

BARNWELL PARK GOLF CLUB LIMITED



48TH ANNUAL GENERAL MEETING

ANNUAL REPORT

AND

FINANCIAL STATEMENT

2018 - 2019



BARNWELL PARK GOLF CLUB LIMITED

A.B.N 51 000 645 974

Registered Office: 551 Lyons Road West, Five Dock, 2046

Notice of Annual General Meeting of Members of the above-named Company will be held at Barnwell Park Golf Club, commencing at 7.30 pm on Tuesday evening 22nd October 2019.

BUSINESS:

(1) Open Meeting – Welcome to Members.

(2) Apologies.

(3) Chairman's report.

(4) To confirm Minutes of 47th A.G.M.

(5) Business arising from the Minutes

(6) To receive and adopt the Annual Report of Directors and Financial Statement for the year ended 30 June 2019 and together with the auditor's report therein.

Note: Any questions in relation to the financial accounts should be submitted in writing and addressed to the secretary and delivered to the office of the club no later than 6.00p.m. Saturday 12th October 2019

(7) To deal with any business of which due notice has been given.

(8) Notice of Ordinary Resolutions for approval of President's and Directors' expenditure as set out in the nine Ordinary Resolutions as printed herein.

(9) Notice of Special Resolutions

(10) Future Direction.

(11) General Business.

(12) Chairperson's comments and close.



President's Report 2019

Another year has passed, and on the whole it's been a good year for our little Club. We have seen our financial performance improve again and we have made improvements and repairs to our ageing infrastructure. Once again on behalf of the board I offer a heartfelt thank you to all of our members for choosing 'Barnie'.

Financial performance improved due to a combination of the continued cost-cutting measures taken by management and the improved bar trade, which is up 10 per cent from last year. I note that since 2016 our bar sales have increased from \$206,000 pa to \$368,000 pa – an increase of more than 78 per cent; the Treasurer will offer a more detailed analysis in his report.

We invested approximately \$29,000 in the relining of the sewer pipes to manage the tree root intrusion problem and related blockages; simultaneously we made a claim to Canada Bay Council on the basis that roots from their trees were responsible for the ongoing problem. Council admitted no liability, but did, however, offer us a \$16,000 payment to close the matter which was greatly appreciated. New signage was also installed at the front and side of the Club which I feel looks pretty classy and presents as an example of money well spent.

Our next major outlay will be on air-conditioning. Our old system doesn't cope in the heat of summer and maintenance is continual and costly. Unfortunately the cost will need to be financed out of our limited savings, which brings me to my personal low of the past 12 months: our failure to obtain a \$70,000 State Government grant to replace the air-conditioning. Yes, \$70,000 for free! But, unfortunately, fewer than a third of our members who were eligible to vote for us to receive the grant acted on the option. 'Barnie' received only 45 votes. For us to succeed all we needed was each of the 161 members living in the Drummoyne electorate to vote, or just half of them to vote and have a partner or neighbour to do the same; it was that easy. I'm not sure what went wrong. Perhaps next year we need to promote it more vigorously and offer hands-on assistance in voting to overcome the apathy. This is your Club, as much as mine or anyone else's; we are all equals and should all shoulder some responsibility to keep our little Club going.

On the golfing front, our representative teams – while not winning – performed excellently; the captain will cover the details in his report, but I want to make a few special mentions:

- * **Women's Weekend Pennant** – we entered a team for the first time in a long time and finished 2nd behind Strathfield, beating teams from Pennant Hills, Massey Park and Concord. Way to go, girls!
- * **Men's Major Pennant team** – although we had mixed results, our future looks bright with several new players 'blooded', including the Hong brothers, who were aged 8 & 9 at the time.
- * **Warren and Gibson** – this year we had great preparation and nearly got through; well done, gents!
- * **Thank you** – to the volunteers, the managers, captains, caddies, rules officials, and, of course, the BBQ team, thank you from all of us for donating your time and effort; it is greatly appreciated.

Competition: Participation is on the up; we measured a sample from the new MiClub system data and Members rounds were up by nearly 14 per cent (March-Sept 2018 vs March-Sept 2019).



Membership: I must commend Margot Gook for her awesome work with membership. Margot initiated and ran the internet-based Sydney Women's Golf Meetup Group. Margot was the major force behind the 17 new women members who joined in the past financial year, which must be a recent history record. Elaine O'Connor has taken over this role and we wish her every success for the coming year. We lost 50 members at renewal time in 2018 and inducted 60 new members during the year, a net increase of 10, or three per cent, which is better than the industry trend of minus 0.8 per cent. The renewal result in 2019 was a loss of 51 members, but we have since welcomed nine new members including 2 new juniors which is fantastic start, and buoys my hopes of an increase in membership again this year.

As I do every year I encourage all members, new and old, to greet each and every new face they see in the Club. Please make them feel welcome, have a chat, buy them a drink and offer to have a game with them. Don't forget we are 'The Fun Club', and only together can we "make Barnie great again".

Lastly I wish to thank our team sponsors (the **Pine Inn, Keeper of the Lawns, Option Group,** and the **Argyle Bar**), our Manager, Rod Hetherington, and all the staff, our Professional, Chris Willard, and his team, Carmen and her staff, and my fellow board members, committee members and Club volunteers for their co-operation, their time and their hard work over the past 12 months. A special thanks, too, to Simon Whale for his unfailing support of the club, particularly in his hosting of the draw on Friday nights.

