Estimates and Errors* or recognise the cumulative effect of retrospective application as an adjustment to opening equity on the date of initial application.

Although the directors anticipate that the adoption of AASB 16 will impact the company's financial statements, it is impracticable at this stage to provide a reasonable estimate of such impact.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 2: Revenue from Continuing Operations

	2017	2016
	\$	\$
Trading Revenue		
Bar Sales	572,306	554,166
Restaurant Sales	253,510	-
Poker Machine Revenue	123,896	106,500
Keno Revenue	5,766	4,266
Tobacco Sales	186	1,855
Confectionary/Hot Food Sales	1,201	439
Green Fees	176,573	166,855
Membership Fees	457,682	426,612
Sponsorship Received	28,633	21,218
Competition Fees	301,724	290,906
Golf Cart Hire	87,327	77,700
Interest Income	12,004	13,995
Other Income	130,508	93,089
Fuel Tax Credit Rebates	3,647	5,484
Total Trading Revenue	<u>2,154,964</u>	<u>1,763,084</u>

Note 3: Key Management Personnel Remuneration

The total remuneration paid to key management personnel of the company is \$221,534 (2016: \$205,286).

All directors of the Club are volunteers and receive no remuneration for their services.

	2017	2016
	\$	\$
Note 4: Auditor Remuneration		
Audit Fees	<u>13,501</u>	<u>12,895</u>

Note 5: Dividends

The payment of dividends by the Club is expressly prohibited by item 8(b) of the Articles of Association of the Bathurst Golf Club Limited.

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BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

	2017	2016
	\$	\$
Note 6: Cash and Cash Equivalents		
GNBS Trading Account	70,712	106,245
GNBS Keno Account	8,825	7,636
GNBS Tab Account	6,866	8,587
GNBS Machinery Account	6,975	3,895
GNBS Cash Management Account	80,647	5,593
GNBS Staff Fund	78,016	64,545
GNBS Term Deposit	550,000	520,000
GNBS Club House Account	11,011	20,006
GNBS Guarantee Account	5,904	5,760
GNBS Visa Account	141	1,091
Cash Floats	12,000	12,729
TAB in Transit	5,033	(2,640)
ATM	7,150	100
Cash in Transit	12,697	-
EFTPOS in Transit	9,577	-
Electronic Clearing Account	-	(1,352)
	<u>865,555</u>	<u>752,196</u>
Note 7: Inventories		
Current		
At Cost	<u>21,513</u>	<u>23,318</u>
	<u>21,513</u>	<u>23,318</u>
Note 8: Trade and Other Receivables		
Sundry Debtors	5,580	-
Accrued Income	-	1,104
	<u>5,580</u>	<u>1,104</u>
Note 9: Other Current Assets		
Prepayments	<u>36,316</u>	<u>46,199</u>
	<u>36,316</u>	<u>35,322</u>

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BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

	2017	2016
	\$	\$
Note 10: Property, Plant & Equipment		
a. Carrying Values at 31 December 2017		
Land & Buildings		
Land & Buildings at Directors Valuation	1,400,000	1,400,000
Land & Buildings	<u>1,400,000</u>	<u>1,400,000</u>
Property Improvements		
Property Improvements at Cost	271,324	271,324
Less: Accumulated Depreciation	<u>(68,805)</u>	<u>(55,375)</u>
	<u>202,520</u>	<u>215,949</u>
Club House Plant & Equipment		
Club House Plant & Equipment at Cost	449,649	360,737
Less: Accumulated Depreciation	<u>(273,310)</u>	<u>(242,936)</u>
	<u>176,339</u>	<u>117,801</u>
Poker Machine Plant & Equipment		
Poker Machine Plant & Equipment at Cost	111,328	54,931
Less: Accumulated Depreciation	<u>(49,864)</u>	<u>(46,483)</u>
	<u>61,464</u>	<u>8,448</u>
Course Plant & Equipment		
Course Plant & Equipment at Cost	553,226	528,912
Less: Accumulated Depreciation	<u>(375,295)</u>	<u>(352,819)</u>
	<u>177,931</u>	<u>176,093</u>
Kitchen Assets		
Kitchen Assets at Cost	65,403	50,477
Less: Accumulated Depreciation	<u>(32,749)</u>	<u>(22,643)</u>
	<u>32,654</u>	<u>27,834</u>
Total Property, Plant & Equipment	<u><u>2,050,907</u></u>	<u><u>1,946,125</u></u>

