



**Redhead Bowling
Club Co-Operative Limited**

ABN 91 505 907 215

**Annual Financial Report
for the year ended 30 June 2024**

Redhead Bowling Club Co-Operative Limited ABN 91 505 907 215

Annual financial report for the year ended 30 June 2024

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These financial statements are the financial statements of Redhead Bowling Club Co-Operative Limited. The financial statements are presented in the Australian currency.

The financial statements were authorised for issue by the Directors on 10 October 2024. The Directors have the power to amend and reissue the financial statements.

Director's report

Your Directors present their report on Redhead Bowling Club Co-Operative Limited (the Club) for the year ended 30 June 2024.

Directors details

The following persons were Directors of Redhead Bowling Club Co-Operative Limited during the financial year, and up to the date of this report:

Mr Greg Highfield

Chairman
Director since 2018
Retired

Mr Michael Barton

Treasurer
Director since 2024 (appointed in January 2024)
Computer Systems Engineer

Mr Allan Goodman

Director
Director since 2016
Retired

Mr Shanon Maybury

Director
Director since 2023 (appointed at AGM October 2023)

Calibration and service centre manager for mining and industrial industries.

Mr Michael Dennis

Deputy Chairman
Director since 2023 (appointed at AGM October 2023)
Retired Business Manager

Mr John Collins

Assistant Secretary
Director since 2022
Company Director

Mr John Lyons

Director
Director since 2019
Retired

Mr David Perkins

Director
Director since 2022 (resigned at AGM October 2023)
Retired

Mr Donald Paterson

Former chairperson
Director since 2018 (resigned January 2024)
Retired

Mr Dave Moore

Former deputy Chairman
Director since 2018 (resigned at AGM October 2023)
Retired

Company secretary

Kim Matthews was the Company Secretary until April 2024 and held the position of Club Secretary Manager up until March 2024. Michael Bolger is the Company secretary and has held the position of Club Secretary Manager since April 2024. During his career he has held senior positions with a number of Bowling Clubs.

Director's meetings

The number of meetings the Directors held during the year and the number of meetings attended by each director is as follows:

Board members	Board meetings	
	A	B
Mr Greg Highfield	14	13
Mr Michael Barton (appointed January 2024)	6	6
Mr Allan Goodman	14	14
Mr John Collins	14	11
Mr John Lyons	14	13
Mr Michael Dennis (appointed at AGM October 2023)	9	9
Mr Shanon Maybury (appointed at AGM October 2023)	9	4
Mr David Perkins (resigned at AGM October 2023)	5	3
Mr Donald Paterson (resigned January 2024)	7	7
Mr Dave Moore (resigned at AGM October 2023)	5	5

Where:

- column A: the number of meetings the Director was entitled to attend
- column B: the number of meetings the Director attended

Core and non-core property

Pursuant to Section 41E(5) of the Registered Clubs Act 1976 (NSW) for the financial year ended 30 June 2024, the following land and buildings are considered to be core property:

Core - 42A Cowlshaw St, Redhead

Principal activities

During the year, the principal activities of the Club was the operation of a Licensed Bowling Club.

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

Review of operations and financial results

The profit achieved for the year was \$12,317 (2023 profit \$28,809). The profitability reflects the increase in revenues offset by increased expenses across all operations of the Club during the year.

	2024	2023
	\$	\$
Revenue	2,374,690	2,228,940
Expenses	(2,362,373)	(2,200,131)
Profit before income tax	12,317	28,809
Income tax	-	-
Net profit	12,317	28,809

Significant changes in state of affairs

No significant changes in the Club's state of affairs occurred during the financial year.

Events since the end of the financial year

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

Likely developments and expected results of operations

The Club expects to continue to improve its financial performance and continue to provide quality facilities and services for members and guests.

Environmental regulation

The Club's operations are not regulated by any significant environmental regulations under the law of the Commonwealth or of a state or territory of Australia.

Dividends paid or recommended

The Club is prohibited from paying dividends under its Constitution.

Indemnifying Officer or Auditor

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

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

Rounding of amounts

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the Directors' report. Amounts in the Directors' report have been rounded off in accordance with the instrument to the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5 and forms part of this Directors' report.

