

THE PEAKHURST BOWLING & RECREATION CLUB LIMITED

55TH ANNUAL REPORT & BALANCE SHEET 2010



1 Olds Park Lane Beverly Hills NSW 2209

Telephone 91537756 Fax 91538622

Email info@peakbc.com.au Website www.peakbc.com.au

THE PEAKHURST BOWLING & RECREATION
CLUB LIMITED

CHAIRMAN

DEPUTY
CHAIRMAN

DEPUTY
CHAIRMAN

DEPUTY
CHAIRMAN

TREASURER

DIRECTOR

DIRECTOR

24 June 2010

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given of the 55th Annual General Meeting of The Peakhurst Bowling and Recreation Club Limited to be held on MONDAY 26th JULY 2010 at 6:00 PM.

AGENDA

- 1. To confirm the minutes of the 54th Annual General Meeting.**
- 2. To receive the 55th Annual Report.**
- 3. To receive the Statement of Account and Balance Sheet as at 31.03.10.**
- 4. To fix allowances**
- 5. To elect Directors /Office Bearers**
- 6. To deal with the Notice of Motion proposed by Bernie Calvert and seconded by Roland Murfitt.**
- 7. To deal with the nomination of Honorary Life Membership for Charlie Fahd proposed by Michael Ryan.**
- 8. To deal with business of which notice has been given in writing to the Secretary Manager in accordance with provisions of the Articles of Association.**
- 9. To receive recommendations for consideration by the Board**

NOMINATIONS FOR DIRECTORS/OFFICE BEARERS will be accepted up until 6.00 p.m. on Monday 5th July 2010.

NOMINATION FORM is on the Notice Board in the members lounge.

The annual report will be available from the club's website at www.peakbc.com.au.

If you would like to register to receive a printed copy of the annual report this year please contact the Club on 02 9153 7756 or at info@peakbc.com.au.

JOHN MEERS
Secretary Manager

NOTICE OF MOTION

**The Secretary
The Peakhurst Bowling and Recreation Club Limited**

We, the undersigned, hereby submit the following Notice of Motion for consideration at the Annual General Meeting of The Peakhurst Bowling and Recreation Club Limited, to be held on 26th July 2010, and, (if thought fit), for passing, with or without modification.

“That pursuant to the Registered Clubs Act the Members hereby approve payments and/or allowances to Directors for the next twelve (12) month period preceding the 2009 Annual General Meeting. The Members further acknowledge that the payments and benefits outlined in sub-paragraphs (a) to (f) are not available to Members generally but only those Members who are elected Directors of the Club.

(a) the reasonable cost of a meal and/or beverage for each Director after a Board or Committee Meeting on the day of that Meeting. The meal can only be taken where the Meeting coincides with a normal meal time.

(b) reasonable out of pocket expenses incurred by Directors when carrying out duties in relation to the Club’s business or affairs.

(c) the reasonable cost of Directors attending seminars, lectures or similar sessions for the benefit of the Club and its Members as may be determined by the Board from time to time.

(d) payment by the Club, of the premium, for Directors and Officers Liability Insurance that falls due within the ensuing year.

(e) the reasonable cost of the Chairman, or his nominated representative, to entertain for short periods, Members and/or guests in attendance at the Club for special occasions.

(f) provision of a car parking space(s) for the exclusive use of the Chairman and such other Directors and Officers as may be approved by the Board, at no cost. “These car parking spaces to be available to those designated when attending to their duties at the Club or when attending official functions at the Club at which their presence is required.”

Proposed by: Bernie Calvert #769

Seconded by: Roland Murfitt #266

Date: 2nd June 2010

Date: 2nd June 2010

NOTICE OF MOTION

We the undersigned hereby submit the following Notice of Motion for consideration at the Annual General Meeting of the Peakhurst Bowling & Recreation Club Ltd, to be held on the 26th July 2010, and if thought fit, for passing with or without modification.

“That Charlie Fahd be granted Life Membership of the Peakhurst Bowling & Recreation Club Ltd and receive all benefits and recognition associated with this appointment.”

Proposed By: Michael Ryan
Date 2nd July 2010

Seconded by: Bernie Calvert
Date 2nd July 2010

THE PEAKHURST BOWLING & RECREATION CLUB LTD

DIRECTORS & OFFICERS 2009 – 2010

CHAIRMAN

B CALVERT

DEPUTY CHAIRMEN

R MURFITT

E KAAS

L IRONSIDE Resigned

HON. TREASURER

V O'SULLIVAN

DIRECTORS

D EVANS

M RYAN

SECRETARY MANAGER

J MEERS

CHAIRMAN'S REPORT

I am very pleased to present this years report which shows a profit of \$37,258.00. This has been a great turnaround considering our recent history, in fact our previous surplus was 31st March 2005. There are a number of factors that have contributed to this positive figure.

The Board and Management are not getting carried away with this result because we all know that 12 months in 'clubland' is a long time.

The previous 3 years were horrendous for everyone involved in our Club. We are not out of the woods yet, I think we have just reached a clearing and now we have a base where we can get some things done.

I would like to thank the Board for their efforts and commitment to the club, also by standing again and endeavouring to turn the Club around especially during the transition period before appointing a new Manager this past financial year. Also to our new Manager, Mr John Meers who commenced duties with the club mid December 2009. Thanks John for your efforts and long hours you have put in during your short time with the club.

