

ORANGE CITY BOWLING CLUB LTD

ABN: 31 000 081 676

Notice to members of the Annual General Meeting

For the year ended 30th June

2018

Annual Report & Balance Sheet

ORANGE CITY BOWLING CLUB LIMITED

ABN: 31 000 081 676

Registered Office

61-89 Warrendine St, ORANGE NSW 2800

Phone: 02 63622533 Fax: 02 63629583 Email: admin@ocbc2800com.au

OFFICE BEARERS 2017-2018

Chairman:	Mr. D.Ellis (resigned 27.2.18). Mrs.Jean Kennedy (appointed 24.4.18).
Deputy Chairpersons:	Mrs.Jean Kennedy and Mr.P.Ruming Mr.D.Beadle (appointed 24.4.18).
Treasurer:	Mr.G.Morgan.
Directors:	Mr.N.Gersbach. Mr.D.Beadle. Mr.N.Wilson. Mrs. Lynne Madden (appointed 9.5.18).

MANAGEMENT

Secretary Manager:	Mr. N. Southcombe.
Assistant Sec / Manager:	Mrs. Sara Swain.

Patron(s):	Mrs. Marie Thompson.
Life Members:	
Current:	I.R.Spencer, L. Hodgins, G.W.Bradley, N.J. Gersbach, D.Dean, I.Crowhurst and G.Marriage.
Past:	A.C. Rigg, H.G. Pickering, A.W. Brierly, A.W. Carr, D.C. Donohue,T. Sanderson, J. Berger, G.S. Savage, R.O. Moore, G.J. Seaman, J.P.A. Bridges, E.A.J. Moloney, C.J. Dickerson, E. Wells, W. Shannon, T.Murray, R.H. Brown, D. Brown, H.J. Cox, R. Sharp, Mrs. M. Kay, J.J. Bottom, R.L. Smee, S.H.Robertson, R.L.Ash, G.Darley, E.Peter, P.C.Hammond, Mrs. D.Brown, A.Power, R.A.Kidd, R.Lambert & F.Wilkins.
Auditors:	Pigot, Miller, Wilson & Co. Chartered Accountants.
Honorary Solicitor:	Mr. Michael Madden.

CONTENTS

- (a) Notice of the company's Annual General Meeting for 2018.
- (b) Annual reporting requirements as required by the Registered Clubs Act.
- (c) Chairman's Report.
- (d) Director's Report, Financial Report and Independent Auditor's Report.
- (e) Notice of the Orange City Men's Bowling Club AGM.

Notice of Annual General Meeting for 2018.

Notice is hereby given that the Annual General Meeting of the

ORANGE CITY BOWLING CLUB LIMITED

Will be held in the Skylight Room of the Club on **SUNDAY 23rd SEPTEMBER, 2018**
commencing at 9:30am.

BUSINESS:

1. Confirmation of the minutes of the AGM held on 24th September 2017.
2. To receive and consider the adoption of the Chairperson's Report, Director's Report, Financial Report and Auditor's Report.
3. To elect the Board of Directors for the ensuing year.
4. To pass the ordinary resolutions as set out in Note 3.
5. To deal with any other business of which notice has been given *.

* At the time of the report THREE (3) notices had been received (Notices of Motion can be found after the "Chairperson's Report ")

Note 1:

Nominations for the following positions on the Board of Directors are called for.

One (1) Chairperson
Two (2) Deputy Chairpersons
One (1) Treasurer
Three (3) Directors

The Board of Directors shall be elected annually by the general body of the members at the Annual General Meeting and retiring members of the Board shall be eligible for re-election. (Rules 49a & 49b).

The Constitution provides that only Sporting Members and Life Members shall be entitled to take part in the management of the Club and to stand for or be elected to the Board (Rule 50).

Nominations for the Board of Directors shall be made in writing, signed by two (2) Sporting Members or Life Members of the Club and signed by the nominee who shall also signify his or her consent to the nomination and shall be lodged with the Secretary.

Nominations shall close 21 days prior to the Annual General Meeting. (Rule 52a & 52b).

The Board of Directors shall be elected at the Annual General Meeting by the members in attendance and eligible to vote. (Rule 54). The Registered Clubs Act provides that employees cannot be elected to the Board of Directors. The Act further provides that there will be no proxy voting.

Immediately nominations are received, the Secretary Manager shall exhibit on the main notice board the names of the nominees, their nominators and the position(s) they wish to stand for.

Sporting members and non-sporting members may vote for the Board of Directors and on all issues before the Annual General Meeting. Social (Non – Sporting) members who have completed not less than two (2) continuous years as a member on the day of the ballot, may vote for the election of Board of Directors and Ordinary Resolutions only.

Note 2:

A member of the Club who is entitled to cast a vote at the Annual General Meeting may submit a written question to the Auditor if the question is relevant to the content of the Auditor's Report to be considered at the Annual General Meeting or the conduct of the audit of the annual financial report. The member shall submit the question to the Club no later than five (5) business days before the Annual General Meeting. Despite the question being one that is addressed to the Auditor, the Club may examine the contents of the question and make a copy of the question. The Club must, as soon as practicable after the question is received by the Club, pass the question on to the Auditor even if the Club believes the question is not relevant to the Auditor's Report or conduct of the audit. The Club must, at or before the start of the Annual General Meeting make copies of the question list reasonably available (on request) to the members attending the Annual General Meeting provided that a question need not be included in the question list if the question is the same in substance as another question (even if it is differently expressed). (Rule 76).