Grant Marshall
President



TREASURER'S REPORT

FINANCIAL REPORT FOR THE YEAR JULY 2018 TO JUNE 2019

It again gives me great pleasure to provide commentary on another positive result for Barnwell Park for a third consecutive year. The Board and Club management have again worked tirelessly to achieve savings where possible and supported Carmen's restaurant at every opportunity.

The focus on the result from the financials is to recognise the Club finally made a Net Profit of \$6,773 along with a second consecutive operational profit year (Operating Profit before depreciation \$58,591). Smashing last year's Operational Profit (2018 \$43,486) by an easy \$15,104. It is with absolute delight to recognise the achievement on behalf of the management and board to post its first positive Net Profit result in 15 years. (Stat Accounts 2004).

BAR TRADING

Bar sales for the year gained significantly to \$368,815 an increase of \$30,235 over 2018. Again, the bar was just marginally profitable overall, giving a Bar Trading Profit of \$634. Bar remuneration increased due to continuous restaurant and function trade with the help of Carmen's to \$196,946 (2018 \$188,281). Total Bar expenses increased \$4,923 overall to \$208,236 over 2018.

POKER MACHINES

Poker machines profit dropped 14% due to the additional payouts this year. Net Poker Machine Revenue of \$80,419 is down by \$12,946 (2018 \$93,365)

CATERING

The Club continues to support Carmen's by the Park and closely monitors her approved function listing monthly.

GOLF

Overall golf expenses were again flat compared to last year, a slight decrease of \$1,870 mainly due to the combined efforts of both Match Committees controlling expenses and fundraising for our representative team's expenses.

OTHER REVENUE

The total member subscriptions increased 2.6% or by \$2,524 from 2018 largely due to new members and promotional members joining over the summer months. Again, complemented by the tireless hours of the membership services team headed by the Club President Grant Marshall and with valuable input from Margot Gook with the meet up groups and juniors subsequently converting those into new members.

The office took a stance with the Auditor this year over the treatment recognising the Canada Bay Council Contribution as noted in the Auditors Report. The corresponding accounting paper can be made available to any member on request.

ADMINISTRATION

Total administration and operating expenses increased \$9,421 over 2018. Mainly due to ongoing maintenance required by the ageing nature of the Club structure. The board is continually considering reducing costs without impacting on the Club's service and amenities. All costs are closely monitored and are reviewed monthly.



BALANCE SHEET

The Club has maintained a surplus of assets over liabilities (member's funds) of \$1,069,472. Depreciation charged to the accounts for 2019 was \$51,818.

The Club has an increased its Cash balance \$21,685 to \$195,441 after paying employees liabilities.

The Club invested an additional \$51,866 into updating its assets around the Club throughout the year. The notable updates were:

- 15 Camera High Definition Security System;
- A brand-new bathroom drainage system with a 25-year warranty;
- New Cabinets for the main club entrance;
- 2 new televisions for the golfing room;
- A new computer for the office; and
- New signage on the roof of the club.

A big thanks to all who assisted in updating the club assets over the year with special mention to Kevin Channels, Mike Sherley & Brendan Johnson.

Bar inventory is valued at \$14,922. Stock is continually monitored to ensure that all products are within the OLGR Trading guidelines.

SUMMARY

The Club's first net profit in over 15 years is a testament to all the hard work that goes on behind the scenes in keeping and maintaining Barny as "the friendly club". While I am very pleased to report the result this year, our current trading position, if maintained, will only continue to strengthen our financial eligibility as we keep adding to our operational cashflow position.

THANK YOU

A big thanks are then due to Carmen and her staff for always providing a smile with any request. Also, thanks to the bar staff, especially Min and Tom, Santo, Alana and Manager Rod for putting up with those countless hours of bad jokes and brainstorming moments from myself over the year. Another final thanks you to our Assistant Accountant Bryan for his invisible support and tireless hours renewing members, paying staff and our suppliers.

While the Board are dedicated to this success of the Club we also rely heavily on its volunteers. Without these volunteers we are just another business and we appreciate all their efforts throughout the year. A big thanks to our Match Committees, Ladies Committees and most importantly, membership services.

Finally, I wish to thank my fellow Directors for their tireless work and aligned dedication over the past 12 months.

Dale Van Den Boogaard
Treasurer
Barnwell Park Golf Club



CLUB CAPTAIN'S REPORT

It is with great pleasure that I deliver my first report as Club captain.

Firstly, I would like to congratulate the winners of all our major events held during the year. Well done to you all. However, we can't have any winners without the participation of members in the competitions, so thank you all for keeping Barny a thriving little golf club.

Our current Match Committee consists of Barbara Grieve (Ladies Captain), James Grima (Vice Captain), Denise Brown, Grant Marshall and Michael Bray. My thanks to you all for your efforts in keeping golf running at Barny. My thanks also go to Brendan Johnson and Matt Riley who have held positions on the match committee during the year but, due to a variety of reasons, found that they were unable to continue. It would be remiss of me not to express my appreciation of my predecessor Michael Sherley, who continues to be willing to share his time to assist the club or offer his advice. As someone brand new to this role, and therefore on a steep learning curve, thanks Mike, your counsel is very welcome.

