Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Financial Statements

For the Year Ended 30 April 2026

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

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For the Year Ended 30 April 2026

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Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Directors' Report

30 April 2026

Your Directors present their report on Valentine Bowling Club Co-Operative Limited for the financial year ended 30 April 2026.

Directors

The names of the Directors in office at any time during, or since the end of, the year are:

Name	Position	Years' Service
R. Gray	President	8
H. Lynn	Vice President	5
G. Armstrong	Director	12
J. Baldwin	Director	6
C. Hunt	Director	5
K. Wilson	Director	4
G. Newton	Director	4
D. Cox	Director	1
J. Rolland	Director	Appointed August 2025
C. Taylor	Director	Deceased August 2025

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

Club Secretary

The following person held the position of Club Secretary at the end of the financial year:

Geoff Cairns who is also the CEO of the Club has held the position of Secretary since 8 May 2022.

Principal activities

The principal activity of Valentine Bowling Club Co-Operative Limited during the financial year was the conduct of a Licensed Club.

No significant changes in the nature of the Club's activity occurred during the financial year.

Operating results

The profit of the Club amounted to $ 197,170 (2025: loss of $ 139,581).

Valentine Bowling Club Co-Operative Limited

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Directors' Report

30 April 2026

Review of operations

Profit from bar trading amounted to $737,609 and gross profit percentage of 62% was obtained from sales of $2,094,575.

Net gaming revenue amounted to $1,126,907 and compares with $995,550 in 2025.

Profit from bistro trading amounted to $456,541 and gross profit percentage of 62 % was obtained from sales of $2,258,211 .

The following table outlines the Club's EBITDA after the add back of depreciation and borrowing costs and also shows the Club's EBITDA performance as a percentage of revenue.

	2026 $	2025 $
Profit / (loss) after tax	197,170	(139,581)
Add back: depreciation	492,689	559,267
Profit / (loss) before depreciation	**689,859**	**419,686**
Add back: (profit) / loss on sale of non-current assets	-	(10,000)
Add back: borrowing costs	11,176	21,792
Less: interest received	(4,871)	-
EBITDA	**696,164**	**431,478**
Total Revenue	**6,117,256**	**5,465,115**
EBITDA % of Revenue	**11.38%**	**7.90%**

Valentine Bowling Club Co-Operative Limited

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Directors' Report

30 April 2026

Meetings of Directors

During the financial year, 12 meetings of Directors were held. Attendances by each Director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
R. Gray	12	12
H. Lynn	12	11
G. Armstrong	12	10
J. Baldwin	12	11
C. Hunt	12	11
K. Wilson	12	12
G. Newton	12	12
D. Cox	12	9
J. Rolland (appointed August 2025)	8	7
C. Taylor (deceased August 2025)	3	3

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Club during the year.

After balance date events

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

Environmental issues

The Club's operations are subject to environmental regulations under the laws of the Commonwealth and State of Australia. The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

Short and long term objectives

The Club has established short and long term objectives as outlined in the Club's strategic plan which is reviewed on an annual basis. These objectives are both financial and non financial and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the Club industry. No information is included on the likely developments in the operations of the Club and the expected results of those operations.

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Directors' Report

30 April 2026

Auditor's independence declaration

The lead auditor's independence declaration for the year ended 30 April 2026 has been received and can be found on page 6 of the financial report.

Mandatory Director Training

Under the Registered Clubs Amendment (Disclosures) Regulation 2019, the Club is required to disclose to its members certain information relating to mandatory training requirements undertaken by Directors. As the Club has annual gaming machine profits of more than $1 million, the Regulation prescribes that at all Directors must complete their mandatory training within 12 months of appointment unless otherwise exempt.

The Club complies with the mandatory training requirements.

Disclosure of Core and Non-Core Property

Pursuant to Section 41J(2) of the Registered Clubs Act 1976 and for the financial year ended 30 April 2026, the Directors have determined that the property of the Club shall be classified as follows:

Address	Current Usage	Classification
17A Valentine Crescent, Valentine	Club Premises & Car Park	Core

Indemnification and insurance of officers

The Club has paid premiums to insure each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Club, other than conduct involving a wilful breach of duty in relation to the Club.

Valentine Bowling Club Co-Operative Limited

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Directors' Report

30 April 2026

Proceedings on behalf of the Club

No Director has applied for leave of court to bring proceedings on behalf of the Club or intervene in any proceedings to which the Club is a party for the purpose of taking responsibility on behalf of the Club for all or any part of those proceedings.

Signed in accordance with a resolution of the Board of Directors:

Director: .....

Director: .....

Dated 24 June 2026

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

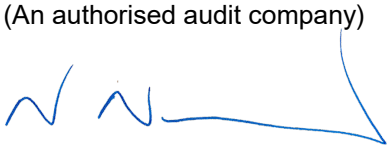
Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Valentine Bowling Club Co-Operative Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 April 2026, 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.