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BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 10: Property, Plant & Equipment (cont'd)

b. Movements in Carrying Amounts

	Buildings	Improvements	Club House	Poker Machines	Course Plant & Equip	Kitchen Assets	Total
1 January 2016							
Balance at Beginning of Year	1,400,000	229,383	100,649	3,827	138,191	21,751	1,893,801
Additions	-	-	40,045	9,950	79,183	12,581	141,759
Disposals	-	-	-	-	-	-	-
Depreciation Expense	-	(13,431)	(22,893)	(5,329)	(41,281)	(6,498)	(89,432)
Balance at 31 December 2016	1,400,000	215,952	117,801	8,448	176,093	27,834	1,946,128
1 January 2017							
Balance at Beginning of Year	1,400,000	215,952	117,801	8,448	176,093	27,834	1,946,128
Additions	-	-	88,908	64,142	51,582	14,926	219,558
Disposals	-	-	-	-	-	-	-
Depreciation Expense	-	(13,427)	(30,376)	(11,126)	(49,744)	(10,106)	(114,779)
Balance at 31 December 2017	1,400,000	202,525	176,333	61,464	177,931	32,654	2,050,907

	2017	2016
	\$	\$
Note 11: Trade and Other Payables		
Trade Creditors	100,837	53,619
Other Creditors	819	-
	<u>101,656</u>	<u>53,619</u>
Note 12: Short-Term Provisions		
Annual Leave	82,658	83,712
Rostered Days Off	7,922	5,199
Sick Leave	45,557	39,018
	<u>136,137</u>	<u>127,930</u>

These Financial Statements should be read in conjunction with the attached Audit Report

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

	2017	2016
	\$	\$
Note 13: Other Current Liabilities		
Accrued Expenses	17,813	15,683
GST/Payroll Liabilities	20,743	20,944
PAYG Withholding	27,990	-
Super Payable	24,777	200
	<u>91,323</u>	<u>36,426</u>
Note 14: Non-Current Liabilities		
Members Draw Liability	400	3,375
Function Deposits Liability	1,000	2,400
Security Keys	180	180
Cart Shed Keys	390	390
Cart Shed - Rent in Advance	-	11,311
Cash Float Liability	-	729
Membership in Advance	122,303	127,570
Poker Machine Lease	30,096	-
	<u>154,369</u>	<u>145,955</u>
Note 15: Long-Term Provisions		
Long Service Leave	69,247	69,505
	<u>69,247</u>	<u>69,505</u>
Note 16: Reserves		
Asset Revaluation Reserve	1,369,784	1,369,784
	<u>1,369,784</u>	<u>1,369,784</u>
Note 17: Accumulated Funds		
At the Beginning of the Year	965,723	875,910
Net Surplus for the Period	91,632	89,813
At the End of the Year	<u>1,057,355</u>	<u>965,723</u>

These Financial Statements should be read in conjunction with the attached Audit Report

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
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31 DECEMBER 2017

	2017 \$	2016 \$
Note 18: Cash Flow Information		
Operating Surplus After Income Tax	91,632	89,813
<u>Non-Cash Flows in Operating Surplus</u>		
Depreciation	114,779	89,438
Gain on Disposal of Plant & Equipment	(13,606)	(5,550)
Operating Surplus After Income Tax	101,174	83,888
<u>Changes in Assets and Liabilities</u>		
Decrease / (Increase) in Inventories	1,804	(2,020)
Decrease / (Increase) in Trade & Other Receivables	(4,476)	132.00
Decrease / (Increase) in Other Current Assets	9,883	(2,860)
Increase / (Decrease) in Trade & Other Payables	48,037	(10,424)
Increase / (Decrease) in Other Liabilities	63,313	(23,530)
Movement in Employee Entitlements	7,950	31,794.00
	126,511	(6,908)
Net Cash Provided by Operating Activities	319,316	166,793

Note 19: Financial Reporting by Segment

The Financial report is for the Bathurst Golf Club Limited as an individual entity. The Club operates in one industry within Australia, being that of a licensed Golf Club.

Note 20: Related Party Transactions

During the year, there was no contracts entered into with any related parties.

Note 21: Financial Instruments

a. Financial Risk Management

The Club's financial instruments consist mainly of deposits with banks, short-term investments and accounts receivable and payable. The Club does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

These Financial Statements should be read in conjunction with the attached Audit Report

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

		2017	2016
		\$	\$
Note 21: Financial Instruments			
a. Financial Risk Management (cont'd)			
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:			
Financial Assets	Note		
Cash and Cash Equivalents	6	865,555	752,196
Trade and Other Receivables	8	5,580	1,104
Total Financial Assets		<u>871,135</u>	<u>752,196</u>
Financial Liabilities			
Trade and Other Payables	11	101,656	53,619
Total Financial Liabilities		<u>101,656</u>	<u>53,619</u>

Specific Financial Risk Exposures and Management

The main risks the Club is exposed to through its financial instruments is market risk consisting of interest rate risk and liquidity risk.

a. Market Risk

Interest Rate Risk

Exposure to interest rate risk arises on financial assets and financial liabilities recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments.

b. Liquidity Risk

Liquidity risk arises from the possibility that the Club might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The Club's approach to liquidity is to ensure that it will always have sufficient liquidity to meet its liabilities by monitoring its cash reserves and available credit facilities and only investing cash with reputable institutions.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

b. Financial Instruments Composition and Maturity Analysis

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity.