I should thank Jennene Shearer on her work in the front office again this year. Also it would be remiss of me not to mention Paul Dewey for his tremendous work for the club over many years (I'd like to see a position available for Paul again).

Many thanks to Trevor Lynch for his work behind the scenes helping John with various administrative duties.

Also thanks to the Ladies Bowls Committee for their support especially during our Post Secretary/Manager period.

A big thanks to Robert and Tim in the Bistro and their staff Mei, Kath, Irene and Tash, a great effort by all.

To our bar staff, many thanks for your effort this past year Kerry, Jade, Natasha, Andrew, Liam, Sara and Kerry 2.

I would like to acknowledge and thank Hurstville City Council who again have continued their rental subsidy of \$17,160.

Thanks to Albert Campbell for volunteering to organise the clubs championships. Also to Frank Darby for volunteering to organise and conduct the clubs 2 Bowl Triples and Ham Day events. Thank you very much gentlemen, it is very much appreciated.

I would like to thank all our volunteers who gave their time this past year.

Gardeners: Ray Hollibone, Ray Baker, Brian Probert, Graham Burton and Horrie Heaton.

Umpires: Ken Duce, John Gabbe, Graham Burton, Norm Winzer, Graham Cooke and Eddie Gallagher

Bowls Coach: Warren Dunn

Selectors: Sam Corte, Charlie Fahd, Leigh Ironside and Jack Campbell.

Also to our men and ladies who assisted with school, corporate and social bowls days, a big thank you to all.

Congratulations to our 7's on winning the Zone Pennants and best wishes in the State Titles.

Thank you also to our sponsors, your support is greatly appreciated.

BERNIE CALVERT
Chairman

SECRETARY MANAGER'S REPORT

Since my commencement in December as Secretary Manager, we have faced some very difficult times. The club last showed a profit in the financial year ending March 31st 2006. Since that time the club has lost \$143,272 in 2007, \$77,942 in 2008 and \$56,295 in 2009. This represents a loss for the three year period of \$277,509. As the Board and members are well aware the club cannot continue to absorb such losses.

The financial year ending 31st March 2010 showed a profit of \$37,258. The result, whilst in surplus, includes the profit on the sale of three poker machine licenses. The true operating figure excluding this one off sale was a loss of \$7,742. Whilst it is pleasing that the losses have been substantially reduced, the club is still operating in deficit. It can be argued this financial year that excluding the depreciation figure written in, the result is a surplus of approximately \$35,000 but this is not an acceptable argument. If assets depreciate to the point of liabilities exceeding asset value, the club becomes technically insolvent.

Having said this, both the Board and myself believe the club has turned the corner and is heading in the right direction. We have implemented the following cost reductions over the last three months in an effort to return the club to profit:

1. Reduced labour costs on the bar. The secretary Manager now undertakes hours behind the bar to reduce wages costs.
2. Greens labour has been reduced to one person during the winter months.
3. A budget and business plan have been developed and implemented to ensure unnecessary costs do not occur.

4. Staff liabilities are reviewed monthly and time in lieu must now be authorised before being accumulated.

The club has also moved from cash based accounting to accrual based. Each Board meeting the papers presented to the board now include a breakdown of outstanding accounts and also a detailed list of staff liabilities. This alone gives a more accurate "bottom line" than in previous years where the monthly financials presented to the board did not account for how much we owed suppliers or staff.

It is my opinion that continued prudent expenditure and sensible expenditure on promoting in house events will continue to reverse the losses incurred over the last three years.

It is very pleasing coming from a hotel background to work in a club with a board of management who are as supportive as our current board are. Their support has been greatly appreciated by both myself and our staff. To the staff I say a huge thank you for your support and efforts since my arrival. I made some changes very early on and to the credit of the staff they embraced the changes and have continued their dedicated efforts to ensure the future viability of the club.

The club is very fortunate to have a solid base of members who support the club in many ways. From our bowlers to the afternoon social drinkers to the Friday night loyalists, thank you for spending your "hard earned" here at the club. We are all focused on continuing to provide you value for money and excellence in service.

JOHN MEERS
Secretary Manager

TREASURER'S REPORT

As indicated in our Financial Statement delivered by the auditors, the club has recorded an Operating Profit of \$37,258.

This however must be qualified by adding the fact that the money earned from the sale of 3 of our poker machines has been included in our income statement.

I believe overall given the circumstances that we have been through during the 2009/2010 Financial Year this is a pleasing result as we are in a stronger financial position than this time last year. I also acknowledge the auditor's comments in the financial report.

While our bar trade & auditorium income are down on the previous financial our operating costs have been significantly reduced and are being constantly monitored. We are also in a far better position in regard to employee entitlement provisions with a separate account set aside for that purpose.

If the members wish, I look forward to the opportunity to continue working towards the goal of making our club a more financially secure one, to ensure that we can continue to trade strongly & provide facilities for all our members both bowling & social. I am sure that with the support of our members & staff that this can be achieved.