HLB Mann Judd Assurance (Newcastle) Pty Limited
(An authorised audit company)



N. Nancarrow CA
Director

NEWCASTLE

17 June 2026

HLB MANN JUDD ADVISORY AND ACCOUNTING

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Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Independent Audit Report to the members of Valentine Bowling Club Co-Operative Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Valentine Bowling Club Co-Operative Limited (the Club), which comprises the statement of financial position as at 30 April 2026, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Directors' declaration.

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

(i) giving a true and fair view of the Club's financial position as at 30 April 2026 and of its financial performance for the year then ended; and

(ii) complying with *Australian Accounting Standards* - AASB 1060: *General Purpose Financial Statements- Simplified Disclosures* and the *Co-operatives National Law (NSW)* and the *Co-operatives National Law Regulations (NSW).*

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Club in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of the Club, would be in the same terms if given to the Directors as at the time of this auditor's report.

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

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 Club's Directors' Report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

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Independent Audit Report to the members of Valentine Bowling Club Co-Operative Limited

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 Directors for the Financial Report

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

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

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

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Valentine Bowling Club Co-Operative Limited

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Independent Audit Report to the members of Valentine Bowling Club Co-Operative Limited

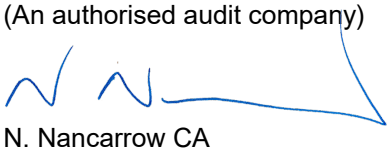
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Club to cease to continue as a going concern.

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

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

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

HLB Mann Judd Assurance (Newcastle) Pty Limited
(An authorised audit company)



N. Nancarrow CA
Director

NEWCASTLE

25 June 2026

HLB MANN JUDD ADVISORY AND ACCOUNTING

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Valentine Bowling Club Co-Operative Limited

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Directors' Declaration

In the Directors' opinion:

1. The financial statements and notes, as set out on pages 11 to 25, are in accordance with the *Co-operatives National Law (NSW)* and the *Co-operatives National Regulations (NSW)* and:

    a. comply with *Australian Accounting Standards - Simplified Disclosures* and other mandatory professional reporting requirements; and

    b. give a true and fair view of the financial position as at 30 April 2026 and of the performance for the year ended on that date of the Club.

2. There are reasonable grounds to believe that the Club 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.

Director .....

Director .....

Dated 24 June 2026

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 April 2026

	Note	2026 $	2025 $
Bar sales		**2,094,575**	1,961,631
Less: Bar cost of goods sold		**(792,091)**	(714,397)
		1,302,484	1,247,234
Bistro sales		**2,258,211**	1,972,160
Less: Bistro cost of goods sold		**(857,047)**	(758,083)
		1,401,164	1,214,077
Gaming machine net clearances		**1,126,907**	995,550
Tab and Keno commissions		**85,279**	73,836
Raffles income		**224,635**	148,496
Bowling income		**67,178**	68,172
Other revenue from contracts with customers	2	**150,247**	135,100
Other income from ordinary activities	2	**110,224**	110,170
Bar trading expenses		**(564,875)**	(554,103)
Bistro trading expenses		**(944,623)**	(918,867)
Gaming machine trading expenses		**(120,326)**	(88,179)
Tab and Keno expenses		**(25,557)**	(27,430)
Raffles expenses		**(214,422)**	(141,671)
Bowling expenses		**(216,192)**	(230,262)
Club promotion and entertainment expenses		**(166,896)**	(158,408)
Occupancy expenses		**(385,555)**	(336,815)
Depreciation and amortisation expense		**(492,689)**	(559,267)
Administrative expenses		**(1,128,637)**	(1,105,422)
Borrowing cost expense		**(11,176)**	(21,792)
(Loss) / profit on disposal of fixed assets		**-**	10,000
Profit / (loss) before income tax		**197,170**	(139,581)
Income tax (expense)/benefit	1(b)	**-**	-
Profit / (loss) after income tax		**197,170**	(139,581)
Other comprehensive income		**-**	-
Total comprehensive income / (loss)		**197,170**	(139,581)

The accompanying notes form part of these financial statements.