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



Greg Highfield - Chairman



Michael Barton - Treasurer

Dated: 10 October 2024

Redhead, NSW

Auditor's independence declaration

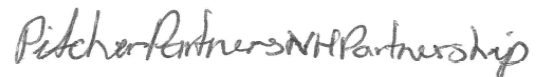
To the Directors of Redhead Bowling Club Co-Operative Limited

In accordance with section 307C of the Corporations Act 2001, I declare to the best of my knowledge and belief in relation to the audit of the financial report of Redhead Bowling Club Co-operative Limited for the year ended 30 June 2024, there have been:

- (a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (b) no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) in relation to the audit.



Shaun Mahony - Partner



Pitcher Partners NH Partnership
Chartered Accountants

Dated: 10 October 2024
Newcastle West, NSW

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2024

		2024	2023
	Notes	\$	\$
Revenue from continuing operations	2	2,358,256	2,192,083
Other Income		16,434	36,857
Bar cost of goods sold		(390,185)	(368,300)
Bar direct expenses		(261,936)	(260,548)
Poker machine direct expenses		(154,963)	(158,801)
Paper gaming Expenses		(31,185)	(31,290)
Men's bowling Expenses		(71,300)	(54,188)
Women's bowling expenses		(10,225)	(6,875)
Sub-club expenses		(15,734)	(10,893)
Members amenities		(347,583)	(338,871)
Greens direct expenses		(166,693)	(154,389)
Clubhouse operations		(224,956)	(211,765)
Administration expenses		(687,613)	(604,211)
		(2,362,373)	(2,200,131)
Profit / (loss) before income tax		12,317	28,809
Income Tax		-	-
Profit / (loss) for the year		12,317	28,809
Other comprehensive income		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income / (loss) for the year		12,317	28,809

The above *statement of profit or loss and other comprehensive income* should be read in conjunction with the accompanying notes

Redhead Bowling Club Co-Operative Limited

Statement of financial position

For the year ended 30 June 2024

	Notes	2024 \$	2023 \$
ASSETS			
Current assets			
Cash and cash equivalents	4	534,578	504,723
Inventories	5	17,300	23,018
Financial assets at amortised cost	6	379,975	374,097
Other assets	7	8,137	13,738
Total current assets		939,990	915,576
Non-current assets			
Property, plant and equipment	8	2,000,167	2,074,506
Lease assets	9	67,265	83,330
Total non-current assets		2,067,432	2,157,836
Total assets		3,007,422	3,073,412
LIABILITIES			
Current liabilities			
Trade and other payables	10	70,309	77,542
Provisions	11	78,777	139,257
Other liabilities	12	20,898	24,177
Lease liabilities	9	19,448	17,240
Total current liabilities		189,432	258,216
Non-current liabilities			
Provisions	11	2,904	1,474
Other liabilities	12	5,073	-
Lease liabilities	9	51,684	67,710
Total non-current liabilities		59,661	69,184
Total liabilities		249,093	327,400
Net assets		2,758,329	2,746,012
MEMBERS FUNDS			
Reserves		13,029	13,029
Retained profits		2,745,300	2,732,983
Total members funds		2,758,329	2,746,012

The above *statement of financial position* should be read in conjunction with the accompanying notes

Redhead Bowling Club Co-Operative Limited

Statement of changes in equity

For the year ended 30 June 2024

	Reserves	Retained	Total
	\$	\$	\$
Balance at 1 July 2022	13,029	2,704,174	2,717,203
Profit / (loss) for the year	-	28,809	28,809
Total comprehensive income for the year	-	28,809	28,809
Balance at 30 June 2023	13,029	2,732,983	2,746,012
Profit / (loss) for the year	-	12,317	12,317
Total comprehensive income for the year	-	12,317	12,317
Balance at 30 June 2024	13,029	2,745,300	2,758,329

The above *statement of changes in equity* should be read in conjunction with the accompanying notes

Statement of cash flows

For the year ended 30 June 2024

	Notes	2024 \$	2023 \$
Cash flows from operating activities			
Receipts from members and customers		2,591,871	2,425,350
Payments to suppliers and employees		(2,398,999)	(2,141,583)
Interest received		12,409	4,070
Interest paid		(5,794)	(4,265)
Net cash inflow (outflow) from operating activities		199,487	283,572
Cash flows from investing activities			
Payments for property, plant and equipment		(151,815)	(180,640)
Proceeds from sale of property, plant and equipment		-	29,630
Net cash inflow (outflow) from investing activities		(151,815)	(151,010)
Cash flows from financing activities			
Repayment of lease liabilities		(17,817)	(15,542)
Net cash inflow (outflow) from financing activities		(17,817)	(15,542)
Net increase in cash and cash equivalents		29,855	117,020
Cash and cash equivalents at the beginning of the financial year		504,723	387,703
Cash and cash equivalents at the end of the financial year	4	534,578	504,723