This year, we have introduced joint match committee meetings once a quarter, that is, the Women's and Men's Committees meeting together. Personally, I have found this to be a very useful exercise, and the feedback I have received from the Women's Committee indicates that this initiative is bringing both Committee's closer together in our common pursuit of trying to provide a great golfing experience for our members. In addition, our Club Pro Chris Willard, attends match committee meetings when his commitments allow, to add his valuable contribution to the discussions.

Barnie fielded representative teams in the following competitions; Major Pennants, Women's Pennants, Mixed Pennants, Warren Trophy and Gibson Trophy. Whilst we did not achieve the heights of last year's success in the Mixed Pennants, all teams acquitted themselves well. My thanks go to the various squad members and team managers who put in significant time and effort to compete. My thanks also to the sponsors who supported these teams, namely, The Pine Inn, Keeper of the Lawns, Option Group and the Argyle Bar. Your support goes a long way to making it possible for us to continue to field teams in these competitions.

This year we had the remarkable occurrence of 79-year-old and a nine-year-old both being members of the same Major Pennants team. A seventy-year age difference! Only at Barnie!!!!

We continue to meet with Council every quarter to put our views on course management, improvements etc. Whilst we may have limited success, as Council (as with all businesses) have finite resources, we continue to develop a good working relationship with Council and hope that we can continue to have an influence on the course presentation into the future.

Finally, clubs like ours only survive based on the efforts of its volunteers. Therefore, I would like to thank every member of the club who devoted some of their valuable time to assist the Club in any way this year. If anyone is interested in volunteering further, new members are always welcome on the match committee. Please let me know if you would like to help out.

Hopefully, you agree with me that 2019 was a great year, and I look forward to 2020 and beyond with great optimism.

Happy golfing!
Bruce Ferguson
Club Captain



ORDINARY RESOLUTIONS

First Ordinary Resolution

That pursuant to the Registered Clubs Act:

(a) The members hereby agree to and approve expenditure by the Club until the next Annual General Meeting of the Club for the following activities of directors.

1. The reasonable cost of a meal and beverage for each Director immediately before or immediately after a Board Meeting on the day of that meeting where the meeting coincides with a mealtime.
2. Reasonable expenses incurred by Directors in travelling to and from Directors Meetings or on other constituted Committee Meetings and other official duties as approved by the Board from time to time on production of invoiced receipt or other proper documentary evidence of such expenditure.
3. Reasonable expenses incurred by Directors in relation to such other duties including entertainment of special guests to the Club or other promotional activities performed by Directors which are approved by the Board before payment is made on production of receipts, invoices or other proper documentary evidence of such expenditure.
4. The Directors acting as duty officers receive a free drink from the bar on that day.

(b) The Members acknowledge that the benefits in paragraph (a) Above are not available to Members generally but only for those who are directors of the club.

Second Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The Members hereby agree to and approve expenditure by the Club for the education and training of Directors until the next Annual General Meeting including:

1. The reasonable cost of Directors attending at the Registered Club Association's Annual General Meeting.
2. The reasonable cost of Directors attending seminars, lectures, trade displays and other similar events as may be determined by the Board from time to time.
3. The reasonable cost of Directors attending other clubs through the state for the purpose of observing their facilities and methods of operation.



Third Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The members hereby agree to and approve expenditure by the Club for an Annual Appreciation Night to be attended by Directors and their partners, staff and their partner and people who have contributed to the Club and are invited by the President to attend.

(b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for those who are Directors of the Club or staff and people invited by the President who have contributed to the Club.

Fourth Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The Members hereby agree to approve that designated parking spaces be set aside for use at the discretion of Directors.

(b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for those who are Directors of the Club or as designated by them.

Fifth Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The Members hereby agree to and approve that the Directors and New Full Members in attendance at a New Full Members Introduction Meeting receive free drinks from the bar on that day.

(b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for those who are Directors of the Club or New Full Members of the Club.

Sixth Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The Members hereby agree to and approve expenses incurred by the President in relation to dining and/or entertainment in the Club rooms to a maximum of \$2,000.00 in any one year.

(b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for the President of the Club.



Seventh Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The Members hereby agree to approve that the Club President or his nominated representative may authorise and announce at his discretion the provision of a free refreshment for a short time to all Members and guests in attendance for special occasions throughout the year and may only be provided a maximum of four (4) times a year.

(b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for those who are in the Club Rooms at the time of the stated announcement.

Eighth Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The Members hereby agree to approve that each Director be provided with a Club shirt, jacket or similar apparel when they are elected to office.

(b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for those who are Directors of the Club.

Ninth Ordinary Resolution:

That pursuant to the Registered Clubs Act:

(a) The Members hereby agree to approve that the Board of Directors be empowered to approve incidental miscellaneous expenses in association with promotion of the Club, its amenities and/or its Members.

(b) The Members acknowledge that the benefits in paragraph (a) above are not available to Members generally but only for its amenities and Members as specified from time to time



Special Resolution (A) – Women’s Committee Raffle Income

That pursuant to the Registered Clubs Act:

That the monies raised at the Bunnings Barbeques by the Women’s Social Committee of Barnwell Park Golf Club be deposited into the Charity Holding Account and donation made to a charity of choice nominated by members of the Women’s Social Committee.