	Weighted Average Int Rate %	Floating Interest Rate	Fixed Interest Maturing In			Non Interest Bearing	Total
			1 year or less	1 year to 5 years	More than 5 years		
31 December 2016							
Financial Assets							
Cash on Hand	0.00%	-	-	-	-	12,729	12,729
Cash at Bank	0.58%	223,459	-	-	-	-	223,459
Term Deposit	2.92%	-	520,000	-	-	-	520,000
		223,459	520,000	-	-	12,729	756,188
Financial Liabilities							
Trade and Other Payables	0.00%	-	-	-	-	53,619	53,619
		-	-	-	-	53,619	53,619
31 December 2017							
Financial Assets							
Cash on Hand	0.00%	-	-	-	-	12,000	12,000
Cash at Bank	0.43%	276,248	-	-	-	-	276,248
Term Deposit	2.00%	-	550,000	-	-	-	550,000
		276,248	550,000	-	-	12,000	838,248
Financial Liabilities							
Trade and Other Payables	0.00%	-	-	-	-	101,656	101,656
		-	-	-	-	101,656	101,656

Note 22: Poker Machine Licenses

The Club holds poker machine licenses either acquired from other entities or granted for no consideration by the NSW Government. AIFRS requires that licenses be recognised initially at their fair value as at the date they were granted with a corresponding adjustment to profit and loss to recognise the grant immediately as income.

Under the current gaming legislation which took effect in April 2002, poker machine licenses are able to be traded. The Club has determined that the fair value at grant date for the licenses granted pre-April 2002 to be zero. Licenses granted to the Club post April 2002 are initially recognised at fair value. The Club has determined that the market for poker machine licenses does not constitute an active market and consequently licenses held are not revalued each year.

These Financial Statements should be read in conjunction with the attached Audit Report

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017

Note 23: Company Limited by Guarantee

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound-up the constitution states that each member (both during the time they are a member and within one year afterwards) is required to contribute maximum of \$2.00 each towards meeting any outstanding obligations of the entity. At December, 2017 the number of members was 1,140 (2016: 1,137).

Note 24: Reserves

Asset Revaluation Reserve

The asset revaluation reserve records revaluations of non-current assets

Note 25: Events Subsequent to Balance Date

No known matters or circumstances have arisen since the end of the financial year which significantly affect, or may significantly affect the Club's operations, the results of those operations or the state of affairs of the Club in subsequent financial years.

Note 26: Company Details

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

Bathurst Golf Club Limited
Orange Road,
BATHURST NSW 2795

Note 27: Core and Non-Core Assets

Section 41J of the Registered Clubs Act 1976 requires that Clubs report to their members' property that is core or non-core property.

Core Property of a registered club means any real property owned or occupied by the Club that comprises:

- (a) the defined premises of the Club, or
- (b) any facility provided by the Club for the use of its members and their guests.

The Core Property which is occupied by the Club is situated at Orange Road, Bathurst NSW. This property is owned by and leased from the Department of Primary Industries.

The Club has no non-core property.

Note 28: Registered Clubs Act Disclosure

Any disclosures required pursuant to Registered Clubs Act 1976 Section 41B to 41F are nil or as disclosed in previous notes.

BATHURST GOLF CLUB LIMITED
A.C.N. 000 981 993
DIRECTORS' DECLARATION
FOR THE YEAR ENDED
31 DECEMBER 2017

The Directors of the Club declare that:

1. The financial statements and notes, as set out in the preceding pages, are in accordance with the *Corporations Act 2001* and:
 - a. Comply with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*; and
 - b. Give a true and fair view of the financial position as at 31 December 2017 and of its performance for the year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.

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



.....
Ray William Stapley
Director



.....
Peter John Brien
Treasurer

Dated this 26th Day of March, 2018

DJ Weekes & Co

Pty Limited ABN: 67 107 735 731 CHARTERED ACCOUNTANTS

TAX & BUSINESS SOLUTIONS

Liability limited by a scheme approved under

Professional Standards Legislation

Principal: David Weekes

211 George Street

BATHURST NSW 2795

PO Box 1303

BATHURST NSW 2795

Telephone: (02) 6332 3110

Facsimile: (02) 6332 3132

e-mail: admin@webx.com.au

Bathurst Golf Club Limited **ACN 000 981 993** **Independent Audit Report** **to the Members**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Bathurst Golf Club Limited (the Company), which comprises the statement of financial position as at 31 December 2017, the statement of 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.

In our opinion, the accompanying financial report of Bathurst Golf 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 31 December 2017 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards 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* (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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matters are consistent with other not-for-profit companies limited by guarantee where the main purpose of the entity is the encouragement of the game of golf.

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 31 December 2017, 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 Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- 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.



DJ Weekes MBus FCA
Registered Auditor No: 4159

DJ Weekes & Co Pty Ltd
Chartered Accountants
211 George Street, Bathurst, NSW, 2795

Dated this 26th Day of March, 2018