Note 3: Ordinary Resolutions.

Resolution 1:

1. That the members hereby approve and agree to reasonable expenditure by the Club until the next Annual General Meeting of the Club for the following activities of Directors.
 - a) Reasonable costs of Directors attending intra club activities, functions and other activities deemed by Directors at a Board Meeting, to be of benefit to the Club and the reasonable cost for attendance at functions with sponsors/partners when required to represent the Club.
 - b) Reasonable costs of entertaining guests of the Club.
 - c) Director's allowances to a maximum of \$5,000 in total.
2. Members approve Directors use of the western carpark.
3. The above-mentioned activities detailed in 1. To be approved by the Board of Directors.
4. The members acknowledge that the benefits in paragraphs 1 & 2 are not available to members generally.

Resolution 2:

1. The members approve and agree to the reasonable expenditure for the professional development and education of Directors, until the next Annual General Meeting.

- a) The reasonable cost of Directors and Management attending the Regional Meetings of Clubs NSW and the Club Director's Institute.
- b) The reasonable cost of Directors and Management attending seminars, lectures, displays, organised study tours, fact finding tours and other similar events as may be determined by the Board.
2. The above-mentioned activities are approved on each occasion by the Board of Directors.
3. The members acknowledge that the benefits in paragraph 1 are not available to members generally but only to those committee persons referred to and directly involved in the above activities.

Resolution 3:

1. That a parking space be provided in the western carpark for the President of the Orange City Men's Bowling Club & the President of the Orange City Women's Bowling Club and a shared car space for the Bowls Secretary of Orange City Men's Bowling Club and the Match Committee Chairperson of the Orange City Women's Bowling Club.
2. That the members of the committees of OCMBC and OCWBC be allowed to use the western carpark whilst on official business if space is available.
3. That the members acknowledge that the benefits in paragraphs 1 & 2 are not available to members generally, but only to those referred to and directly involved in the above activities.

Resolution 4:

1. Acknowledge the change of the Orange City Bowling Club Ltd. Auditing company name from Pigot Miller Wilson Chartered Accountants to Pigot Miller Wilson Auditing.

DISCLOSURES AS REQUIRED BY THE REGISTERED CLUBS ACT:

– Annual Reporting Requirements.

Part 4A Division 2 Section 41c of the Registered Clubs Act.

- Two (2) Persons provided services during the annual reporting period, through a business entity in which held an interest. (Refer page 20 Auditors Report).
- No Director, executive or employee received gifts during the annual reporting period.
- No top executives of the company received remuneration in excess of the \$100,000 declaration band during the annual reporting period.
- No Director, executive or employee had costs of overseas travel met by the club during the annual reporting period.
- No employee of the club had loans approved during the annual reporting period.
- No top executive of the club had remuneration paid for contracts during the annual reporting period.
- No Director entered into a controlled contract with the club during the reporting period.
- No consultants were paid remuneration over \$30,000 during the annual reporting period.
- No settlement was made with any Director of the club or employee as a result of a legal dispute.
- No legal fees were paid by the club on behalf of a Director or any employee of the club during the reporting period.
- The total profits from gaming during the twelve-month period ended 31st August 2018 was \$890,785.00 as required to be reported for the period defined in the Act and calculated accordingly to comply in respect to Club Grant requirements.
- The amount applied to community development support during the twelve-month period ending 31st August 2018 was calculated and with the calculations applied, resulting in no contributions to that scheme for the reporting period as defined in the Act.

Chairpersons Report

Dear Members,

This is the first Chairman's Report I have had the privilege of presenting. My appointment is a result of the resignation of Mr. David Ellis last February and my subsequent endorsement by fellow directors to this role. The Club Newsletter at that time detailed the necessary Board changes and the reasons for such new direction. I thank Mrs. Lynne Madden for accepting the Board appointment to fill a vacancy also created at that time. I thank my fellow directors who have often worked under difficult circumstances, but always giving total commitment to the Board and club.

Congratulations to us – yes, we are celebrating 120 years as a club and many promotional ideas and activities are now underway. This is a wonderful milestone, at a time when so many clubs are closing their doors. Let's all help keep Orange City Bowling Club as the proud and dynamic club it is today.

The Board would ideally like to renovate areas as previously advised, however while this strategic plan will not be shelved, the club's finances should improve for the Board and Management to proceed at the present time.

I decisively leave financial explanations or interpretations to Auditor, Mr. Graham Spalding from Pigot Miller Wilson (Chartered Accountants). On behalf of the Board, we thank Graham and his associates for their professionalism in conducting financial assessments at the club.

The Board and Management wish to acknowledge the valuable donation by the Orange City Women's Bowling Club to the Club Ltd., enabling us to purchase new chairs. The ladies remain well managed and continue to prosper each year. The Orange City Men's Bowling Club have rebounded extremely well from past difficulties and clearly display they are both financially and administration sound – well done! The Board and Management congratulate both intra-clubs on their endeavors to promote bowls.