Maura Young Member No: 1825

Barbara Matthies Member No: 2142

Special Resolution (B) – Donation to Barnwell Park Veterans

That pursuant to the Registered Clubs Act:

That a donation be paid to the Barnwell Park Veterans for their Annual presentation and Lunch.

R. Aitkenhead Member No: 7

D. Cashman Member No: 1636

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2019**

**HARLEY, RUSSELL & DAY
Chartered Accountants**

**Suite 16, 2 Catherine Street,
ROCKDALE NSW 2216**

Phone: (02) 9567 0044

Fax: (02) 9556 2699

BARNWELL PARK GOLF CLUB LIMITED

ABN 51 000 645 974

(A Company Limited by Guarantee)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

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BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2019

The Directors present their report together with the accounts of Barnwell Park Golf Club Limited for the year ended 30 June 2019.

Directors

The Directors of the Company in office at any time during the year and up to the date of this report are:

MARSHALL, Grant	VAN DEN BOOGAARD, Dale	+ JOHNSON, Brendan
+ FERGUSON, Bruce	+ * THOMPSON, Robert	+ Gook, Margot
x GRIEVE, Barbara	x McGUINNESS, Raymond	x MARTLEW, Wade

+ Appointed 2nd October 2018 x Resigned 2nd October 2018 * Resigned 19th February 2019

Company Secretary and Manager

Mr. Roderick Hetherington remains as Secretary and Club Manager. Thomas Kain was appointed Assistant Manager in April 2018 on a full time basis.

Principal Activity

The Principal Activity of the Company consisted of the conduct and promotion of a licensed Golf Club for members of the Company. No changes in the principal activities of the Company took place during the year.

Membership

The Club is a Company limited by guarantee and without a share capital. The number of members at the date of this report is as follows:

	<u>2019</u>	<u>2018</u>
Golfing	338	328
House	<u>526</u>	<u>583</u>
	<u>824</u>	<u>911</u>

Result

The Net operating Profit/(Loss) for the year amounted to a Profit of \$6,772 (2018: loss of \$6,007) after charging \$51,818 for depreciation (2018: \$49,493).

Review of Operations

Movements in significant items of revenue are as follows:

	<u>2019</u>	<u>2018</u>	<u>Increase/(Decrease)</u>	<u>Movement</u>
			<u>\$</u>	<u>%</u>
Poker Machine Revenue	80,419	93,365	(12,946)	(13.87)
Bar Sales	368,814	338,579	30,235	8.93
Subscriptions/Entrance Fees	98,447	95,923	2,524	2.63

BARNWELL PARK GOLF CLUB LIMITED

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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2019

State of Affairs

The Club's total equity of the Members increased \$6,772 for the year while the working capital of the Club increased \$6,724 (a deficiency of \$50,186) where previously a deficiency of (2018 of \$56,916). The Club has not incurred and does not have any borrowings or any non-current liabilities. In addition, the cash on hand and at the Bank increased \$20,476 to \$194,233 (2018: \$173,757).

Environmental Regulation

The company's operations are subject to various environmental regulations under both Commonwealth and State legislation.

The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

Events Subsequent to Balance Date

There was a transfer of \$50,000 to the Term Deposit Investment Account.

Aside from the aforementioned event, there is as at the date of this report, no matter of circumstance which has arisen since 30 June 2019 that has significantly affected or may significantly affect -

- i. The operations of the Company;
- ii. The results of those operations; or
- iii. The state of affairs of the Company subsequent to 30 June 2019.

Information on Directors

Name: Marshall, Grant
Position: President (from 25/10/2016)
Occupation: Mortgage Broker
Qualifications: Director 2014-2019

Name: Van Den Boogaard, Dale
Position: Treasurer (from 25/10/2016)
Occupation: Finance Manager
Qualifications: Director 2014-2019

Name: Johnson, Brendan
Position: Vice President (from 02/10/2018)
Occupation: Landscaper
Qualifications: Director 2018

Name: Ferguson, Bruce
Position: Director (from 02/10/2018)
Occupation: Risk & Audit Manager
Qualifications: Club Captain 2018

Name: Martlew, Wade
Position: Vice President (to 02/10/2018)
Occupation: Logistics Professional
Qualifications: Director 2014-2018

Name: Thompson, Robert
Position: Director (to 19/02/2019)
Occupation: Retired
Qualifications: Director 2018-2019

Name: Grieve, Barbara
Position: Director (to 02/10/2018)
Occupation: Retired
Qualifications: Director 2008-2018

Name: McGuinness, Raymond
Position: Director (to 02/10/2018)
Occupation: Retired
Qualifications: Director/President

Name: Gook, Margot
Position: Director (from 02/10/2018)
Occupation: Psychologist
Qualifications: Director 2018

BARNWELL PARK GOLF CLUB LIMITED

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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2019

Directors' Benefits

No Director of the Company since the end of the previous financial year has received or has become entitled to receive any benefit by reason of a contract made by the Company with a Director or with a firm of which a Director is a member, or with a Company in which the Director has a substantial interest.