The above *statement of cash flows* should be read in conjunction with the accompanying notes

Notes to the financial statements

For the year ended 30 June 2024

1 Summary of material accounting policies

(a) Information about the entity

- Redhead Bowling Club Co-Operative Limited is a co-operative with no share capital.
- Redhead Bowling Club Co-Operative Limited is a not for profit entity for the purpose of preparing the financial report.
- The registered office of the Co-operative is 42A Burns Street, Redhead NSW 2290.
- The principal place of business of the Co-operative is 42A Cowlishaw Street, Redhead, NSW 2290.

(b) Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosures and the Co-operatives National Law (NSW).

(c) Material accounting policy information

The material accounting policies applied in the preparation of this financial report are consistent with the previous period unless otherwise stated.

(d) Statement of compliance

This financial report complies with AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for Profit Tier 2 Entities as issued by the Australian Accounting Standards Board (AASB).

The financial report has been prepared on an accruals basis and is based on historical costs. The financial report is presented in Australian Dollars.

(e) Income Taxes

The Club is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997.

(f) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

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.

(g) Rounding of amounts

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with the instrument to the nearest dollar.

2 Revenue

(a) Disaggregation of revenue from contracts with customers

The Club derives revenue from the transfer of goods and services over time and at a point in time for the following services:

	Beverage revenue \$	Gaming revenue \$	Raffle and bingo revenue \$	Bowls Revenue \$	Other revenue \$	Total \$
2024						
Revenue from contracts with customers	1,021,624	1,002,090	141,588	61,283	101,152	2,327,737
Other revenue (not covered by AASB15)	-	17,180	-	-	13,339	30,519
	1,021,624	1,019,270	141,588	61,283	114,491	2,358,256

Timing of revenue recognition

At a point in time	1,021,624	1,002,090	141,588	61,283	101,152	2,327,737
Over time	-	17,180	-	-	13,339	30,519
	1,021,624	1,019,270	141,588	61,283	114,491	2,358,256

	Beverage revenue \$	Gaming revenue \$	Raffle and bingo revenue \$	Bowls Revenue \$	Other revenue \$	Total \$
2023						
Revenue from contracts with customers	972,132	928,707	127,259	58,055	76,170	2,162,323
Other revenue (not covered by AASB15)	-	17,180	-	-	12,580	29,760
	972,132	945,887	127,259	58,055	88,750	2,192,083

Timing of revenue recognition

At a point in time	972,132	928,707	127,259	58,055	76,170	2,162,323
Over time	-	17,180	-	-	12,580	29,760
	972,132	945,887	127,259	58,055	88,750	2,192,083

(b) Accounting policies and significant judgements

The Club recognises revenue related to the transfer of promised goods or services when a performance obligation is satisfied and when control of the goods or services passes to the customer. The amount of revenue recognised reflects the consideration to which the Club is or expects to be entitled in exchange for those goods or services.

The Club considers whether there are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g. vouchers issued, customer loyalty program). In determining the transaction price for the sale of goods, the Club considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

(i) Beverage revenue

Revenue from the sale of beverages is recognised at a point in time when the physical control of the goods passes to the customer.

(ii) Gaming revenue

Revenue from rendering services from gaming facilities to members and other patrons of the club is recognised when the services are provided. Gaming revenue is measured at the fair value of the consideration received from the net position of the wagers placed less customer winnings paid out. Commission income where the Club acts as an agent for third parties who provide wagering services to members and guests is recognised at a point in time when the wagering transaction has been completed.

(iii) Raffle and bingo revenue

Raffle and bingo revenue is recognised at a point in time when the customer takes possession of the ticket and the raffle or bingo event has been conducted as at this point the performance obligations have been satisfied.

(b) Accounting policies and significant judgements (continued)

(iv) *Bowls revenue*

Revenue from rendering services from bowling activities is recognised at a point in time when the game of bowls has been completed as at this point the performance obligations have been satisfied.

(v) *Other revenue*

Included within other revenue is membership subscriptions which are recognised over the term of membership and any unearned portion is deferred and included in contract liabilities. Membership revenue is measured with reference to the fee received and the period of membership that the member has paid for.

