

**WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
ABN 59 001 046 064**

A COMPANY LIMITED BY GUARANTEE

**Financial Statements
For the Year Ended 31st August 2014**

COUNTRY WIDE BUSINESS SOLUTIONS PTY LIMITED

1/22 MURRAY STREET

PORT MACQUARIE NSW 2444

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WINGHAM GOLF CLUB
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Directors' Report

Your Directors present this report on the company for the financial year ended 31st August, 2014.

Directors

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

John HYNES (Resigned 15th April, 2014)
David BLAIR
Gregory Arthur FOY
Rosemary GILFILLAN (Resigned 8th December, 2013)
Sydney Ernest GILFILLAN (Resigned 8th December, 2013)
Terry Paul GRANT
Glenn Stewart PORTER (Resigned 15th April, 2014)
Dennis REMEDIO (Resigned 8th December, 2013)
Neville Blanch
Trevor ABBOTT (Appointed 8th December, 2013)
John MARKWICK (Appointed 8th December, 2013)

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

Principal Activities

The principal activity of the Company during the financial year was that of a registered club, providing sporting and social activities for the members and their guests. During the year there has been no significant change in the nature of those activities.

The company's short-term objectives are to:

- Re-carpet Premises.
- Improve profit performance for each cost centre.
- Modify clubhouse to enable greater family patronage.

The company's long term objectives are to:

- Complete clubhouse extensions.

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Directors' Report

To achieve these objectives, the company has adopted the following strategies:

- Borrow funds to refurbish club house.
- Establish sub committees responsible for each cost centre.
- Encourage member discussion and involvement in planning and designing the clubs future.

The Company has the following members:

	<u>2014</u>	<u>2013</u>
Social	396	300
Full	297	331
Social Play	66	84
Junior	17	28
Life	<u>5</u>	<u>6</u>
	<u>781</u>	<u>749</u>

Information on Directors

The particulars of the qualifications, experience and special responsibilities of the Directors of the Company are as follows:

John Hynes

Director 2 years. President 2012 - 2014. Mail Contractor. (Resigned 15th April, 2014)

David Blair

Director 2 years. Retired Commercial Manager. Treasurer.

Gregory Arthur Foy

Director 3 years. Project Officer. Vice President 2012 - 2014. President 15th April, 2014.

Rosemary Gilfillan

Director 2 years. Retired Domestic. (Resigned 8th December, 2013)

Sydney Ernest Gilfillan

Director 2 years. Retired Labourer. (Resigned 8th December, 2013)

Terry Paul Grant

Director 2 years. Musician.

Glenn Stewart Porter

Director. Tyre Retailer. (Resigned 15th April, 2014)

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Directors' Report

Dennis Remedio

Director. Motel Proprietor. (Resigned 8th December, 2013)

Neville Blanch

Director 2 years. School Teacher.

Trevor Abbott

Director. Postman. (Appointed 8th December, 2013)

John Markwick

Director. Bricklayer. (Appointed 8th December, 2013)

Meetings of Directors

During the financial year, 13 meetings of Directors were held. Attendances by each director were as follows:

	Number Eligible To Attend	Number Attended
Gregory Arthur FOY	13	12
Rosemary GILFILLAN	3	1
Sydney Ernest GILFILLAN	3	0
Terry Paul GRANT	13	12
David BLAIR	13	13
John HYNES	8	6
Glenn Stewart PORTER	8	6
Dennis REMEDIO	3	2
Neville BLANCH	13	10
Trevor ABBOTT	10	9
John MARKWICK	10	6

Members Guarantee

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$4 each towards meeting any outstanding obligations of the entity.

At 31st August, 2014, the total amount that members of the company are liable to contribute if the company is wound up is \$3,124 (2013: \$2,996).