Directors' Meetings

The number of Directors' Meetings (including meetings of committees of Directors) and number of meetings attended by each of the Directors of the Company during the financial year were:

<u>Name</u>	<u>Board Meetings</u>	<u>Meetings Attended</u>
MARSHALL, Grant	12	11
VAN DEN BOOGAARD, Dale	12	11
JOHNSON, Brendan	9	5
FERGUSON, Bruce	9	8
GOOK, Margot	9	8
THOMPSON, Robert	5	5
MARTLEW, Wade	3	3
GRIEVE, Barbara	3	2
MCGUINNESS, Raymond William	3	2

Likely Developments

The club is still considering the construction of an outdoor gaming room. There is also an application with Canada Bay Council via Smart Grants for an Air-Conditioning upgrade with the results due to be posted mid-September 2019. Members were invited to vote for the Grant via local government website.

DIRECTORS AND AUDITORS INDEMNIFICATION

The Company has not, during or since the financial year, in respect to any person who has been an Officer or Auditor of the Company:-

- Indemnified or made any relevant agreement for indemnifying against a liability as an Officer or Auditor, including costs and expenses in successfully defending legal proceedings; or
- Paid or agreed to pay a premium in respect of a contract ensuring against a liability incurred as an Officer or Auditor for the costs or expenses to defend proceedings;

Directors' indemnity premiums have been provided for and paid by the Company during the year at a cost of \$2,777.09 for Directors' and Officers' Liability Insurance. The insurance is in respect of legal liability for damages and legal costs to a maximum of \$1,000,000 arising from claims made by reason of any omissions or acts (other than dishonesty) by them, whilst acting as Directors or Officers of the Company.

Objectives

SHORT TERM

To provide a social sporting club for members and guests, with the usual facilities of a club, to promote the game of golf to both children and adults and providing a meeting place for community groups.

BARNWELL PARK GOLF CLUB LIMITED

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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2019

LONG TERM

To maintain and upgrade facilities to attract new golf and social members to enjoy the facilities of the Club and to increase our involvement with community groups.

Principal strategies include:

- Encouraging the participation of Golf members in Golf NSW events.
- Attracting new golfers and retaining existing golf members by offering the best playing facilities possible.
- Fostering a fraternal feeling amongst golfers to preserve and promote the best traditions in the game of golf.
- Marketing the advantages of membership of the club.
- Striving to provide a high standard of customer service.
- Pursuing new marketing initiatives.
- Provide the members and the local community with a Club House.
- Which offers excellent food and friendly atmosphere.

Auditor's Independent Declaration

The Auditor's Independent Declaration for the year ended 30 June 2019 has been received and can be found on page 5 of this report.

Dated at Five Dock this 22nd day of August 2019.

Signed in accordance with a resolution of Directors


PRESIDENT – GRANT MARSHALL


VICE PRESIDENT – BRENDAN JOHNSON

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

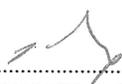
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AUDITOR'S INDEPENDENT DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE MEMBERS OF BARNWELL PARK GOLF CLUB LIMITED

I declare to the best of my knowledge and belief that during the year ended 30 June 2019 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.

DATED AT SYDNEY
THIS 21ST DAY OF
AUGUST 2019


.....
HARLEY, RUSSELL & DAY
Chartered Accountants

GARRY WILLIAM DAY
Registered Company Auditor

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

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STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME

AS AT 30 JUNE 2019

	2019	2018
	\$	\$
Revenue from sale of goods	368,815	338,579
Revenue from rendering of services	308,648	320,314
Other Revenue from ordinary activities	26,192	10,173
Total Revenue	<u>703,655</u>	<u>669,066</u>
Cost of Sales	(159,923)	(147,482)
Donations	-	(181)
Directors' expense	(531)	(621)
Employment Benefits expense	(207,622)	(200,084)
Entertainment, marketing and promotional costs	(89,635)	(85,660)
Legal and consultancy fees	-	(701)
Poker machine licences and taxes	-	-
Occupancy expense	(67,770)	(68,399)
Other expenses from ordinary activities	(119,583)	(122,450)
Total Expenses	<u>(645,064)</u>	<u>(625,578)</u>
Operating Profit/(Loss) before borrowing costs, tax, depreciation and amortisation	58,591	43,488
Depreciation	(51,818)	(49,494)
Income tax expense	-	-
Net Profit/(Loss) after Income Tax Expense	6,773	(6,006)
Other Comprehensive Income	-	-
Total Comprehensive Income Profit/(Loss) For The Year	<u>6,773</u>	<u>(6,006)</u>
Attributable to Members		

BARNWELL PARK GOLF CLUB LIMITED

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STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2019

	Notes	2019 \$	2018 \$
Current assets			
Cash Assets	4	194,233	173,757
Inventories	5	14,922	15,044
Other Assets	6	23,950	13,657
Total Current Assets		<u>233,105</u>	<u>202,458</u>
Non-current assets			
Property, Plant & Equipment	7	1,119,659	1,119,611
Total Non-Current Assets		<u>1,119,659</u>	<u>1,119,611</u>
Total Assets		<u>1,352,764</u>	<u>1,322,069</u>
Current liabilities			
Payables	8	34,286	31,656
Provisions	9	7,471	3,325
Other liabilities	10	241,534	224,387
Total Current Liabilities		<u>283,291</u>	<u>259,368</u>
Non-current liabilities		<u>-</u>	<u>-</u>
Total liabilities		<u>283,291</u>	<u>259,368</u>
Net Assets		<u>1,069,473</u>	<u>1,062,701</u>
Members Equity		<u>1,069,473</u>	<u>1,062,701</u>