VINCE O'SULLIVAN
Treasurer

BOWLS OFFICE REPORT

Firstly, I would like to commend Albert Campbell for volunteering to organise our Club Championships. Most Championships were complete on time with Albert cracking the whip. Congratulations to the winners and thanks to the ladies and men who competed, we would still like more bowlers to participate in these events.

I wish to recognise the work of Frank Darby for organising and running our 2 Bowl Triples and Ham Day events and chasing up sponsorship. Thanks to all who assisted Frank to make these days successful.

I should thank our umpires who put in a lot of hours each year giving up their time especially during the championships, also the volunteers who have helped out with school, corporate and social bowls over the past year. Thanks to our Wednesday and Thursday bowls organisers and raffle sellers.

A big thank you to Dennis and Shane for their great efforts in keeping the greens in your usual excellent condition.

Thanks to Graham Burton and Warren Dunn who have volunteered to attend the various Zone meetings representing the club.

The Selectors must be doing something right, last August our 'C' grade won the mid week pennants. We won back 'the clock' from Earlwood-Bardwell Park. This year's 7's look like winning the Zone and going to the State Titles. Congratulations to our Pennant players who tasted success this past year.

Finally, I'd ask the Board to address our dwindling bowling numbers and look at promoting bowls again at Peakhurst Bowling Club.

Yours in Bowls,
THE PHANTOM BOWLS SECRETARY

PEAKHURST MENS BOWLING CLUB

CLUB CHAMPIONSHIPS 2009

<u>EVENT</u>	<u>WINNER</u>	<u>RUNNERS UP</u>
MAJOR SINGLES	JOHN GABBE	JOE PALADINO
MINOR SINGLES	KEVIN MURPHY	MARK HILL
CLUB PAIRS	JOHN GABBE GARY WILSON	NORM WINZER KEVIN HITCHEN
CLUB TRIPLES	BOB FORWARD JACK CAMPBELL FRANK DARBY	IAN CAMERON MARK O'SULLIVAN JIM MATTHEW
CLUB FOURS	WARREN DUNN DENNIS MAGEE GARY WILSON JOHN GABBE	BERNIE CALVERT MARK O'SULLIVAN SAM CORTE RAY BAKER
MIXED PAIRS	NORMA SKEVINGTON LEIGH IRONside	BETTY MCCLURE TREVOR LYNCH
MIXED FOURS	JOY MATTHEW MARIE HART JIM MATTHEW FRANK KERNAHAN	GWEN WALKER ALBERT CAMPBELL WILGA CAMPBELL JOE TRANBY
LYLE STUBBINGS HANDICAP PAIRS	BOB FORWARD FRANK KERNAHAN	PETER WALLACE RAY BAKER

PEAKHURST WOMEN'S BOWLING CLUB

COMMITTEE 2009 – 2010

PRESIDENT

C TAPPER

VICE PRESIDENTS

J ANDERSON
V FORWARD

HON. SECRETARY

J WALES

HON. TREASURER

R CLUNES

DELEGATE

J BENNETT
G CURREY

BOWLS ORGANISER

C TAPPER

CHAIRWOMAN OF SELECTORS

M HALL

SELECTORS

N ATKINS
M HALL
N SKEVINGTON

COMMITTEE WOMAN

J MATTHEW

SOCIAL DIRECTOR

E CANUTE

SOCIAL COMMITTEE

U CANUTE
M KITT
C LYNCH

PUBLICITY

M SHEEAN

WELFARE

J WALES

UMPIRES

C TAPPER
J BENNETT

PEAKHURST WOMEN'S BOWLING CLUB

PRESIDENTS REPORT

As my first year as President of Peakhurst Women's Bowling Club draws to a close, I can hardly believe I have been in the position for 12 months.

I have decided to move away from the tradition of thanking Committee Members individually and would like to thank them collectively. We all know who the Committee Members are and the position they hold. I believe every Committee Member works equally hard and them 100 percent effort. This also applies to Sub-Committee Members, ie. Selectors and Social Committee.

We have all worked together as a team and for the past twelve months I have had tremendous support, encouragement and friendship from each and every one.

We have had moderate success with Pennants and have done well in District games, none more so than the success our Champion Wilga Campbell has had in District Singles. Wilga won District, progressed and won the Zone and will now play in the State Play-Off in September. Wilga is not only a champion bowler but a champion lady. She never boasts about her many achievements and few would know that this is her fifth win of the District Singles the first being in 1987 with two more wins then fourth in 1999 and now a win in 2010. She has also had many more wins at District level in other events and she has been Major Singles Winner at Peakhurst for the past three years. Well done Wilga, we are all very proud of you and your achievements.

I would like to acknowledge our non bowling members who turn up each week to watch social games, championship events, district games whenever Peakhurst are in any final and join in social events. Most have been part of this club for many years and it gives me great pleasure to see them each week.

It goes without saying that my thanks include Jennene, our Green Keepers who do such a great job as well as our male bowling members who have assisted us in some way throughout the year. Thanks also to John Meers our new Secretary Manager who always makes himself available to us when required.

Finally I would like to thank all members for your support and friendship throughout the year and look forward to a successful and happy year ahead for all members.