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Directors' Report

**Important Information For Members in a Format Approved by the Directors
of Liquor and Gaming**

In accordance with Section 41(h) of the Registered Clubs Act (1976), the Directors advise that the original declarations, disclosures and returns made pursuant to sections 41C, 41D, 41E and 41F are held with the Club Secretary and may be inspected by members on written application to the Secretary:

- (a) No disclosures, declarations and returns received under sections 41C to 41F;
- (b) There were no top executives whose total remuneration (including salary, allowances and other benefits) falls within each successive \$10,000 band commencing at \$100,000
- (c) There was no club-related overseas travel by a director or an employee;
- (d) There were no loans made to an employee in excess of \$1,000 (or which added to other loan amounts to \$1,000 or more);
- (e) There were no contracts for the remuneration of a top executive or any controlled contract entered into by the club;
- (f) There were no employee's of the club who are a close relative of a director or a top executive (a "close relative" means a parent, child, brother, sister or spouse of the club director or top executive, or a person with whom the club director or top executive has a de facto relationship);
- (g) No consultant was paid \$30,000 or more;
- (h) No consultants were engaged by the club;
- (i) No settlement was made with a director or an employee of the club as a result of a legal dispute;
- (j) No legal fees, not referred to in paragraph (i), were paid by the club on behalf of a director or employee;
- (k) Total profits from the operation of approved gaming machines during the 12 months gaming tax period 1st September 2013 to 31st August, 2014 were \$108,174;
- (l) No amount was applied to community development and support (the CDSE scheme) during the applicable gaming machine tax period.

Name of Club: Wingham Golf Club Limited
Club Serial Number: 239268
Reporting Period: 31st August, 2014

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Directors' Report

Adjustment Prior Year Performance

In preparing the current 2014 financial statements an error has been detected in the finalized 2013 financial statements.

The error surrounds a donation received of \$30,000 towards the contribution of the machinery shed.

An adjustment to reflect the machinery shed at full cost of \$36,681 and not \$6,681 has been made in the current year.

Adjustments to the 2013 comparative entries to reflect these changes has been made to avoid any misstatement of the current year's performance.

Core Assets

The Board has resolved that the whole of the assets, freehold property and buildings situated at Country Club Drive, Wingham are core assets of the Club.

Auditors Independence Declaration

The auditors independence declaration for the year ended 31st August 2014 has been received and can be found on Page 8 of the financial report.

Signed in accordance with a Resolution of the Board of Directors

Signed at: Country Club Drive, Wingham NSW
Dated: 18th November, 2014

Gregory Arthur Foy
Director

Neville Blanch
Director

**Auditor's Independence Declaration Under Section 307C of the
Corporations Act 2001 to the
Directors of Wingham Golf Club
Not For Profit (Reporting) Limited
ABN 50 001 046 064**

I declare that, to the best of my knowledge and belief, during the year ended 31st August 2014 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.

Garry Chapman
Registered Company Auditor
Country Wide Business Solutions Pty Limited
1/22 Murray Street, Port Macquarie NSW 2444
Dated: 5th November, 2014

WINGHAM GOLF CLUB
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Statement of Cash Flows
For the Year Ended 31st August 2014

	2014	2013
	\$	\$
<hr/>		
	Inflows/ Outflows	Inflows/ Outflows
Cash flows from Operating Activities		
Receipts from Patrons & Donations	788,788	727,337
Payments to Suppliers and Employees	(753,786)	(645,350)
Interest Received	443	445
Finance Costs	-	-
Net Cash Generated from Operating Activities (Note 18(b))	35,445	82432
Cash Flows from Investing Activities		
Payment for Property, Plant, Equipment	(11,218)	(38,771)
Net Cash Used in Investing Activities	(11,218)	(38,771)
Cash Flows from Financing Activities		
Proceeds from Borrowings	-	-
Repayment of Borrowings	(10,584)	(10,584)
Net Cash Provided by (Used in) Financing Activities	(10,584)	(10,584)
Net Increase/(Decrease) in Cash held	13,643	33,077
Cash on Hand Beginning of Financial Year	29,854	(3,223)
Cash on Hand at End of Financial Year (Note 5)	43,497	29,854

The accompanying notes form part of these financial statements.