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
Total equity at the beginning of the financial year	1,062,701	1,068,707
Total changes in equity, recognised in the Income Statement	<u>\$252</u>	<u>(6,006)</u>
Total Equity at the end of the financial year	<u><u>1,062,952</u></u>	<u><u>1,062,701</u></u>

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	Notes	2019 \$	2018 \$
Cash flows from operating activities			
Receipts from customers		802,178	711,056
Payments to suppliers and employees		(732,285)	(664,036)
Interest Received		2,449	2,382
		<u>72,342</u>	<u>49,402</u>
Net cash provided by operating activities			
Cash flows from investing activities			
Purchase of property, plants and equipment		(51,866)	(17,705)
		<u>(51,866)</u>	<u>(17,705)</u>
Net Cash Outflow From Investing Activities			
Cash Flow From Financing Activities			
Loan Repayments and Mortgages Finance		-	-
		<u>-</u>	<u>-</u>
Net Cash Flow From Financing Activities			
Net increase/(decrease) in cash held		20,476	31,697
Cash at the beginning of the financial year		173,757	142,060
Cash at the end of the financial year	4	<u>194,233</u>	<u>173,757</u>

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

NOTES TO THE STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<u>Notes to the Statement of Cash Flows</u>		
(i) 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, n overdrafts. Cash as at the end of the financial year as shown in the Statement of Cash Flows is reconciled to:		
Cash	89,421	71,392
Other Financial Investments	104,812	102,365
	<u>194,233</u>	<u>173,757</u>

Notes to the Statement of Cash Flows

(ii) Reconciliation of operating performance after income tax to net cash provided by operations activities

Operating profit/(loss) from ordinary after income tax	6,773	(6,006)
(Profit)/loss on disposal of non-current assets		
Add/(less) non-cash items:		
Depreciation	<u>51,818</u>	<u>49,494</u>
Net cash provided by operating activities before change in assets and liabilities	58,591	43,488
Change in assets and liabilities during the financial year:		
(Increase)/decrease in inventory	122	2,658
(Increase)/decrease in prepayments & other receivables	(10,293)	3,197
Increase/(decrease) in employee provisions	4,146	(12,207)
Increase/(decrease) in payables	2,630	4,531
Increase/(decrease) in subscriptions in advance	(4,144)	21,774
(Increase)/decrease in GST liabilities	13,078	(6,341)
Increase/(decrease) in other liabilities	15,556	(355)
increase/(decrease) in Telstra rent in advance	(7,344)	(7,343)
Net cash provided by operating activities	<u>72,342</u>	<u>49,402</u>

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE, 2019

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

BASIS OF PREPARATION

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure requirements and interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001. These financial statements do not comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

ADOPTION OF NEW AUSTRALIAN ACCOUNTING STANDARDS

The Club has elected to apply the following pronouncements to the annual reporting period beginning 1 July 2011:

- AASB 1053 application of *Tiers of Australian Accounting Standards* and AASB 2010 *Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements*.

The early adoption of AASB 1053 enables the Club to be part of the Tier 2 reporting requirements for general purpose financial statements. The Tier 2 reporting framework comprises the recognition and measurement requirements of Tier 1 but substantially reduced disclosure requirements. The Club is eligible to adopt the new Australian Accounting Standards - Reduced Disclosure Requirements and has adopted the requirements of the standard effective for the financial year ended 30 June 2019.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

a) **Revenue Recognition**

Sales Revenue

Sales Revenue comprises revenue earned from the provision of catering, beverage, and poker machine facilities to members and other patrons of the Club. Sales revenue is recognised when the goods and services are provided.

Asset Sales

The gross proceeds of asset sales are included as revenue of the entity. The profit or loss on disposal of assets is brought to account at the date an unconditional contract of sale is signed.

Interest Income

Interest income is recognised as it accrues.

b) **Principal Activities**

The company operates as a Golfing and Recreation facility.

c) **Property, Plant & Equipment**

Property, plant and equipment are included at cost or at an independent valuation. All fixed assets, including buildings and capitalised leases, but excluding freehold land, are depreciated over their estimated useful lives commencing from the time the asset is held ready for use.

d) **Leases**

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

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE, 2019

NOTE 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES continued

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

Leased assets are amortised over their estimated useful lives. Lease Payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

e) Depreciation of property, plant and equipment

Depreciation is calculated on a straight line basis to write off the net cost or revalued amount of each item of property, plant and equipment (excluding land) over its expected useful life. The exception is glassware, crockery and cutlery, which is expressed in the year of purchase. Estimates of remaining useful lives are made on a regular basis for all assets, with annual reassessments for major items.

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

Buildings	2.5%
Plant and Equipment	7.5 - 40.0%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

f) Trade and other payables

These amounts represent liabilities for goods and services provided to the club prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

g) Maintenance and repairs

The costs of maintenance, repairs and minor renewals are charged as expenses as incurred.

h) Employee Entitlements

(i) *Wages and salaries, annual leave and sick leave*

Liabilities for wages and salaries, annual leave and sick leave are recognised and are measured as the amount unpaid at the reporting date at current pay rates in respect of employees' services up to that date.

(ii) *Long service leave*

A liability for long service leave is recognised for all employees of the club with ten years or more service. No adjustment is made for inflation of wage rates or discounting of expected future payments as the net effect is not expected to be material.