During the year, Mr. Neil Southcombe was promoted to Secretary Manager, and Mrs. Sara Swain appointed Assistant Secretary Manager. The Board have a respected and understanding business relationship with both employees and feel the club is now in a solid managerial position to address any difficult issues in the year ahead. To all staff, both casual and permanent, thank you for your ongoing support and commitment. James and the Garden Buffet staff continue to please with their outstanding cuisine and friendly hospitality, thank you.

The 'Golden Eagle' Pairs Classic celebrated a successful 50th Anniversary last February. This also marked the retirement from the committee of myself, David Dean, Lyn Hodgins and Ian Crowhurst following many years of service to this event. I wish the incoming committee every success for the 2019 event.

To all members who have lost loved ones during the year, on behalf of the Board, please accept our sincere condolences.

To members who have volunteered in any capacity during the year, our appreciation for your positive attitude to our club – always welcome.

Remember this is your club, managed by a Board elected by you. The Board work without honorarium and are supported by most of our members in a constructive and obliging manner – we thank you.

I wish all members a great year ahead at our club – become involved in Bowls, Friday Night Raffles, Hoi, Mini Golf, Dancing/ Saturday night Shows and great dining to name some. Your club – please support and enjoy!

Thank you,

Jean Kennedy JP – Chairperson.

NOTICE OF MOTION To Annual General Meeting

Recommended Changes to the Constitution of the Orange City Bowling Club

Item 49 on Page 23 re the Subject Board of Directors,

Sub item (a) currently restricts the Board to a seven (7) person membership.

Recommended Change :- The Board shall consist of nine (9) Directors who shall comprise a Chairperson, two (2) deputy Chairpersons, Treasurer and five (5) ordinary Directors all of whom shall be a natural person of or over the age of 18 years.

Sub Item (b) sets down the term of the Board to one year

Recommended Change ;- One Third of the Board will stand down Annually and may offer themselves for re election. Following the Election of three new Directors at the Annual General Meeting of the Club Ltd. the nine (9) Directors will then appoint their Chairperson, two (2) Deputy Chairpersons and a Treasurer. Directors will therefore be elected for a three (3) year Term.

Sub Item (c) remains unchanged

Item 50 on Page 23 restricts eligibility of people to stand for Office on the Board of Management

Recommended Change ;- All Members of the Club shall be entitled to take part in the Management of the Club and to stand for and be elected to the Board

Item 51 and its sub clauses (a) and (b) remain unchanged

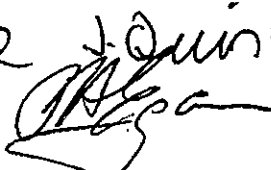
Item 52 (a) Items (a) , (c) and (d) will require amendment if the three (3) Recommended Changes above are approved

Recommended Change ;- (a) Nominations for the Board of Directors shall be made in writing, signed by two (2) Members of the Club and signed by the nominee who shall also signify their consent to the nomination and shall be lodged with the Secretary.

(c) Nomination for Election of any Member to the Board shall be only for the Position of Director. (The elected Directors appoint their own Office Bearers)

(d) Becomes Redundant

THIS RESOLUTION IS Submitted By ;- Patrick Henry EGAN – Member No. 30468

JONATHAN QUIN M-NO 30012 


NOTICE OF MOTION TO ANNUAL GENERAL MEETING

A NOTICE of MOTION has been put forward suggesting that our Board of Directors be increased in number from seven (7) to nine (9) Directors. Directors would be Elected for a three (3) year term with one third of the Board standing down annually. After each Annual General Meeting where three new Directors were elected, the new Board of nine Directors will meet and elect their own Office Bearers, Chairman, two Vice Chairmen and a Treasurer for the ensuing twelve (12) months.

An extremely important part of this same motion is that all members of our Club become eligible to stand for the Board Of Directors. The current situation where ONLY our Sporting Members can hold CONTROLLING positions, means that seven (7) members of our about one hundred and fifty (150) Sporting Membership are deciding the future direction and what the Club should be doing for the other TWO THOUSAND MEMBERS.

There is a lot of brainpower out there, to whom we are refusing contribution.

If this Motion is successful, I move that todays newly elected Board, must conduct a Special General Meeting by the end of November, to elect a NINE (9) person Board.

PAT ERAN  31/8/18
MEMBER 30468

JOHN QUINN member 30012 31/8/18

NOTICE OF MOTION TO ANNUAL GENERAL MEETING-Special

MOVED THAT :- The Board of Directors of Orange City Bowling Club urgently commence discussions with the Orange Ex Services Club re our Club (Orange City Bowling Club) amalgamating with the Orange Ex Services Club.

I am putting forward this motion because of my concern about the future viability of our Club.

Many of you members could not help but to observe the huge lack of attendance and lack of utilisation of the many facilities of our Club. This has become the norm for our Club.