The balance of other revenue is recognised at a point in time when the performance obligation has been satisfied.

3 Other expense items	2024	2023
	\$	\$
(a) Other expenses		
Employee Benefits Expense	718,060	661,520
Loss on disposal of Assets	394	798
Depreciation	245,824	253,685
Interest costs	5,794	4,265

4 Cash and cash equivalents

Current

Cash and Cash Equivalents	534,578	504,723
	<u>534,578</u>	<u>504,723</u>

Accounting policy

Cash and short-term deposits in the Statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the Statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts (if any).

5 Inventories

Current

Stock on hand	17,300	23,018
	<u>17,300</u>	<u>23,018</u>

Accounting policy

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

6 Financial assets at amortised cost

Current

Term deposits	350,000	350,000
Other receivables	29,975	24,097
	<u>379,975</u>	<u>374,097</u>

Accounting policy

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in interest income using the effective interest rate method.

7 Other assets

Current

Prepayments	8,137	13,738
	<u>8,137</u>	<u>13,738</u>

Notes to the financial statements

For the year ended 30 June 2024

8 Property, plant and equipment

	Work-in-progress	Land and buildings \$	Plant and equipment \$	Poker machines \$	Total \$
Non-current assets					
At 1 July 2023					
Cost	1,005	2,965,209	1,461,961	803,978	5,232,153
Accumulated depreciation	-	(1,456,645)	(1,082,812)	(618,190)	(3,157,647)
Net book amount	1,005	1,508,564	379,149	185,788	2,074,506
Year ended 30 June 2024					
Opening net book amount	1,005	1,508,564	379,149	185,788	2,074,506
Additions	-	51,025	75,040	25,750	151,815
Disposals	-	-	-	(394)	(394)
Transfers	(1,005)	1,005	-	-	-
Depreciation charge	-	(65,800)	(74,425)	(85,535)	(225,760)
Closing net book amount	-	1,494,794	379,764	125,609	2,000,167
At 30 June 2024					
Cost	-	3,004,164	1,530,577	764,363	5,299,104
Accumulated depreciation	-	(1,509,370)	(1,150,813)	(638,754)	(3,298,937)
Net book amount	-	1,494,794	379,764	125,609	2,000,167

Accounting policy**(a) Land and buildings**

Land and buildings is carried at cost less any accumulated depreciation and any accumulated impairment losses.

(b) Plant and equipment and Poker Machines

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

(c) Depreciation

Depreciation is calculated on a straight line basis over the estimated useful life of the asset as follows:

Buildings	20 - 40 years
Plant & Equipment	3 - 40 years
Poker Machines	4 - 5 years

Significant accounting estimates and judgements

The useful life of property, plant and equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

Notes to the financial statements

For the year ended 30 June 2024

9 Lease assets and lease liabilities

2024	2023
\$	\$

The Club leases a photocopier and the POS system.

a) Lease assets**Non-current**

Carrying amount of lease assets, by class of underlying asset:

Plant and equipment	67,265	83,330
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Reconciliation of lease assets**2024****Carrying amount at the beginning of the year**

Additions due to CPI adjustment

Disposals

Amortisation

Carrying amount at the end of the year

Plant and equipment	Total	Total
\$	\$	\$
83,330	83,330	15,025
3,999	3,999	95,407
-	-	(10,215)
(20,064)	(20,064)	(16,887)
67,265	67,265	83,330

b) Lease liabilities**Current**

Lease liabilities

Non-current

Lease liabilities

Total

19,448	19,448	17,240
51,684	51,684	67,710
71,132	71,132	84,950

Reconciliation of lease liabilities**2023****Carrying amount at the beginning of the year**

Additions due to CPI adjustment

Disposals

Interest expense

Lease payments

Net movement during year**Carrying amount at the end of the year**

Plant and equipment	Total	Total
\$	\$	\$
84,950	84,950	16,802
3,999	3,999	95,407
-	-	(11,717)
5,674	5,674	4,497
(23,491)	(23,491)	(20,039)
(13,818)	(13,818)	68,148
71,132	71,132	84,950

Maturity analysis of future lease payments

Not later than 1 year

Later than 1 year and not later than 5 years

Lease payments

Plant and equipment	Total	Total
\$	\$	\$
23,892	23,892	22,740
56,330	56,330	76,345
80,222	80,222	99,085

Accounting policy

Lease assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, on a basis that is consistent with the expected pattern of consumption of the economic benefits embodied in the underlying asset.