(iii) *Superannuation*

The company sponsors the following plans for employees; Club Plus Superannuation Fund. Types of Benefits: Accumulation of contributions of employees providing a lump sum or annuity benefits upon retirement, death or disability. Contributions: Employees 9.5% of base salary of employee. The company has a legal obligation to contribute to this fund.

BARNWELL PARK GOLF CLUB LIMITED

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(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE, 2019

i) Income Tax

The Income Tax Assessment Act (amended) provides that under the concept of Mutuality, Clubs are only assessed for income tax on that proportion derived from non-members and other external sources.

In view of these special circumstances, it is neither appropriate to compare income tax payable with operating profit as disclosed in the Statement of Financial Performance, nor adopt the principle of tax affect accounting.

(j) Goods and Services Tax GST

Revenues, expenses and assets are recognised net of the amount of GST in the financial statements with the exception:

Where the GST incurred on purchases of goods and services is not recoverable from the Australian Taxation Office, in which case the GST is recognised as a part of the cost of acquisition of the asset or as a part of the expense item as applicable.

Receivables and payables are stated inclusive of GST

Cash flows are presented in the statement of cash flows on a gross basis, and the GST component of cash flows arising from investing and financing activities, which are recoverable from, or payable to, the Australian Taxation Office, are classified as operating cash flows.

Net poker machine revenue, which is presented on a GST inclusive basis, with the GST component treated in the financial accounts as an expense. This method provides Directors and members with information on the additional impost of GST on gaming revenue.

Effective 1 July 2004, the New South Wales State Government (Office of State Revenue) agreed to reimburse all Clubs in NSW the GST impost, less an OSR "management" fee, on the first \$200,000 of net gaming revenue.

The net amount of GST recoverable from, or payable to the Australian Taxation Office is included as part of receivables or payables in the statement of financial position.

(k) Inventories

Inventories are carried at the lower of cost and net realisable value. The cost of inventories comprises all costs directly related to acquisition, such as freight and delivery charges, and liquor taxes where applicable. Cost is based on first-in, first-out principal. Net realisable value is determined on an item by item basis.

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

2. REVENUE FROM CONTINUING OPERATIONS

	2019	2018
	\$	\$
Operating Activities		
<u>Sale of Goods Revenue</u>		
Bar Sales	368,815	338,579
	<u>368,815</u>	<u>338,579</u>
<u>Rendering Services</u>		
Poker Machines	80,419	93,365
Keno	2,469	1,796
Catering	44,128	43,456
Competition Fees	54,420	55,136
Subscriptions	98,447	95,923
Golf Sponsorship	2,493	3,000
Raffles	16,103	12,394
Promotions	10,169	14,474
Other	-	770
	<u>308,648</u>	<u>320,314</u>
<u>Other Revenue</u>		
Commission	636	447
Donations	-	-
Telstra Rental	7,147	7,344
Interest	2,449	2,382
Contributions to Sewer Repairs from Canada Bay Council	15,960	-
	<u>26,192</u>	<u>10,173</u>
Total revenue from continuing operations	<u>703,655</u>	<u>669,066</u>

3. EXPENSES FROM OPERATING ACTIVITIES

Cost of Goods Sold

Bar	159,923	147,182
	<u>159,923</u>	<u>147,182</u>

Finance Costs

Interest on finance costs	-	-
	<u>-</u>	<u>-</u>

Poker machine payouts	200,068	187,266
Depreciation of plant & equipment	51,819	49,494
Auditors Remuneration	10,000	10,000

BARNWELL PARK GOLF CLUB LIMITED

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(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
4. Cash assets		
Cash at bank and on hand	89,421	71,392
Other Financial Investments	104,812	102,365
	<u>194,233</u>	<u>173,757</u>
5. Inventories		
<u>Current</u>		
Stock on Hand	<u>14,922</u>	<u>15,044</u>
6. Other assets		
<u>Current</u>		
Prepayments	10,335	13,657
Sundry Debtors	13,615	-
	<u>23,950</u>	<u>13,657</u>
7. Property, plant & equipment		
Land - at cost	<u>68,749</u>	<u>68,749</u>
Buildings - at cost	1,343,704	1,314,575
<u>Less: Accumulated depreciation</u>	<u>(504,742)</u>	<u>(471,461)</u>
	<u>838,962</u>	<u>843,114</u>
Plant and equipment, at cost	634,143	614,176
<u>Less: Accumulated depreciation</u>	<u>(527,247)</u>	<u>(515,212)</u>
	<u>106,896</u>	<u>98,964</u>
Furniture and fittings, at cost	232,681	229,911
<u>Less: Accumulated depreciation</u>	<u>(127,629)</u>	<u>(121,127)</u>
	<u>105,052</u>	<u>108,784</u>
	<u>1,119,659</u>	<u>1,119,611</u>

Land and Buildings consist of Core Assets of the Club, all other Core Assets are considered Non Core, this declaration Pursuant to Section 41 J (a) of the Registered Clubs Act 1976.