There has been a very steady annual loss of Income. For the year ending June 2015, our Income was \$2,374,633, in 2016, it dropped by \$93,518 down to \$2,281,115, in 2017/8, it has dropped by about a further \$250,000 down to about \$1,930,000. So in these past four years, our Operating Annual Income has fallen by about \$440,000. I have had to use the word **AROUND, relative to some of my figures, as I do not have access to the accounts at the time of writing this suggestion.**

Many of you would be aware of a KEY PERFORMANCE FACTOR called EBITDA %, which is "Earnings before Interest, Tax, Depreciation and Amortisation". This figure is a measure of your Club's Operating Profit expressed as a percentage of your Club's Operating Income. Accomplished Business Leaders have set some guidelines that use this percentage as a MAJOR guide in regard to the future FINANCIAL viability of a Business such as ours.

They state that if your EBITDA is 10 to 15%, you have a stable financial position and have sufficient cash flow to maintain current business operations. If your EBITDA is 5 to 10%, you are in financial distress and require changes to ensure future viability. If your EBITDA is below 5%, you are in serious financial distress which requires serious questions as to whether the Club can continue as a going concern.

OUR CLUB IS DEFINITELY RUNNING ON AN EBITDA OF LESS THAN 2%

PAT EGAN
JOHN QUINN

[Signature]

30468
30012

31/8/18
31/8/18

ORANGE CITY BOWLING CLUB LTD

A.B.N. 31 000 081 676

**FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2018**

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ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

DIRECTORS' REPORT

Your directors present this report on the company for the financial year ended 30 June 2018.

Directors

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

Jean Kennedy	Chairperson
Peter Ruming	Vice Chairman
David Beadle	Vice Chairman
Gary Morgan	Treasurer
Noel Gersbach	Director
Norman Wilson	Director (<i>appointed 24/09/2017</i>)
Lynne Madden	Director (<i>appointed 9/05/2018</i>)
David Ellis	Chairman (<i>resigned 27/02/2018</i>)

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

Company Secretary

N.R.Southcombe was appointed Company Secretary effective 29th of August, 2017.

Review of Operations

The deficit of the company for the financial year amounted to \$152,104 (2017: surplus \$6,806).

The EBITDA for the 2018 financial year is a surplus of \$61,535 (2017 surplus of \$302,622).

Principal Activities

The principal activity of the company during the financial year remained unchanged and was the operation of a registered club and the provision of sporting facilities.

The company's short-term objectives are to:

- provide high quality facilities within a secure, friendly and professional environment for both members and guests.
- continue to provide our facilities to support the needs of the community.

The company's long-term objectives are to:

- provide enhanced facilities to members and guests.

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

DIRECTORS' REPORT

Information on Directors

Name: Jean Kennedy
Occupation: Retired Club Secretary Manager
Experience: Board member since 28 October 2012,
Orange City Women's Bowling Club
secretary
Meetings Attended: 12 of 12
Special Board Meetings Attended: 1 of 1

Name: Peter Ruming
Occupation: Retired from Newspaper Industry
Experience: Board member since 14 May 2013
Meetings Attended: 9 of 12
Special Board Meetings Attended: 1 of 1

Name: David Beadle
Occupation: Sales and Marketing Representative
Experience: Board member since 27 September 2009
Meetings Attended: 11 of 12
Special Board Meetings Attended: 1 of 1

Name: Noel Gersbach
Occupation: Retired Business Owner
Experience: Board member since 29 March 2016
Meetings Attended: 10 of 12
Special Board Meetings Attended: 1 of 1

Name: Gary Morgan
Occupation: Retired Business Owner
Experience: Board member since 21 September
2014
Meetings Attended: 12 of 12
Special Board Meetings Attended: 1 of 1

Name: Norman Wilson
Occupation: Retired from Newspaper Industry
Experience: Board member since 24 August 2018
and previously Orange City Men's
Bowling Club President for three years
Meetings Attended: 9 of 9
Special Board Meetings Attended: 1 of 1

**ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676**

DIRECTORS' REPORT

Information on Directors (Cont.)

Name: Lynne Madden
Occupation: Retired Medical Receptionist
Experience: Board member since 9 May 2018
Meetings Attended: 2 of 2
Special Board Meetings Attended: 1 of 1

Name: David Ellis
Occupation: Retired Business Manager
Experience: Board member from 28 October 2012
until 27 February 2018
Meetings Attended: 7 of 8
Special Board Meetings Attended: Nil

Membership

The club is a company limited by guarantee. 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. At the 30 June 2018 the numbers were made up as follows:

Member type	2018	2017	2016
Life member	8	10	10
Loyal member	12	12	12
Sporting Men	103	111	123
Sporting Women	82	84	85
Social	3,775	3,705	2,907
Other	4	8	11
Total	3,984	3,930	3,148

This membership is approximately 10% of the total population of Orange, NSW and environs.

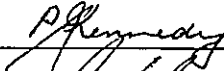
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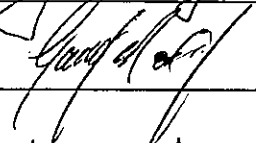
DIRECTORS' REPORT

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2018 has been received and can be found on page 4 of the financial report.