Lease liabilities are measured at the present value of the remaining lease payments. Interest expense on lease liabilities is recognised in profit or loss. Variable lease payments not included in the measurement of lease liabilities are recognised as an expense in the period in which they are incurred.

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

At the commencement date of the lease, the lease liability is initially recognised for the present value of non-cancellable lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Club's incremental borrowing rate. The weighted average incremental borrowing rate is 7.13%.

Notes to the financial statements

For the year ended 30 June 2024

9 Lease assets and lease liabilities (continued)**Accounting policy (continued)****Significant accounting estimates and judgements**

The useful life of lease assets (where useful life is greater than the lease term) is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

10 Trade and other payables

	2024	2023
	\$	\$
Current		
Trade payables	19,682	10,727
Other payables and accruals	41,919	49,722
GST payable	8,708	17,093
	<u>70,309</u>	<u>77,542</u>

Accounting policy

Trade and other payables, including accruals, are non-interest bearing and are generally due for payment within 30 days of the invoice date.

11 Provisions**Current**

Employee entitlements (i) & (ii)	78,777	139,257
	<u>78,777</u>	<u>139,257</u>

Non-current

Employee entitlements (ii)	2,904	1,474
	<u>2,904</u>	<u>1,474</u>

Accounting policy**(i) Annual leave**

Liabilities for annual leave expected to be settled within 12 months of the reporting date, are recognised in the provision for employee benefits in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Any annual leave expected to be settled beyond 12 months of the reporting date is measured at the present value of expected future payments.

(ii) Long service leave

The liabilities for long service leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period. Consideration is given to expected future wage levels and period of service. Discount rates of the Australian bond rates matching the estimated future cash outflows have been used.

12 Other liabilities**Current**

Contract liabilities - membership income	11,109	11,250
Other liabilities	9,789	12,927
	<u>20,898</u>	<u>24,177</u>

Non-current

Contract Liabilities - membership income	5,073	-
	<u>5,073</u>	<u>-</u>

Redhead Bowling Club Co-Operative Limited

Notes to the financial statements

For the year ended 30 June 2024

13	Commitments	2024	2023
		\$	\$
(i)	<i>Capital Commitments</i>		
	Greens Lighting	-	50,269
		-	50,269

14 **Related parties**

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

(a) *Key management personnel compensation*

Total key management personnel benefits	135,185	129,250
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15 **Remuneration of auditors**

<i>Auditor of the company</i>		
Audit of the financial statements	19,400	18,500
Other services - consulting services	21,625	13,800
	41,025	32,300

Directors' declaration

In the Directors' opinion:

- (a) The financial statements and notes set out on pages 6 to 16 are in accordance with the Co-operatives National Law (NSW), including:
 - (i) comply with Australian Accounting Standards - Simplified Disclosures and the Co-operatives National Regulations (NSW); and
 - (ii) giving a true and fair view of the Club's consolidated financial position as at 30 June 2024 and of its performance for the financial year ended on that date.
- (b) There are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable; and

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



Greg Highfield - Chairman



Michael Barton - Treasurer

Dated: 10 October 2024
Redhead, NSW

Independent auditor's report to the members of Redhead Bowling Club Co-Operative Limited

Opinion

We have audited the financial report of Redhead Bowling Club Co-Operative Limited (the Club) which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements, including material accounting policy information, and the Directors' declaration.

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

- (i) giving a true and fair view of the Club's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) comply with Australian Accounting Standards - Simplified Disclosures, and the Co-operatives National Regulations (NSW).

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section of our report. We are independent of the Club 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of the Directors for the financial report

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

In preparing the financial report, the Directors are responsible for assessing the Club'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 Club or to cease operations, or have no realistic alternative but to do so.

Independent auditor's report (continued)

Matters relating to the electronic presentation of the audited financial report

The auditor's report relates to the financial report of the Club for the year ended 30 June 2024 included on the Club's web site. The Club's Directors are responsible for the integrity of the Club's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

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 Club'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 Club'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 Club 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.



Shaun Mahony - Partner



Pitcher Partners NH Partnership
Chartered Accountants

10 October 2024
Newcastle West, NSW

Pitcher Partners Newcastle & Hunter Pty Ltd

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