CARMEL TAPPER
President

PEAKHURST WOMEN'S BOWLING CLUB

CLUB CHAMPIONSHIPS 2009

<u>EVENT</u>	<u>WINNER</u>	<u>RUNNERS UP</u>
MAJOR SINGLES	WILGA CAMPBELL	CARMEL TAPPER
CLUB PAIRS	MARGARET SHEEHAN NORMA SKEVINGTON	EDNA TATTERSALL CARMEL TAPPER
CLUB TRIPLES	GOMA CURREY VAL PPIKE CARMEL TAPPER	VELMA FORWARD JILL WINDRED WILGA CAMPBELL
CLUB FOURS	GOMA CURREY VELMA FORWARD VAL PIKE CARMEL TAPPER	MARGARET SHEEAN JILL WINDRED JANICE SHAW NORMA SKEVINGTON
MINOR SINGLES COMPETITION	NORMA ATKINS	MAREA HALL

23 June, 2010

The Secretary
The Peakhurst Bowling and Recreation Club Limited
Holley Road
BEVERLY HILLS NSW 2209

Dear Sir,

We have completed our Audit of the books and records of the Company for the year ended 31 March, 2010.

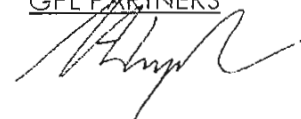
The Net Operating Profit for the year was \$37,258 and Accumulated Funds now stand at \$106,915 representing the surplus of assets over liabilities.

We enclose the following for your attention:

1. Two (2) unbound sets of Financial Statements which should be signed by two (2) directors on pages 3 and 20 and returned to our office as soon as possible.
2. A Letter of Representation which should be signed by two (2) directors where indicated and returned to our office.
3. Form 388 and Annexure to be lodged with ASIC which should be signed by Mr Calvert where indicated and returned to our office.

Finally we commend the Board of Directors and in particular Mr Meers for the assistance and co-operation that we encountered during the course of the audit.

Yours faithfully,
GPL PARTNERS



THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

INDEX

1. - 3.	Directors' Report
4.	Auditor's Independence Declaration
5.	Balance Sheet
6.	Profit and Loss Account
7.	Cash Flow Statement
8. - 9.	Operating Statement
10. - 19.	Notes to and forming part of the Financial Statements
20.	Directors' Declaration
21. - 22.	Independent Auditor's Report

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED**(Limited by Guarantee)****A.C.N. 000 164 803****REPORT OF THE DIRECTORS IN RESPECT OF THE YEAR ENDED 31 MARCH, 2010**

1. Your Directors submit the Financial Statements of the Company for the year ended 31 March, 2010.
2. The names of the Directors in office at the date of this report and the particulars of the qualifications and special responsibilities of each Director are as follows:-

Bernard Samuel Calvert	Logistics Manager - Chairman, Greens and Bowls
Roland Hugh Murfill	Manager - Deputy Chairman, Occupational Health and Safety
Michael John Ryan	Payroll Clerk - Deputy Chairman, Occupational Health and Safety
David Wayne Evans	Logistics Manager - Deputy Chairman, Finance and Strategic Planning
Vincent Patrick O'Sullivan	Electrician - Treasurer, Finance and Strategic Planning
Erich Kaas	
3. The principal activity of the Company is that of a Licensed Bowling and Recreation Club.
4. The Net Operating Profit for the year amounted to \$37,258.
5. The number of members at 31 March, 2010 was 1,635.

Bowling Members	-	Male	145
	-	Female	76
Social Members	-		1,409
Life Members	-		5
6. The Company's operations during the year were conducted consistent with previous years.
7. No significant changes have occurred in the state of affairs of the Company during the financial year.
8. No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in financial years subsequent to the financial year ended 31 March, 2010.
9. The Directors do not foresee any new developments in the operations of the Company which would materially affect the results of the Company in future years.

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED**(Limited by Guarantee)****A.C.N. 000 164 803****REPORT OF THE DIRECTORS IN RESPECT OF THE YEAR ENDED 31 MARCH, 2010**

10. During the financial year 13 meetings of Directors were held. Attendances were:

	Number eligible to attend	Number attended
B S. Calvert	13	13
R.H. Murfitt	13	13
M.J. Ryan	13	12
D.W. Evans	13	13
V.P. O'Sullivan	13	13
E. Kaas	8	8
L. Ironside	8	8

11. The company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company:

- indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings; or

- paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings;

with the exception of the following.

During or since the financial year the company has paid premiums to insure each of the following persons against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of officer of the company, other than conduct involving a wilful breach of duty in relation to the company. The total amount of the premiums paid for all officers was \$875.

B.S. Calvert	R.H. Murfitt	M.J. Ryan	D.W. Evans
V.P. O'Sullivan	E. Kaas	L. Ironside	

12. As a result of the introduction of Australian equivalents to International Financial Reporting Standards (IFRS), the company's financial report has been prepared in accordance with those standards.
13. A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* follows.