The director's report is signed in accordance with a resolution of the Board of Directors:

Director: 

Director: 

Dated this 28th day of August 2018

ORANGE CITY BOWLING CLUB LTD

A.B.N. 31 000 081 676

DIRECTORS' REPORT

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF ORANGE CITY BOWLING CLUB LTD**

I declare that, to the best of my knowledge and belief, during the financial year ended 30 June 2018, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Name of Firm: Pigot Miller Wilson
Chartered Accountants

Lead Auditor: _____
Graham Spalding

Address: 65 Hill Street, Orange NSW 2800

Dated this **day of** **2018**

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018	2017
INCOME			
Sale of Goods		676,225	748,168
Poker Machine Revenue - Net Clearances		793,627	869,620
Commissions		45,531	42,764
ATM Rebate		21,121	22,237
Sub-clubs	16	15,830	21,549
Membership Fees		53,126	51,841
Sundry Income		27,771	17,523
Insurance claim		-	72,740
Interest Received		11,305	9,369
Function Room Hire		51,522	40,913
Outdoor Amenities		54,794	49,760
Profit on sale of assets		-	42,849
Rent received		26,000	21,300
Activities & Events		130,623	147,773
		<u>1,907,475</u>	<u>2,158,406</u>
LESS COST OF SALES		<u>292,085</u>	<u>298,145</u>
LESS OPERATING EXPENSES			
Accounting & audit fees		17,896	17,700
Activity & Promotion expenses		143,014	170,991
Bank & Merchant Fees		1,136	1,232
Depreciation		224,933	295,814
Directors Expenses		2,169	2,981
Donations and Sponsorships		13,285	12,616
Electricity and Gas		84,166	68,374
Function expenses		1,693	723
Gaming expenses		69,473	71,048
Insurance - General		37,302	34,667
Insurance - Workers Compensation		14,750	18,400
Interest		11	2
Movement in Annual Leave Provision		1,014	3,948
Movement in Long Service Leave Provision		5,582	12,469
Legal Fees		3,389	6,261
License Fees		5,233	2,828
Loss on sale of asset		763	-
Marketing & Entertainment expenses		80,279	79,799
Office Supplies		3,177	2,816

The accompanying notes form part of these financial statements.

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018

LESS EXPENSES (cont.)	2018	2017
Operating expenses	82,535	76,793
Payroll Tax	3,245	4,613
Printing, Postage, Freight and Stationery	6,679	8,441
Rates - Council & Water	29,221	17,375
Reimbursed Inter-club Fees	17,381	17,768
Repairs & Maintenance	64,169	57,814
Salaries and Wages	738,250	754,571
Security and Alarm Monitoring	6,160	5,627
Staff Amenities & training	7,815	5,311
Superannuation	70,633	72,752
Subscriptions	7,444	7,698
Sundry Expenses	6,618	5,598
Telephone and Internet	8,640	8,272
Waste Removal	9,439	8,153
TOTAL EXPENSES	<u>2,059,579</u>	<u>2,151,600</u>
NET PROFIT/(LOSS)	<u>(152,104)</u>	<u>6,806</u>
TOTAL COMPREHENSIVE INCOME/(EXPENSE)	<u>(152,104)</u>	<u>6,806</u>
FOR THE PERIOD		

The accompanying notes form part of these financial statements.

ORANGE CITY BOWLING CLUB LTD
A.B.N 31 000 081 676

BALANCE SHEET
AS AT 30 JUNE 2018

	Notes	2018	2017
CURRENT ASSETS			
Cash and cash equivalents	3	630,093	570,068
Trade and other receivables	4	12,437	87,590
Inventories	5	28,145	28,733
Other current assets	6	12,781	4,696
TOTAL CURRENT ASSETS		<u>683,456</u>	<u>691,087</u>
NON-CURRENT ASSETS			
Intangible Assets	7	29,220	29,220
Property, plant and equipment	8	4,513,002	4,605,268
TOTAL NON-CURRENT ASSETS		<u>4,542,222</u>	<u>4,634,488</u>
TOTAL ASSETS		<u>5,225,678</u>	<u>5,325,575</u>
CURRENT LIABILITIES			
Trade and other payables	9	265,096	219,486
Provisions	10	163,364	134,584
TOTAL CURRENT LIABILITIES		<u>428,460</u>	<u>354,070</u>
NON-CURRENT LIABILITIES			
Provisions	10	9,241	31,425
TOTAL NON-CURRENT LIABILITIES		<u>9,241</u>	<u>31,425</u>
TOTAL LIABILITIES		<u>437,701</u>	<u>385,495</u>
NET ASSETS		<u>4,787,977</u>	<u>4,940,080</u>
EQUITY			
Reserves		2,878,496	2,878,496
Retained earnings		1,909,481	2,061,584
TOTAL EQUITY		<u>4,787,977</u>	<u>4,940,080</u>

The accompanying notes form part of these financial statements.