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Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 31st August 2014

	Note	2014 \$	2013 \$
<hr/>			
Revenue	3	789,231	727,783
Cost of Goods Sold		(181,046)	(147,251)
Employee Benefits Expense		(205,468)	(209,235)
Depreciation and Amortisation Expense	4	(24,924)	(34,874)
Utilities Expense		(48,440)	(37,323)
Rates and Rental Expense		(18,310)	(17,788)
Audit, Legal and Consulting Fees	4	(6,000)	(6,250)
Member Promotions		(42,993)	(26,334)
Golf Course Expenses		(81,299)	(77,635)
Administration		(73,269)	(48,962)
Sundry Expenses		(84,477)	(85,533)
		<hr/>	<hr/>
Current Year Surplus Before Income Tax		23,005	36,598
Income Tax Expense		-	-
		<hr/>	<hr/>
Net Current Year Surplus		23,005	36,598
Other Comprehensive Income		-	-
		<hr/>	<hr/>
Total Comprehensive Income For the Year		23,005	36,598
		<hr/>	<hr/>
Net Current Year Surplus Attributable to Members of the Company		23,005	36,598
		<hr/>	<hr/>
Total Comprehensive Income Attributable to Members of the Company		23,005	36,598
		<hr/>	<hr/>

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB LIMITED
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Statement of Financial Position as at 31st August 2014

		2014	2013
		\$	\$
Current Assets			
Cash on Hand	5	43,497	35,323
Accounts Receivable and Other Debtors	6	5,149	1,925
Inventories on Hand	7	17,702	13,063
Other Current Assets	8	14,058	5,192
Total Current Assets		80,406	55,503
Non-Current Assets			
Property, Plant and Equipment	9	1,833,584	1,861,552
Total Non-Current Assets		1,833,584	1,861,552
Total Assets		1,913,990	1,917,055
Liabilities			
Current Liabilities			
Accounts Payable and Other Payables	10	40,557	41,127
Income In Advance	11	32,437	34,029
Loans – Secured		2,646	11,642
Short Term Borrowings - Secured		-	5,469
Employee Entitlements	12(a)	17,596	23,251
Provisions – Other	13	11,423	-
Total Current Liabilities		104,659	115,518

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Statement of Financial Position as at 31st August 2014

	2014	2013
	\$	\$
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Non-Current Liabilities		
Employee Provisions	37,941	37,241
Loans – Secured	-	1,588
Total Non-Current Liabilities	<u>37,941</u>	<u>38,829</u>
Total Liabilities	<u>142,600</u>	<u>154,347</u>
Net Assets	<u>1,771,390</u>	<u>1,762,708</u>
Equity		
Reserves	1,240,946	1,255,269
Retained Surplus	530,444	507,439
Total Equity	<u>1,771,390</u>	<u>1,762,708</u>

Borrowings are secured by a First Registered Mortgage over property situated at Country Club Drive, Wingham and a First Registered Equitable Mortgage over the Company's assets and undertakings.

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Statement of Changes in Equity
For the Year Ended 31st August 2014

	Retained Earnings \$	Revaluation Surplus \$	Lady Member Reserve \$	Total \$
Balance at 1st September, 2012	470,841	1,270,821	4,798	1,746,460
Comprehensive Income-				
Profit for the Year	6,598	(20,350)	-	(13,752)
Other Comprehensive Income	-	-	-	-
Understatement of Profit				
Provision Shed Construction	30,000	-	-	30,000
Balance at 31st August, 2013	507,439	1,250,471	4,798	1,762,708
Balance at 1st September, 2013	507,439	1,250,471	4,798	1,762,708
Comprehensive Income				
Profit for the Year	23,005	(14,323)	-	8,682
Other Comprehensive Income	-	-	-	-
Balance at 31st August, 2014	530,444	1,236,148	4,798	1,771,390

Depreciation on buildings has been adjusted to recognize actual cost only as a direct expense with incremental rises attributable to revaluation charged to asset revaluation surplus.