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

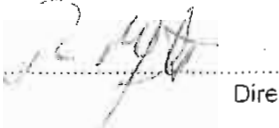
REPORT OF THE DIRECTORS IN RESPECT OF THE YEAR ENDED 31 MARCH, 2010

14. Since the end of the previous financial year no director has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors and shown in Note 16 to the Accounts) by reason of a contract made by the Company or by a related Corporation with the director or with a firm of which he is a member, or with a Company in which he has a substantial financial interest, other than those which may be considered to be of a normal commercial nature.
15. Additional statutory information in respect of the financial year
- (a) No director or employee has declared any financial interest in respect of a hotel
 - (b) No director or employee received any statutory notifiable gifts
 - (c) No executive or employee remuneration package was greater than \$100,000
 - (d) No overseas travel expenses were incurred by the Company in respect of directors or employees
 - (e) No loans were made to employees
 - (f) No controlled contracts were entered into except for as detailed in item 14 above
 - (g) During the reporting period there were no instances where the club engaged a consultant.
 - (h) No settlements were made with directors or employees as a result of legal disputes
 - (i) No legal fees were paid on behalf of directors or employees
 - (j) Total profits from gaming during the period of 12 months ended 30 November, 2009 was:-

- Poker machines	\$302,231
- Keno	\$19,357
 - (k) No amounts were applied to the Community Development & Support Scheme during the period of 12 months ended 30 November, 2009.

This report is made in accordance with a Resolution of the Board of Directors and is signed for and on behalf of the Directors by:


 Director


 Director

Dated this day of June, 2010.

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 370C
OF THE CORPORATIONS ACT 2001

I declare that, to the best of my knowledge and belief, during the year ended 31 March, 2010 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

GPL PARTNERS
Chartered Accountants

Steven J. Lynch
Partner

519 King Georges Road
Beverly Hills N.S.W.

DATED this day of June, 2010.

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

BALANCE SHEET AS AT 31 MARCH, 2010

	Note	2010 \$	2009 \$
CURRENT ASSETS			
Cash on Hand		22,924	21,988
Cash at Bank	4	70,361	6,137
Receivables	5	26,095	21,693
Inventories	6	19,354	15,916
TOTAL CURRENT ASSETS		<u>138,734</u>	<u>65,734</u>
NON CURRENT ASSETS			
Property, Plant and Equipment	7	169,482	206,293
Investments	8	879	874
TOTAL NON CURRENT ASSETS		<u>170,361</u>	<u>207,167</u>
TOTAL ASSETS		<u>309,095</u>	<u>272,901</u>
CURRENT LIABILITIES			
Creditors and Borrowings	9	149,426	127,115
Provisions	10	10,018	23,725
Subscriptions in Advance		6,386	7,041
TOTAL CURRENT LIABILITIES		<u>165,830</u>	<u>157,881</u>
NON CURRENT LIABILITIES			
Creditors and Borrowings	9	7,015	18,700
Provisions	10	29,335	26,663
TOTAL NON CURRENT LIABILITIES		<u>36,350</u>	<u>45,363</u>
TOTAL LIABILITIES		<u>202,180</u>	<u>203,244</u>
<u>NET ASSETS</u>		<u>106,915</u>	<u>69,657</u>
 <u>ACCUMULATED FUNDS</u>		 <u>106,915</u>	 <u>69,657</u>

The accompanying Notes form part of these Financial Statements

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2010

	Note	2010 \$	2009 \$
Operating profit/(loss) before income tax		37,258	(56,295)
Income tax attributable to operating profit/(loss)	1(b)	<u>-</u>	<u>-</u>
Operating profit/(loss) after income tax		37,258	(56,295)
Accumulated funds at the beginning of the financial year		<u>69,657</u>	<u>125,952</u>
Accumulated funds at the end of the financial year		<u><u>106,915</u></u>	<u><u>69,657</u></u>

The accompanying Notes form part of these Financial Statements

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2010

	Note	2010 \$	2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		1,955,018	1,984,868
Cash payments in the course of operations		(1,882,070)	(1,979,848)
Interest received		302	55
NET CASH PROVIDED BY OPERATING ACTIVITIES	20	<u>73,250</u>	<u>5,075</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of Plant and Equipment		(7,200)	(44,514)
Purchase of shares in non-listed companies		(5)	(5)
NET CASH USED IN INVESTING ACTIVITIES		<u>(7,205)</u>	<u>(44,519)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds of borrowings		10,000	-
Proceeds of hire purchase agreements		-	35,055
Repayment of hire purchase liabilities		(10,885)	(4,670)
NET CASH USED IN FINANCING ACTIVITIES		<u>(885)</u>	<u>30,385</u>
<u>NET INCREASE IN CASH HELD</u>		65,160	(9,059)
Cash at the beginning of the financial year		<u>28,125</u>	<u>37,184</u>
<u>CASH AT THE END OF THE FINANCIAL YEAR</u>	21	<u><u>93,285</u></u>	<u><u>28,125</u></u>