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Statement of Financial Position
As At 30 April 2026

	Note	2026 $	2025 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	**979,131**	451,652
Trade and other receivables	4	**50,647**	49,945
Inventories		**81,613**	78,776
Prepayments		**55,237**	64,881
TOTAL CURRENT ASSETS		**1,166,628**	645,254
NON-CURRENT ASSETS			
Property, plant and equipment	6	**2,205,188**	2,415,626
Intangible assets	5	**73,166**	73,166
Right-of-use assets	7	**221,584**	292,408
TOTAL NON-CURRENT ASSETS		**2,499,938**	2,781,200
TOTAL ASSETS		**3,666,566**	3,426,454
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	**519,634**	326,120
Short-term provisions	10	**82,571**	74,400
Lease liabilities		**12,623**	36,896
Other liabilities		**121,766**	117,349
TOTAL CURRENT LIABILITIES		**736,594**	554,765
NON-CURRENT LIABILITIES			
Trade and other payables	8	**10,196**	25,403
Long-term borrowings	9	**-**	70,000
Long-term provisions	10	**62,496**	62,496
Lease liabilities		**197,926**	241,297
Other liabilities		**8,491**	18,800
TOTAL NON-CURRENT LIABILITIES		**279,109**	417,996
TOTAL LIABILITIES		**1,015,703**	972,761
NET ASSETS		**2,650,863**	2,453,693
EQUITY			
Retained Earnings		**2,650,863**	2,453,693
TOTAL EQUITY		**2,650,863**	2,453,693

The accompanying notes form part of these financial statements.

Valentine Bowling Club Co-Operative Limited

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Statement of Changes in Equity
For the Year Ended 30 April 2026

2026

	Retained Earnings	Total
	$	$
Balance at 1 May 2025	**2,453,693**	**2,453,693**
Profit / (loss) attributable to members	**197,170**	**197,170**
Balance at 30 April 2026	**2,650,863**	**2,650,863**

2025

	Retained Earnings	Total
	$	$
Balance at 1 May 2024	2,593,274	2,593,274
Profit / (loss) attributable to members	(139,581)	(139,581)
Balance at 30 April 2025	2,453,693	2,453,693

The accompanying notes form part of these financial statements.

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Statement of Cash Flows
For the Year Ended 30 April 2026

	Note	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		**6,672,668**	5,947,079
Payments to suppliers and employees		**(5,784,942)**	(5,634,430)
Borrowing costs		**(11,176)**	(21,792)
Net cash provided by / (used in) operating activities		**876,550**	290,857
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		**-**	10,000
Purchase of property, plant and equipment		**(243,622)**	(217,571)
Net cash provided by / (used by) investing activities		**(243,622)**	(207,571)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Repayment of borrowings		**(70,000)**	(70,000)
Repayment of leases		**(35,449)**	(54,855)
Net cash provided by / (used in) financing activities		**(105,449)**	(124,855)
Net increase / (decrease) in cash and cash equivalents held		**527,479**	(41,569)
Cash and cash equivalents at beginning of year		**451,652**	493,221
Cash and cash equivalents at end of financial year	3	**979,131**	451,652

The accompanying notes form part of these financial statements.

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Notes to the Financial Statements
For the Year Ended 30 April 2026

1 Summary of Material Accounting Policies

(a) Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with *Australian Accounting Standards - Simplified Disclosures* (including Australian Accounting Interpretations), other authoritative pronouncements of the Australian Accounting Standards Board, the *Co-operatives National Law (NSW)* and the *Co-operatives National Regulations (NSW)*.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements 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.

(b) Income tax

The Club is exempt from income tax under Section 50-45 of the Income Tax Assessment Act 1997. This exemption is subject to the provisions that the legislation does not change and that the objects and activities of the Club do no alter in future years.

(c) Comparative figures

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

(d) Authorisation of Financial Statements

The financial statements were authorised for issue on 24 June 2026 by the Directors.

2 Revenue

The Club recognises revenue when it transfers control over a product or service to a customer. Revenue is measured based on the amount of consideration expected to be received in exchange for the transfer of the good or service to the customer.

	2026 $	2025 $
Revenue from contracts with customers		
- Trading revenue	**5,856,785**	5,219,845
Other revenue from contracts with customers		
- Member subscriptions	**78,186**	68,837
- Functions income	**72,061**	66,263
- Total other revenue from contracts with customers	**150,247**	135,100
Total revenue from contracts with customers	**6,007,032**	5,354,945
Other income from ordinary activities		
- Commissions received	**25,704**	22,915
- Sponsorships received	**27,579**	38,746
- Rebate for GST on gaming machine duty	**17,176**	17,180
- Interest income	**4,871**	-
- Other income	**34,894**	31,329
Total other income from ordinary activities	**110,224**	110,170
Total Revenue	**6,117,256**	5,465,115

(a) Revenue from Contracts with Customers

Revenue from the sale of goods is recognised at the point of delivery.

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

Gaming machine revenue is recognised at the point of sale and represents the difference between the amounts earned through gaming wagers less the payouts from those wagers. Liabilities are recognised for anticipated payouts for progressive jackpots.

Revenue from membership subscriptions is recognised on a straight-line basis over the membership period.