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements
For the Year Ended 31st August 2014

The financial statements cover Wingham Golf Club Not for Profit (Reporting) Limited as an individual entity, incorporated and domiciled in Australia. Wingham Golf Club Not for Profit (Reporting) Limited is a company limited by Guarantee.

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

These general purpose financial statements have been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. 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 accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 18th November, 2014 by the directors of the company.

Accounting Policies

a Revenue

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

Interest revenue is recognised using the effective interest rate 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.

Donations and bequests are recognised as revenue when received.

The accompanying notes form part of these financial statements.

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For the Year Ended 31st August 2014

b Inventories

Inventories are measured at the lower of cost and current replacement cost.

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 and Equipment

Each class of property, plant and equipment is carried at cost or fair values as indicated, less, where applicable, accumulated depreciation and 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 an 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 or 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 valued and recognised at the fair value of the asset at the date it is acquired.

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 the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

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Subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognized as expenses in profit or loss in the financial period in which they are incurred.

Plant and equipment that have been contributed at no cost or for nominal cost are 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 assets useful life to the Club 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 Rate
Buildings	2.5%
General Plant and Equipment	10 - 20%
Poker Machines	10 - 20%
Bar Plant and Equipment	10%
Golf Plant and Equipment	10 - 20%

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

An asset carrying amount is written down immediately to its recoverable amount if the assets carrying amount is greater than its estimated recoverable amount.

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

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, that are transferred to the Club in the economic entirety are classified as finance leases.

The accompanying notes form part of these financial statements.

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Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over 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 provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified “at fair value through profit or loss”, in which case transaction costs are recognised in profit or loss immediately.

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.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the *effective interest method*.

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

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Notes to the Financial Statements
For the Year Ended 31st August 2014

- (i) Financial assets at fair value through profit or loss

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

- (ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

- (iii) 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.

- (iv) Available-for-sale investments

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income.

When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available for sale financial assets are classified as non-current assets when they are expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

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Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired. A financial asset or a group of financial assets will be deemed to be impaired if, and only if, there is objective evidence of impairment as a result of the occurrence of one or more events (a "loss event"), which has an impact on the estimated future cash flows of the financial asset(s).

In the case of financial assets carried at amortised cost, loss events may include indications that the debtors or a group of debtors is experiencing significant financial difficulty, default or delinquency in interest or principal payments, indications that they will enter bankruptcy or other financial reorganisation and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if the management establishes that the carrying amount cannot be recovered by any means, at that point the writing off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance accounts.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

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

f Impairment of Assets

At the end of each reporting period, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised immediately in profit or loss.

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Notes to the Financial Statements
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Where the future economic benefits of the asset are not primarily dependent upon on the assets ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of an assets class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

g Employee Provisions

Short-Term Employee Provisions

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 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.

Other Long-Term Employee Provisions

Provision is made for employees' long service leave and annual leave entitlements 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. Other long-term employee benefits 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 as part of employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current employee provisions 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 provisions.

The accompanying notes form part of these financial statements

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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

h Cash on Hand

Cash on hand includes 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 Services Tax (GST)

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

Receivables and payables stated inclusive of the amount of GST receivables 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 in the cash flow in receipts from customers or payments to suppliers.

j Income Tax

No provision for income tax has been raised as the Company is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

k Intangibles

Software

Software is recorded at cost. Software has a finite life and is carried at cost less accumulated amortisation and any impairment losses. It has an estimated useful life of between one and three years. It is assessed annually for impairment.

l 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. Provision recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
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Notes to the Financial Statements
For the Year Ended 31st August 2014

m Comparative Figures

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

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

n Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest rate method, less any provision for impairment. Refer to Note 1(e) for further discussion on the determination of impairment losses.

o Accounts Payable and Other Payables

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

p Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments 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

Impairment

The company assesses impairment at the end of each reporting period by evaluating conditions and events specific to the company that may be indicative of impairment triggers.