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

OPERATING STATEMENT FOR THE YEAR ENDED 31 MARCH, 2010

	Note	2010 \$	2009 \$
<u>INCOME</u>			
Net profit from bar trading account	11	131,564	173,193
Net profit from poker machine account	12	226,968	194,636
Net profit/(loss) from bistro	14	23,935	(4,634)
		<hr/>	<hr/>
Cost of greens and grounds	13	382,467 57,802	363,195 54,127
		<hr/>	<hr/>
Auditorium fees		324,665	309,068
Commissions received - Keno		13,003	18,863
- Other		21,937	19,397
		9,922	3,784
Donations received		400	800
Insurance recoveries		-	1,644
Interest received		302	55
Members' subscriptions		19,321	19,761
Profit on sale of equipment - Kogarah Meals on Wheels		-	11,259
Raffles, Pie production and Pizza night income		22,844	26,860
Rent received - Kitchen		-	4,110
Rent subsidy received from Hurstville City Council		17,160	17,160
Sponsorship		5,473	1,160
Sundry income		12,655	1,068
		<hr/>	<hr/>
		447,682	434,989
<u>LESS: EXPENSES (attached)</u>		<hr/>	<hr/>
		455,424	491,284
		<hr/>	<hr/>
<u>OPERATING PROFIT/(LOSS) for the year</u>		(7,742)	(56,295)
<u>ADD: Profit on Sale of Poker Machine Licences</u>		45,000	-
		<hr/>	<hr/>
<u>NET PROFIT/(LOSS) for the year</u>		<u>37,258</u>	<u>(56,295)</u>

The accompanying Notes form part of these Financial Statements

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

OPERATING STATEMENT FOR THE YEAR ENDED 31 MARCH, 2010

	Note	2010 \$	2009 \$
<u>EXPENSES</u>			
Advertising		4,028	9,716
Affiliation fees - R.N.S.W.B.A.		4,885	5,598
Allowances	15	-	924
Auditors' remuneration		6,400	4,600
Bank charges		3,945	3,992
Bookkeeping		586	-
Bowls subsidies		2,433	2,654
Cleaning		25,040	41,320
Club house maintenance and repairs		23,524	43,915
Consultancy fees		-	666
Courtesy bus		3,300	-
Depreciation - furniture and equipment		21,448	23,183
Electricity and gas		34,279	26,468
Employee entitlements - provided		(11,035)	3,496
Insurance		39,136	37,066
Keno stationery and maintenance		3,416	4,150
Leasing expenses - Office equipment		2,858	2,858
Legal fees		265	3,318
Meals - Secretary Manager		-	21
Office equipment maintenance		6,380	5,363
Postage, printing and stationery		6,591	18,863
Promotions and event costs	16	97,756	74,555
Rent and rates		28,803	25,264
Security		1,643	5,018
Sponsorship expenses		6,082	3,687
Staff amenities and training		4,366	2,362
Subscriptions and licences		3,320	8,498
Sundry expenses		2,144	681
Superannuation		43,401	34,291
Telephone		9,486	9,511
Travelling expenses		202	1,812
Trophies		8,342	10,436
Uniforms		357	1,861
Wages - Administration		71,592	75,137
Website expenses		451	-
		455,424	491,284

The accompanying Notes form part of these Financial Statements

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

- (a) This is not a general purpose financial report. It is a special purpose financial report prepared for the members of the company to enable compliance with the requirements of the *Corporations Act 2001*.

The financial report of The Peakhurst Bowling and Recreation Club Limited complies with Australian equivalents to International Financial Reporting Standards (IFRS).

The company has applied Accounting Standard AASB 1025 (application of the reporting entity concept) and such additional Accounting Standards and Concepts considered appropriate for presentation of the accounts.

- (b) Income Tax

The Company is a non-profit club established for the promotion and encouragement of the game of bowls.

It is considered that the company qualifies for tax exemption under the terms of Section 23(g)(iii) of the Income Tax Assessment Act. Consequently, no amount has been provided for income tax in the Accounts.

- (c) Inventories

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

- (d) Property, Plant and Equipment

Property, plant and equipment are included at cost. All non-current assets are depreciated over their estimated useful lives commencing from the time the asset is held for use.

- (e) Employee Benefits

Provision is made in respect of the Company's liability for annual leave and long service leave at balance date. Long service leave is accrued in respect of all employees with more than 5 years service with the company.

Contributions are made by the company to employee superannuation funds and are charged as expenses when incurred. The company has no legal obligations to provide benefits to employees on retirement.

- (f) Going Concern

The financial report of the Company has been prepared on a going concern basis. The Company has been reviewing its operations on an ongoing basis, including monitoring operating costs. It is expected that the ongoing review will continue to improve operations however a material uncertainty still exists which casts doubt upon the Company's ability to continue as a going concern.

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED(Limited by Guarantee)**A.C.N. 000 164 803****NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010**

	2010	2009
	\$	\$
NOTE 2		
OPERATING REVENUE		
Bar sales	624,571	654,282
Poker machine takings - net	285,648	315,849
Green fees	51,257	57,603
Auditorium fees	13,003	18,863
Commissions received - Keno	21,937	19,397
- Other	9,922	3,784
Donations received	400	800
Interest received	302	55
Members' subscriptions	19,321	19,761
Profit on sale of equipment - Kogarah Meals on Wheels	-	11,259
Raffles and Pie production income	22,844	26,860
Rent received - Kitchen	-	4,110
Rent subsidy received from Hurstville City Council	17,160	17,160
Sponsorship	5,473	1,160
Sundry income	12,655	1,068
	<u>1,084,493</u>	<u>1,152,011</u>
NOTE 3		
OPERATING PROFIT has been determined after:		
<u>Charging as Expenses:</u>		
Auditors remuneration		
- Auditing services	6,400	4,600
Depreciation of:		
- Bar plant and equipment	3,984	3,763
- Poker machines	12,917	18,187
- Greens plant and equipment	1,844	1,847
- Furniture and equipment	24,466	24,244
Rental expenses on operating leases	40,977	88,611
Transfers to provisions for employee entitlements:		
- Current year	(11,035)	3,496
<u>Crediting as income:</u>		
Interest received or receivable from:		
- Other persons	302	55