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018

	Note	Asset Revaluation Reserve	Retained Earnings	Total
Balance at 1 July 2016		2,878,496	2,054,778	4,933,274
Comprehensive Income				
Surplus / (Deficit) for the year		-	6,806	6,806
Balance as at 30 June 2017		2,878,496	2,061,584	4,940,080
Comprehensive Income				
Surplus / (Deficit) for the year		-	(152,104)	(152,104)
Balance at 30 June 2018		2,878,496	1,909,480	4,787,976

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	1,971,323	2,066,378
Interest received	11,305	9,369
Payments to suppliers, divisions and employees	<u>(1,789,173)</u>	<u>(1,886,854)</u>
Net cash provided by operating activities	12 <u>193,456</u>	<u>188,894</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from the sale of property, plant and equipment	-	51,804
Purchase of intangible assets	-	-
Purchase of property, plant and equipment	<u>(133,430)</u>	<u>(116,045)</u>
Net cash provided by investing activities	<u>(133,430)</u>	<u>(64,241)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowings to purchase equipment	-	-
Repayment of borrowings	<u>-</u>	<u>-</u>
Net cash provided from financing activities	<u>-</u>	<u>-</u>
Net increase (decrease) in cash held	60,026	124,653
Cash at beginning of year	570,068	445,416
Cash at end of year	3 <u>630,093</u>	<u>570,068</u>

The accompanying notes form part of these financial statements.

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

1. Summary of Significant Accounting Policies

Basis of Preparation

Orange City Bowling Club Ltd applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The company is a not-for-profit entity for financial reporting under Australian Accounting Standards.

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

The financial statements, except for the cash flow information, have been prepared on an accrual 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 financial statements were authorised for issue on 22 August 2018 by the directors of the company.

Accounting Policies

a) Revenue

Revenue is recognised to the extent that it is probable that the accrued benefits will flow to the company. The following specific recognition criteria also apply before revenue is recognised:

Bar, Gaming Machine and Green Fees Revenue

Revenue from bars, poker machines and green fees are recognised on a receipts basis.

Commission Rent and Interest Revenue

Keno and TAB commission, rent and interest income are recognised on an accrual basis.

Sale of Non-current Assets

The gain or loss on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the proceeds on disposal.

ORANGE CITY BOWLING CLUB LTD

A.B.N. 31 000 081 676

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

a) Revenue (cont.)

Membership fees

Membership fees are recognised on a receipts basis.

Interest

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

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

b) Inventories

Inventories held for sale are measured at the lower of cost and net realisable value. Inventories held for distribution are measured at cost adjusted, when applicable, for any loss of service potential.

Inventories acquired at no cost, or for nominal consideration, are valued at the current replacement cost as at the date of acquisition.

c) Property, Plant & Equipment

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

Freehold Property

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit and loss.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost, or for nominal cost, are initially recognised and measured at the fair value of the asset at the date it is acquired.

**ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

c) Property, Plant & Equipment (Cont.)

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land is depreciated on a straight-line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation
Plant & Equipment	5 - 40%
Buildings & Ground Improvements	1 - 20%
Gaming Machine Equipment	10 - 40%

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

d) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the entity, are classified as finance leases.

Finance leases are capitalised, recognising an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Lease assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense of the period.

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

d) Leases (cont.)

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

e) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provision to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (ie 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 transaction costs are recognised immediately as expenses in profit or loss.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

i. 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. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

ii. Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

iii. Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through amortisation process and when the financial liability is derecognised.

ORANGE CITY BOWLING CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

f) Impairment of Assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (eg in accordance with the relevant model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that Standard.

Where it is not possible to estimate the recoverable amount of an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

g) Employee Benefits

Short-term employee benefits

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

Short-term employee benefits (cont.)

The company's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of the current trade and other payables in the statement of financial position.

Other long-term employee benefits

The company classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the company's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

ORANGE CITY BOWLING CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

g) Employee Benefits (cont.)

Retirement benefit obligations

Defined contribution superannuation benefits

All employees of the company receive defined contribution superannuation entitlements, for which the company pays the fixed superannuation guarantee contribution (currently 9.5% of the employee's average ordinary salary) to the employee's superannuation fund of choice. All contributions in respect of employees' defined contribution entitlements are recognised as an expense when they become payable. The company's obligation with respect to employees' defined contribution entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the company's statement of financial position.

h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

i) Goods and Service Tax (GST)

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

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

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

j) Income Tax

No provision for income tax has been raised, as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

k) Provisions

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

**ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

l) Comparative Figures

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

m) Trade & Other Payables

Trade and other payables represent the liabilities for goods and services received by the company during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

n) Critical Accounting Estimates and Judgements

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

Key estimates

Valuation of freehold land and buildings

The Directors commissioned Herron Todd White to value the club's land and buildings at 61-89 Warrendine Street to assist in their assessment of their carrying value. The valuation date 27 August 2012 carried out by Mr Andrew Hall, AAPV registered valuer no. 3361, assessed the market value for continuing existing use as \$4,180,000 GST exclusive. The Directors have reflected this value in the 2012 financial year which resulted in an increase in the revaluation reserve of \$2,878,496.

The Directors have reviewed the key assumptions adopted by the valuers and do not believe there has been a significant change in the assumption at 30 June 2018. The Directors therefore believe the current carrying amount of \$4,199,203 (valuation, plus additions since valuation less any applicable depreciation) correctly reflects the fair value at 30 June 2018.