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
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Notes to the Financial Statements
For the Year Ended 31st August 2014

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. The company expects most employees will take their annual leave entitlements within 24 months of the reporting period in which they were earned, but this will not have a material impact on the amounts recognized in respect of obligations for employees' leave entitlements.

q New Accounting Standards for Application in Future Periods

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

AASB 9: Financial Instruments (December 2010) and associated Amending Standards (applicable for annual reporting periods commencing on or after 1st January 2017).

These Standards will be applicable retrospectively (subject to the provisions on hedge accounting outlined below) and include revised requirements for the classification and measurement of financial instruments, revised recognition and derecognition requirements for financial instruments, and simplified requirements for hedge accounting.

The key changes that may affect the company on initial application of AASB 9 and associated Amending Standards include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, and the irrevocable election to recognize gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. AASB 9 also introduces a new model for hedge accounting that will allow greater flexibility in the ability to hedge risk, particularly with respect to the hedging of non-financial items. Should the company elect to change its hedge accounting policies in line with the new hedge accounting requirements of AASB 9, the application of such accounting would be largely prospective.

Although the directors anticipate that the adoption of AASB 9 may have an impact on the company's financial instruments, it is impracticable at this stage to provide a reasonable estimate of such impact.

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
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Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$

Note 2: Prior Year Adjustment

The adjustment surrounds donations received of \$30,000 towards the construction of the machinery shed in 2013.

An adjustment to reflect the machinery shed at full cost of \$36,681 and not \$6,681 has been made in the current year.

Adjustments to the 2013 comparative entries to reflect these changes has been made to avoid any misstatement of the current year's performance.

Note 3: Revenue and Other Income

Sale of Goods	350,659	280,214
Gaming Revenue	118,524	113,784
Golf Green and Competition Fees	193,901	169,242
Member Subscriptions	62,597	59,383
Other Revenue	30,913	37,608
Interest Received	443	445
Rent – Catering	-	10,648
Donations	4,480	32,701
Members Promotions	27,714	23,758
	789,231	727,783
Total Revenue	789,231	727,783

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

2014 **2013**
\$ **\$**

Note 4: Surplus for the Year

a Expenses

Depreciation and Amortisation		
- Plant and Equipment	17,981	28,909
- Buildings	6,943	5,965
	24,924	34,874
Employee Benefits Expense Contributions to Defined Contributions Superannuation Funds	18,508	17,523
Remuneration of Auditor		
- Audit Services	-	-
- Other Services	6,000	6,250
	6,000	6,250

b Significant Revenue

During the year there was no other significant revenue.

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$
<hr/>		
Note 5: Cash on Hand		
Current		
- Cash at Bank	34,113	25,851
- Cash Float	9,384	9,472
Total Cash on Hand as Stated in the Statement of Financial Position and Statement of Cash Flows	43,497	35,323
 Note 6: Accounts Receivable and Other Debtors		
Current		
Account Receivable	1,389	1,925
ATO Refund	3,760	-
Total Accounts Receivable and Other Debtors	5,149	1,925

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$
<hr/>		
Note 7: Inventories on Hand		
Current		
At cost		
Inventory	17,702	13,063
	17,702	13,063
Note 8: Other Current Assets		
Current		
Prepayments	14,058	5,157
Interest Receivable	-	35
	14,058	5,192

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
 ABN 59 001 046 064

A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$
<hr/>		
Note 9: Property, Plant and Equipment		
Land & Buildings		
Freehold land:		
- At Fair Value	780,000	780,000
Total Land Value	<u>780,000</u>	<u>780,000</u>
Buildings:		
- At Fair Value	1,093,775	1,086,681
- Less: Accumulated Depreciation	(125,841)	(104,575)
Total Buildings	<u>967,934</u>	<u>982,106</u>
Total Land & Buildings	<u>1,747,934</u>	<u>1,762,106</u>
Plant and Equipment:		
- At cost	647,785	644,783
- Less: Accumulated Depreciation	(562,135)	(545,337)
Total Plant & Equipment	<u>85,650</u>	<u>99,446</u>
Total Property, Plant & Equipment	<u>1,833,584</u>	<u>1,861,552</u>

The Club's land and buildings were revalued in 2010 by independent valuers. Valuations were made on the basis of open market value. The revaluation surplus was credited to an asset revaluation surplus in members equity.