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

		2010	2009
		\$	\$
NOTE 4	CASH AT BANK		
	Westpac Bank	<u>70,361</u>	<u>6,137</u>
NOTE 5	RECEIVABLES		
	Other debtors and prepayments	<u>26,095</u>	<u>21,693</u>
NOTE 6	INVENTORIES		
	Bar stocks	17,455	13,197
	Bowls shirts	<u>1,899</u>	<u>2,719</u>
		<u>19,354</u>	<u>15,916</u>

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

	2010	2009
	\$	\$
NOTE 7 PROPERTY, PLANT AND EQUIPMENT		
Plant, equipment, poker machines and furniture - at cost	636,911	630,511
Less: Accumulated depreciation	472,113	428,902
	164,798	201,609
Glasses, crockery and cutlery - at cost	4,684	4,684
Leasehold improvements - at cost	258,193	258,193
Less: Accumulated amortisation	258,193	258,193
	-	-
	169,482	206,293

Glasses, crockery and cutlery - it is not considered necessary to provide for depreciation in respect of these items as replacements are not capitalised but are charged directly against revenue.

Leasehold improvements are erected on land leased from Hurstville City Council, presently at a rental of \$17,160 per annum. The original lease expired on 1 January, 1988 and the original cost of buildings and greens was fully amortised over the term of that lease. Improvements since that date were amortised over the term of the second lease which expired on 31 July, 2004. A new 20 year lease has been granted which will expire on 28 March, 2023.

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

	2010	2009
	\$	\$
NOTE 8		
INVESTMENTS		
Shares in non listed company - at cost		
- The Independent Liquor Group Co-Operative Ltd.	879	874
NOTE 9		
CREDITORS AND BORROWINGS		
Current		
Trade creditors and accruals	124,878	112,567
Hire purchase creditors	11,685	11,685
Prepaid income	2,863	2,863
Unsecured amounts owing to:		
- V. O'Sullivan	10,000	-
	149,426	127,115
Non Current		
Hire purchase creditors	7,015	18,700
NOTE 10		
PROVISIONS		
Current		
Holiday pay	10,018	23,725
Non Current		
Long service leave	29,335	26,663

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

	2010	2009
	\$	\$
NOTE 11		
BAR TRADING ACCOUNT		
<u>Sales</u>	<u>624,571</u>	<u>654,282</u>
<u>Less: Cost of goods sold</u>		
Opening stock	13,197	9,948
Purchases	<u>280,757</u>	<u>288,087</u>
	293,954	298,035
<u>Less: Closing stock</u>	<u>17,455</u>	<u>13,197</u>
	<u>276,499</u>	<u>284,838</u>
<u>Gross Profit</u>	<u>348,072</u>	<u>369,444</u>
<u>Gross profit % on sales</u>	<u>55.73%</u>	<u>56.47%</u>
<u>Less: Expenses</u>		
Depreciation	3,984	3,763
Maintenance and replacements	10,075	6,374
Stocktaking fees	3,809	2,255
Wages	<u>198,640</u>	<u>183,859</u>
	<u>216,508</u>	<u>196,251</u>
<u>Net Profit for year</u>	<u>131,564</u>	<u>173,193</u>
NOTE 12		
POKER MACHINE ACCOUNT		
<u>Takings - net</u>	<u>285,648</u>	<u>315,849</u>
<u>Less: Expenses</u>		
Depreciation	12,917	18,187
Maintenance	5,425	11,539
Hire purchase charges	2,009	1,339
Leasing expenses	23,817	71,451
Data monitoring service	5,740	7,373
Duty and GST	<u>8,772</u>	<u>11,324</u>
	<u>58,680</u>	<u>121,213</u>
<u>Net Profit for year</u>	<u>226,968</u>	<u>194,636</u>

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

		2010	2009
		\$	\$
NOTE 13	GREENS AND GROUNDS ACCOUNT		
	<u>Green fees</u>	<u>51,257</u>	<u>57,603</u>
	<u>Less: Expenses</u>		
	Depreciation	1,844	1,847
	Maintenance and repairs		
	- Greens	29,645	29,083
	- Grounds	158	320
	Wages	<u>77,412</u>	<u>80,480</u>
		<u>109,059</u>	<u>111,730</u>
	<u>Cost for year</u>	<u>57,802</u>	<u>54,127</u>
NOTE 14	BISTRO ACCOUNT		
	<u>Sales</u>	<u>260,420</u>	<u>132,934</u>
	<u>Less: Expenses</u>		
	Purchases and supplies	95,209	99,945
	Depreciation	3,018	1,061
	Hire purchase charges	951	79
	Repairs and replacements - Kitchen	3,072	455
	Bistro Club Cash	3,402	377
	Wages	<u>130,833</u>	<u>35,651</u>
		<u>236,485</u>	<u>137,568</u>
	<u>Net Profit/(Loss) for year</u>	<u>23,935</u>	<u>(4,634)</u>
NOTE 15	ALLOWANCES		
	Paid to Directors		
	- Chairman	-	625
	Paid to Non-Directors		
	- Bowls Secretary	-	299
		<u>-</u>	<u>924</u>