Movements in Carrying Amounts

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

	Freehold Land	Buildings	Plant & Equipment	Furniture & Fittings	Total
	\$	\$	\$	\$	\$
Balance at the beginning of year	<u>68,749</u>	<u>843,114</u>	<u>99,556</u>	<u>108,192</u>	<u>1,119,611</u>
Additions	-	29,129	19,967	2,770	51,866
Disposals	-	-	-	-	-
Depreciation expense	-	(33,281)	(12,627)	(5,910)	(51,818)
Carrying amount at the end of the year	<u>68,749</u>	<u>838,962</u>	<u>106,896</u>	<u>105,052</u>	<u>1,119,659</u>

BARNWELL PARK GOLF CLUB LIMITED

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(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
8. Payables		
<u>Current</u>		
Trade creditors and accruals	<u>34,286</u>	<u>31,656</u>
9. Provisions		
<u>Current</u>		
Provision for employee sick and leave entitlements	7,471	3,325
Provision for micropower subscription - Power Plus Golf package	-	-
Provision for Legal and Audit fees	-	-
	<u>7,471</u>	<u>3,325</u>
10. Other Liabilities		
<u>Current</u>		
Subscriptions in advance	50,005	54,148
ATO Liabilities	11,239	(1,839)
Telstra - Rent in advance	154,513	161,857
Other	25,777	10,221
	<u>241,534</u>	<u>224,387</u>
11. Statutory status		
The club is incorporated as a Company Limited by Guarantee in accordance with the Memorandum of Association.		
12. Related Party Transactions		
(a) There were no related Party Transactions		
(b) Directors' Remuneration		
There was no remuneration of any director during the year. Directors expenses were re-imbursed for the cost of food and beverage and attending Board meetings or businesses on behalf of the club		
Directors expenses for the year	<u>531</u>	<u>621</u>
13. Key Performance Indicators		
Bar		
Gross Profit Percentage	56.63%	56.44%
Poker Machines		
Net receipts after payouts to turnover	31.03%	34.25%
Employee Benefits - percentage of total revenue	29.24%	30%
EBITDA as a Percentage of Total Revenue	8.25%	6.53%

BARNWELL PARK GOLF CLUB LIMITED

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(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

14. Key Management Personnel Compensation

(a) Key Management Personnel

The names and positions held of key management personnel in office at any time during the financial year are:

MARSHALL, Grant	President
VAN DEN BOOGAARD, Dale	Treasurer
MARTLEW, Wade	Vice President (Resigned 02/10/2018)
JOHNSON, Brendan	Vice President
FERGUSON, Bruce	Club Captain
THOMPSON, Robert	Director (Resigned 02/02/2019)
McGUINNESS, Raymond	Director (Resigned 02/10/2018)
GRIEVE, Barbara	Director (Resigned 02/10/2018)
DINGLE, Rick	Director (Resigned 02/10/2018)

Other Key Management Personnel

(b) Roderick Hetherington	Secretary and Manager
Thomas Kain	Assistant Manager

Key Management Personnel Compensation

	Short Term Benefits Cash, salary & commissions	Allowances	Post Employment Benefits Superannuation	Total
	\$		\$	\$
Total Compensation - 2019	117,300		-	11,144
Total Compensation - 2018	65,012		-	6,176

BARNWELL PARK GOLF CLUB LIMITED

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(A Company Limited by Guarantee)

DIRECTORS' DECLARATION

The Directors of the company declare that:

1. the financial statements and notes, as set out on pages 6 to 17 are in accordance with the Corporation Act 2001:
 - (a) comply with Accounting Standards - reduced disclosures requirements and the Corporation Regulations 2001; and
 - (b) give true and fair view of the financial position as at 30 June 2019 and of the performance for the year ended on that date of the company;
2. in the director's 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.

Dated at Five Dock this 22nd day of August 2019.

Signed in accordance with a resolution of Directors



PRESIDENT – GRANT MARSHALL



VICE PRESIDENT – BRENDAN JOHNSON

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Barnwell Park Golf Club Limited (the Registered entity), which comprises the statement of financial position as at 30th June 2019, the statement of profit and loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Audit Qualification

The Company received a co-contribution from the Canada Bay City Council of \$15,960 toward the cost of the sewer repairs. This amount has been included in revenue, and in our opinion should be applied to offset the sewer repairs.

The sewer repairs of \$29,129 have been capitalised and depreciated at 2.5% per annum. We are of the opinion that this cost less the council contribution should be written off as an expense.

The impact of these two adjustments would reduce the reported profit of \$6,773 to a loss of \$22,356 for the year.

Subject to the above, in our opinion the accompanying financial report of Barnwell Park Golf Club Limited, has been prepared in accordance with the Corporations Law – Reduced Disclosure Requirements under the Corporations Law and the Registered Clubs Act, including:

- (a) Giving a true and fair view of the registered entity's financial position as at 30th June 2019, and of its financial performance for the year then ended; and
- (b) Complying with Australian Accounting Standards – Reduced Disclosure Requirements.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30th June 2019, but does not include the financial report and our auditor's report thereon.

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS (CONTINUED)

Information Other than the Financial Report and Auditor's Report Thereon (Cont.)

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements under the Corporations Law and Registered Clubs Act, and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern.

BARNWELL PARK GOLF CLUB LIMITED

ABN: 51 000 645 974

(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS (CONTINUED)

Auditor's Responsibilities for the Audit of the Financial Report (Cont.)

If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**DATED AT SYDNEY
THIS 25TH DAY OF
AUGUST 2019**


.....
HARLEY, RUSSELL & DAY
Chartered Accountants

GARRY WILLIAM DAY
Registered entity Auditor