At 31st August, 2014 the directors reviewed the key assumptions made by the valuers in 2010. They have concluded that these assumptions remain materially unchanged, and are satisfied that carrying amount does not exceed the recoverable amount of land and buildings at 31st August, 2014.

Borrowings are secured by a First Registered Mortgage over property situated at Country Club Drive, Wingham and a First Registered Equitable Mortgage over the Company's assets and undertakings.

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$
<hr/>		
Note 10: Accounts Payable and Other Payables		
Current		
Accounts Payable	24,567	37,462
Provision Member Prizes	2,243	2300
Provision Superannuation	3,777	165
Rental Bond	1,200	1,200
Balance Day Accruals	8,770	-
	40,557	41,127
Total Trade and Other Payables		
Note 11: Income in Advance		
Members Subscriptions	32,437	34,029
	32,437	34,029
Note 12: Employee Provisions		
Opening Balance at 1st September, 2013	60,492	63,647
Additional Provisions Raised During Year	10,800	15,600
Amounts Used	(15,755)	(18,755)
	55,537	60,492
Balance at 31st August, 2014		
Analysis of Employee Provisions		
Current		
Annual Leave Entitlements	12(a) 17,596	23,251
Non-Current		
Long Service Leave Entitlements	12(b) 37,941	37,241
	55,537	60,492

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
ABN 59 001 046 064

A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$
<hr/>		
Note 13: Provisions – Other		
Current		
Provision Club Refurbishment	7,775	-
Provision Cart Path Construction	3,648	-
	<hr/>	<hr/>
	11,423	-
	<hr/>	<hr/>

Note 14: Contingent Liabilities and Contingent Assets

The directors are not aware of any known contingent liabilities nor contingent assets.

Note 15: Events After the Reporting Period

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

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$

Note 16: Related Party Transactions

a Key Management Personnel

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

Key Management Personnel Compensation

Directors Expenses	-	-
Directors Honorariums	-	-
	-	-
	-	-

b Other Related Parties

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

A company controlled by a director and his wife.	-	-
	-	-

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$
<hr/>		
Note 17: Cash Flow Information		
Note		
 a		
Reconciliation of Cash		
- Cash at Bank	34,113	25,851
- Other Cash	9,384	9,472
- Bank Overdraft	-	(5,469)
(5)	43,497	29,854
 b		
Reconciliation of Cash Flow from Operating with Current Year Surplus		
Profit After Income Tax	23,005	36,598
Non-Cash Flows		
Depreciation and Provisions	24,924	34,874
Provision Staff Entitlements	(5,016)	(3,149)
Provision Member Prizes	(57)	1,731
Provision Club Refurbishment	7,775	-
Provision Cart Path Construction	3,648	-
Changes in Assets and Liabilities		
(Increase) Decrease in Trade Debtors	(3,224)	(861)
(Increase) Decrease In Inventories	(4,639)	3,101
(Increase) Decrease in Other	35	(35)
Increase (Decrease) in Trade Creditors	(513)	(1,001)
Increase (Decrease) in Subscriptions in Advance	(1,592)	6,740
(Increase) Decrease Prepayments	(8,901)	4,434
	35,445	82,432

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

	2014	2013
	\$	\$

Note 18: Capital Management

Management controls the capital of the entity to ensure that adequate cash flows are generated to fund its programs and that returns from investments are maximized within tolerable risk parameters.

Risk management policies are approved and reviewed by the board on a regular basis. These include credit risk policies and future cash flow requirements.

The entity's capital consists of financial liabilities, supported by financial assets.