Key judgements

Employee benefits

For the purpose of measurement, AASB 119: *Employee Benefits* (September 2011) defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related services. As the company expects that most employees will not use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows (despite an informal company policy that requires annual leave to be used within 18 months), the directors believe that obligations for annual leave entitlements satisfy the definition of other long-term employee benefits and, therefore, are required to be measured at present value of the expected future payments to be made to employees.

ORANGE CITY BOWLING CLUB LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
2 Auditor's Remuneration	17,896	17,700
3 Cash and Cash Equivalents		
Cash at Bank	31,857	103,173
Cash on Hand	81,860	62,400
Term Deposits	516,376	404,495
	<u>630,093</u>	<u>570,068</u>
Reconciliation of cash		
Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as above.		
4 Receivables		
Current		
Trade Debtors	12,437	87,590
Less Provision for Doubtful Debts	-	-
	<u>12,437</u>	<u>87,590</u>
5 Inventories		
Stock on Hand	28,145	28,733
	<u>28,145</u>	<u>28,733</u>
6 Other Assets		
Interest Accrued	4,576	-
Prepayments	8,205	4,696
	<u>12,781</u>	<u>4,696</u>
7 Intangible Assets		
Gaming Machine Entitlements - at cost	29,220	29,220
	<u>29,220</u>	<u>29,220</u>
8 Property, Plant and Equipment		
Free Hold Land - at Independent Valuation	1,300,000	1,300,000
Total Land	<u>1,300,000</u>	<u>1,300,000</u>
Plant and Equipment - at Cost	1,325,646	1,300,925
Less Accumulated Depreciation	(1,198,220)	(1,155,768)
Total Plant and Equipment	<u>127,426</u>	<u>145,157</u>
Buildings and Ground Improvements	3,477,134	3,400,978
Less Accumulated Depreciation	(577,931)	(471,046)
Total Buildings Improvements	<u>2,899,203</u>	<u>2,929,932</u>
Gaming Machine Equipment - at Cost	1,043,166	1,011,611
Less Accumulated Depreciation	(856,793)	(781,432)
Total Gaming Equipment	<u>186,373</u>	<u>230,179</u>
Capital Works in Progress	-	-
Total Property, Plant and Equipment	<u>4,513,002</u>	<u>4,605,268</u>

This should be read in conjunction with the attached audit report

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

8 Property, Plant and Equipment (cont'd)

Movements in carrying amounts

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

	Plant and equipment	Land and Buildings	Gaming Machine Equipment	Total
Balance at 1 July 2017	145,157	4,229,932	230,179	4,605,268
Additions	25,719	76,156	31,555	133,430
Depreciation	(42,687)	(106,885)	(75,361)	(224,933)
Disposals/ transfers	(763)	-	-	(763)
Balance at 30 June 2018	<u>127,426</u>	<u>4,199,203</u>	<u>186,373</u>	<u>4,513,002</u>

9 Trade and Other Payables

2018

2017

Current

Trade Creditors	165,205	123,816
Other creditors	31,108	23,647
Accrued Expenses	27,285	25,368
Income in Advance	40,098	41,305
Gaming & Draw Provisions	1,400	5,350
	<u>265,096</u>	<u>219,486</u>

10 Provisions

Current

Provision for Long Service Leave	89,149	61,383
Provision for Annual Leave	74,215	73,201
	<u>163,364</u>	<u>134,584</u>

Non Current

Provision for Long Service Leave	<u>9,241</u>	<u>31,425</u>
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11 Members Guarantee

The company is limited by guarantee. 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. At the 30 June 2018 the number of members was 3,984 (2017 - 3,930).

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

12 Cash Flow Information	2018	2017
Reconciliation of Cash Flow from operations with Profit/(Loss)		
Profit/(Loss)	(152,104)	6,806
Non-cash flows in Profit/(Loss)		
Depreciation	224,933	295,814
Net (Profit)/ Loss on Disposal of Plant and Equipment	763	(42,849)
Effect of prior period error	-	-
Changes in assets and liabilities		
(Increase) Decrease in Receivables	75,153	(82,659)
(Increase) Decrease in Inventories	588	(2,771)
(Increase) Decrease in Other Assets	(8,085)	2,682
Increase (Decrease) in Trade and Other Payables	45,611	(4,547)
Increase (Decrease) in Provisions	6,596	16,417
Cash flows from operations	<u>193,456</u>	<u>188,893</u>

13 Events after the Reporting Period

The directors are not aware of any significant events since the end of the reporting period.

14 Key Management Personnel Compensation

Any person(s) having authority and responsibility for planning, directing and controlling activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

The Totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:

Directors' Expenses	2,169	2,981
Other KMP Compensation	90,341	125,159
	<u>92,510</u>	<u>128,140</u>

During the year, repair services were provided by associates of the Club

Services provided by Associates	Amount, including GST	
Repairs and Maintenance	3,124	7,151

15 Contingent Liabilities

The company was not aware of any possible contingent liabilities as at 30 June 2018.

ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

16 Sub-clubs	2018	2017
The following are the operations from the sub-clubs taken into account in the current year:		
Orange City Women's Bowling Club operating profit	643	3,958
Orange City Men's Bowling Club operating profit	15,187	17,591
Net result incorporated in these financials	<u>15,830</u>	<u>21,549</u>
Funds at the start of the year:		
Orange City Women's Bowling Club	46,426	42,468
Orange City Men's Bowling Club	14,424	5,180
	<u>60,850</u>	<u>47,648</u>
(Decrease)/ Increase in loan from Orange City Bowling Club to Orange City Men's Bowling Club	-	(8,347)
Add: net operating profit	15,830	21,549
Sub-club net funds at 30 June 2018	<u>76,680</u>	<u>60,850</u>
Represented by:		
Cash in bank	47,768	42,427
Orange City Women's Bowling Club	28,157	28,003
Orange City Men's Bowling Club	19,611	14,424
Term deposits - Orange City Women's Bowling Club	18,912	18,423
Term deposits - Orange City Men's Bowling Club	10,000	-
	<u>76,680</u>	<u>60,850</u>

17 Operating Result

During the current financial year the company returned a net operating loss of \$152,104. However, the directors are of the opinion that the Club continues to be a going concern as:

- The Club's current ratio is 1.6 to 1, indicating that the company can pay its debts as they fall due. Current liabilities also comprise leave liabilities which are unlikely to be paid in full within a year. Sufficient cash is also kept in term deposits for expected payable leave liabilities.
- The Club owns its land and buildings which also carry no debt. This has resulted in a positive net asset position of almost \$4.8 million.
- The Club owns other liquid assets which are readily convertible to cash.

Based on the above, the Directors of the Club believe that the Club readily has access to sufficient cash to meet its operating requirements for the following 12 months.

Further to the above, the Directors are implementing the following strategies for the upcoming year:

- Further tightening of control over Club spending as set out in our 2019 budget;
- Relocation of Club gaming areas and additions to key revenue generating assets;
- Negotiations regarding location of Club facilities to maximise return on Club assets.

18 Company Details

The registered office of the company is:

Orange City Bowling Club Limited
61 - 89 Warrendine Street
ORANGE NSW 2800

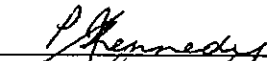
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A.B.N. 31 000 081 676

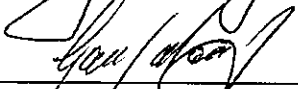
DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Orange City Bowling Club Ltd, the directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 22 are in accordance with the *Corporations Act 2001* and:
 - a) comply with Accounting Standards – Reduced Disclosure Requirements; and
 - b) give a true and fair view of the financial position of the company as at 30 June 2018 and of its performance for the year ended on that date.

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

Director:  _____

Director:  _____

Dated this 28th day of August 2018

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF ORANGE CITY BOWLING CLUB LTD
A.B.N. 31 000 081 676**

Opinion

We have audited the financial report of Orange City Bowling Club Limited (the Company), which comprises the statement of financial position as at 30 June 2018, 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 report, including a summary of significant accounting policies, and the directors' declaration.

In our opinion:

the accompanying financial report of Orange City Bowling Club Limited, is in accordance with the Corporations Act 2001, including:

- a. giving a true and fair view of the company's financial position as at 30 June 2018 and of its performance for the year ended on that date; 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 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 Orange City Bowling Club Limited, 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.

Other information

The directors are responsible for the other information. The other information comprises the information in the Company's annual report for the year ended 30 June 2018, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and 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.

Directors' Responsibilities for the Financial Report

The directors of the company are responsible for the preparation of the financial report and have determined that the accounting policies described in Note 1 to the financial report, are appropriate to meet the requirements of the *Corporations Act 2001* and are appropriate to meet the needs of the members. The directors' responsibility also includes such internal controls as the directors determine necessary to enable the preparation of a financial report that 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 responsibility

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.

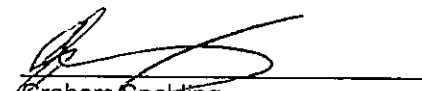
A further description of our responsibilities for the audit of the Financial Report is located at the

Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our Auditor's Report.

Name of Firm: Pigot Miller Wilson
Chartered Accountants

Lead Auditor:


Graham Spalding

Address: 65 Hill Street
Orange NSW 2800

Dated this 27th day of August

2018

Notice is hereby given that the Annual General Meeting of the

ORANGE CITY MEN'S BOWLING CLUB

Will be held in the Auditorium on **SUNDAY 23rd SEPTEMBER 2018** following the Annual General Meeting of Orange City Bowling Club Limited.

BUSINESS:

1. Confirmation of the minutes of the AGM from the 24th September 2017.
2. To receive and consider the Adoption of the Presidents Report.
3. To receive and consider the Adoption of the Annual Finance Report.
4. To elect the office bearers for the ensuing year.
5. To elect the Selectors for the ensuing year.
6. To deal with any business of which due notice has been given.

Attendances for the Orange City Mens Bowling Club 2017-18 was as follows.

Name	Possible No.	Attended
I. Carr	11	11
S. May	11	10
R. Fisher	11	1 (Ill health)
B. Harvey	11	10
G. Bradley	11	10
T. Gorringe	11	11
G. Fletcher	11	10
R. Hutchinson	11	6 (Work Commitments)