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

	2010	2009
	\$	\$
NOTE 16 PROMOTIONS AND EVENT COSTS		
Catering and socials		
- special days, promotions, etc.	17,173	8,022
Bingo costs	-	871
Entertainment	5,903	2,352
Fox Sports	17,631	15,905
Free drinks	351	1,095
Free drinks - Club Cash	27,616	26,638
Poker costs	19,073	17,068
Sportspick costs	2,766	1,004
Trivia costs	7,243	1,600
<u>Net Cost for year</u>	<u>97,756</u>	<u>74,555</u>

NOTE 17 DIRECTORS' BENEFITS

Payments and allowances to, or on behalf of, Directors as approved by Members at the previous Annual General Meeting:

- Allowances (refer Note 14)	-	625
- Free Drinks and Meal Allowances	219	869
- Liability Insurance	875	875
- Seminars	55	170
	<u>1,149</u>	<u>2,539</u>

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

	2010	2009
	\$	\$
NOTE 18 CAPITAL AND LEASING COMMITMENTS		
a. Operating Lease Commitments		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable - minimum lease payments		
- not later than 12 months	3,144	29,343
- between 12 months and 5 years	2,358	5,502
- greater than 5 years	-	-
	5,502	34,845
b. Capital Expenditure Commitments		
There was no commitment for capital expenditure of a material nature at balance date.		
The Club is in the process of applying for the introduction of a TAB facility. If the application is successful the cost to introduce would be approximately \$5,000.		
No other contingent liability existed at balance date.		
 NOTE 19 MEMBERS' GUARANTEE		
The company is limited by guarantee. If the company is wound up, the Articles of Association state that each member is required to contribute a maximum of \$30 each towards meeting any outstanding obligations of the company. At 31 March, 2010 the number of members was 1,635 (2009 - 1,715)		

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2010

	2010	2009
	\$	\$
NOTE 20 RECONCILIATION OF OPERATING PROFIT TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating profit/(loss) after income tax	37,258	(56,295)
Add/(less) non cash items		
- Depreciation	43,211	48,041
- Employee entitlement provisions	(11,035)	3,496
	69,434	(4,758)
Changes in assets and liabilities during the financial year		
- (Increase)/decrease in receivables	(4,402)	(6,277)
- (Increase)/decrease in inventories	(3,438)	(3,729)
- Increase/(decrease) in creditors and prepaid income	12,311	19,907
- Increase/(decrease) in subscriptions in advance	(655)	(68)
	73,250	5,075
Net cash provided by Operating Activities		
NOTE 21 RECONCILIATION OF CASH		
For the purposes of the Statement of Cash Flows, cash includes cash on hand and at bank and short term deposits at call		
Cash on hand	22,924	21,988
Cash at bank and on deposit	70,361	6,137
	93,285	28,125

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

DIRECTORS' DECLARATION

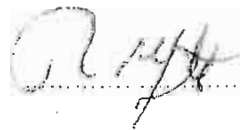
The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 5 to 19, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 31 March, 2010 and of the performance for the year ended on that date of the company.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



Director



Director

DATED this day of June, 2010

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial report, being a special purpose financial report, of The Peakhurst Bowling and Recreation Club Limited (the company) which comprises the Balance Sheet as at 31 March, 2010 and the Operating Statement, Profit and Loss Account and Cash Flow Statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the Directors' Declaration.

The Responsibility of the Directors for the Financial Report

The Directors of the Company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the needs of the members. The Directors' responsibility also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Directors' financial reporting under the *Corporations Act 2001*. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, as set out on page 4 of the financial report, has not changed as at the date of providing our audit opinion.

THE PEAKHURST BOWLING AND RECREATION CLUB LIMITED
(Limited by Guarantee)

A.C.N. 000 164 803

INDEPENDENT AUDITOR'S REPORT

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of The Peakhurst Bowling and Recreation Club Limited as of 31 March, 2010, and its financial performance and cash flows for the year then ended in accordance with the *Corporations Act 2001* and the Australian Accounting Standards (including Australian Accounting Interpretations)

Inherent Uncertainty

Without qualification to the opinion expressed above, attention is drawn to the following matter. As a result of the matters described in Note 1(f), there is significant uncertainty whether the entity will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

GPL PARTNERS
Chartered Accountants

Steven J. Lynch
Partner

519 King Georges Road
Beverly Hills N.S.W.

DATED this day of June, 2010.

PEAKHURST BOWLING & RECREATION CLUB

OPERATING HOURS

Monday	11.00am – 8.00pm
Tuesday	11.00am – 8.00pm
Wednesday	11.00am – 10.00pm
Thursday	11.00am – 10.00pm
Friday	11.00am – Midnight
Saturday	11.00am – Midnight Club may close at 10pm in the event no function is booked
Sunday	9.00am – 8.00pm
Trading hours may be subject to change at management's discretion.	

GOT ANY COMMENTS OR SUGGESTIONS EMAIL US AT
info@peakbc.com.au