Management effectively manages the entity's capital by assessing the entity's financial risks and responding to changes in these risks and in the market. These responses may include the consideration of debt levels.

There have been no changes to the strategy adopted by management to control the capital of the entity since the previous year. The strategy of the entity is to maintain a gearing ratio below 10%.

The gearing ratios for the years ended 31st August, 2014 and 31st August, 2013 are as follows:

	<u>2014</u>	<u>2013</u>
Total Borrowings	2,646	18,699
Less Cash on Hand	(43,497)	(35,323)
Net Debt	(40,851)	(16,624)
Total Equity (Retained Profits and Reserves)	1,771,390	1,762,708
Total Capital	1,768,744	1,744,009
Gearing Ratio	0%	0%

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
ABN 59 001 046 064

A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

2014	2013
\$	\$

Note 19: Reserves

a. **Revaluation Surplus**

The revaluation surplus records the revaluations of non-current assets. Where revaluations are deemed to represent profits of a permanent nature, dividends may be declared from this surplus.

b. **Financial Assets Reserve**

The financial assets reserve records revaluation increments and decrements (that do not represent impairment write-downs) that relate to financial assets that are classified as available-for-sale.

c. **Analysis of Reserve**

Asset Revaluation Reserve

Opening Balance	1,250,471	1,270,821
Transfer to Provision Depreciation on Buildings	(14,323)	(20,350)
Closing Balance 31st August 2014	1,236,148	1,250,471

Note 20: Club Details

The registered office of the company is:

Wingham Golf Club Limited
Country Club Drive
Wingham NSW 2429

The principal place of business is:

Country Club Drive
Wingham NSW 2429

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
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A COMPANY LIMITED BY GUARANTEE

Notes to the Financial Statements
For the Year Ended 31st August 2014

2014	2013
\$	\$

Note 21: Members Guarantee

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$4 each towards meeting any outstanding obligations of the entity.

At 31st August, 2014, the total amount that members of the company are liable to contribute if the company is wound up is \$3,124 (2013: \$2,996).

The accompanying notes form part of these financial statements.

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
ABN 59 001 046 064

A COMPANY LIMITED BY GUARANTEE

Director's Declaration

In accordance with a resolution of the Directors of Wingham Golf Club Not for Profit (Reporting) Limited, the directors declare that:

1. The financial statements and notes, as set out on Pages 8 to 39, 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 of the company as at 31st August, 2014 and 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.

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

Signed at: Country Club Drive, Wingham NSW
Dated: 18th November, 2014

Gregory Arthur Foy
Director

Neville Blanch
Director

WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
ABN 59 001 046 064

A COMPANY LIMITED BY GUARANTEE

Independent Auditor's Review Report to the Members of
Wingham Golf Club
Not For Profit (Reporting) Limited

Report on the Financial Report

We have reviewed the accompanying financial report of Wingham Golf Club Not For Profit (Reporting) Limited (the company), which comprises the statement of financial position as at 31st August, 2014 the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2415: Review of a Financial Report – Company Limited by Guarantee, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including:

- (i) giving a true and fair view of the company's financial position as at 31st August, 2014 and its performance for the year ended on that date; and
- (ii) complying with the Australian Accounting Standards and Corporations Regulations 2001.

ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**WINGHAM GOLF CLUB
Not For Profit (Reporting) LIMITED
ABN 59 001 046 064**

A COMPANY LIMITED BY GUARANTEE

**Independent Auditor's Review Report to the Members of
Wingham Golf Club
Not For Profit (Reporting) Limited**

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of Wingham Golf Club Not For Profit (Reporting) Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of Wingham Golf Club Not For Profit (Reporting) Limited is not in accordance with the Corporations Act 2001 including:

- (i) giving a true and fair view of the company's financial position as at 31st August, 2014 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and Corporations Regulations 2001.

Dated: 5th November, 2014

Garry Chapman
Registered Company Auditor
Country Wide Business Solutions Pty Limited
1/22 Murray Street, Port Macquarie NSW 2444