(b) Other Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

3 Cash and Cash Equivalents

	2026	2025
	$	$
Cash on hand	**150,000**	100,000
Cash at bank	**444,069**	324,825
Term deposits with a maturity date of less than 12 months	**400,992**	-
Other cash and cash equivalents	**(15,930)**	26,827
	979,131	451,652

4 Trade and Other Receivables

CURRENT		
Trade receivables	**34,876**	32,659
Other receivables	**15,771**	17,286
	50,647	49,945

5 Intangible Assets

Gaming machine licences at cost	**73,166**	73,166

The recoverable amount of gaming machine entitlements is based on fair value less costs to sell.

The methodology used to determine fair value less costs to sell is the observable market price per unit as at reporting date.

Gaming machine entitlements have been assessed as having an indefinite useful life. An indefinite useful life is supported by the absence of an expiry date. Factors that were important in determining this indefinite useful life include current government policy, current market conditions and current economic conditions.

The Directors' assessment of the market value of the gaming machine entitlements as at 30 April 2025 was approximately $15,000 to $20,000 per entitlement.

(a) Gaming machine entitlements

Gaming machine entitlements are recognised at cost of acquisition. Directors have assessed that gaming machine entitlements have an indefinite useful life. These assets are tested annually for impairment and carried at cost less accumulated impairment losses.

6 Property, Plant and Equipment

	2026 $	2025 $
Capital equipment in progress		
At cost	**19,385**	-
Total capital works in progress	**19,385**	-
Plant and equipment		
At cost	**1,301,365**	1,264,368
Less accumulated depreciation	**(1,109,486)**	(1,002,081)
Total plant and equipment	**191,879**	262,287
Leasehold Improvements		
At cost	**7,289,249**	7,271,901
Accumulated amortisation	**(5,669,729)**	(5,438,123)
Total leasehold improvements	**1,619,520**	1,833,778
Greens and equipment		
At cost	**492,317**	489,395
Accumulated depreciation	**(370,514)**	(333,538)
Total greens and equipment	**121,803**	155,857
Gaming machines		
At cost	**992,734**	825,764
Accumulated depreciation	**(740,133)**	(662,060)
Total gaming machines	**252,601**	163,704
Total property, plant and equipment	**2,205,188**	2,415,626

(a) Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

(b) Depreciation

The depreciable amount of all fixed assets including leasehold improvements and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Club commencing from the time the asset is held ready for use.

6 Property, Plant and Equipment

(b) Depreciation

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

Class of Fixed Assets	Depreciation Rate
Leasehold Improvements	1 - 25%
Plant and Equipment	5% - 50%
Greens and Equipment	5% - 20%
Gaming Machines	10% - 33%

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's 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 and losses are included in the statement of profit or loss and other comprehensive income.

(c) Impairment of non-financial assets

At the end of each reporting period the Club assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

(d) Movements in Carrying Amounts

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

	Capital WIP	Plant and Equipment	Leasehold Improvements	Greens and equipment	Gaming machines	Total
	$	$	$	$	$	$
Balance at the beginning of year	-	262,287	1,833,778	155,857	163,704	2,415,626
Additions	19,385	36,997	17,348	2,922	166,970	243,622
Depreciation expense	-	(107,405)	(231,606)	(36,976)	(78,073)	(454,060)
Balance at 30 April 2026	19,385	191,879	1,619,520	121,803	252,601	2,205,188

(e) Core & non-core property

As required by the Registered Clubs Act 1976 all Clubs are required to specify core and non-core property of the Club. As at 30 April 2026 the entire balance shown above in Leasehold Improvements is core property. For further disclosure of core and non-core property refer to the Directors' Report.

7 Right-of-use Assets

The Club's lease portfolio includes the Clubhouse land and Carpark land from the Council of the City of Lake Macquarie that has a lease has a term of 30 years. The Club also has a photocopier lease with a term of 4 years and a till system lease with a term of 3 years.

	2026	2025
	$	$
Leased Clubhouse Land and Carpark Land	**298,868**	331,064
Accumulated amortisation	**(94,772)**	(82,766)
	204,096	248,298
Leased Equipment	**23,847**	136,233
Accumulated amortisation	**(6,359)**	(92,123)
	17,488	44,110
	221,584	292,408
(i) AASB 16 related amounts recognised in the Statement of Profit or Loss and Other Comprehensive Income		
Amortisation change related to right-of-use assets	**38,629**	58,499
Interest expense on lease liabilities	**10,019**	12,671
(ii) Total future lease payments at the end of the reporting period		
Future lease payments are due as follows:		
Within one year	**21,534**	47,667
One to five years	**78,491**	93,025
Greater than 5 years	**189,600**	234,000
	289,625	374,692
(iii) Movement in carrying amounts		
Leased land and building		
Opening carrying amount	**292,408**	332,148
Amortisation expense	**(38,628)**	(58,499)
New leases	**-**	23,847
Lease modification adjustment	**(32,196)**	(5,088)
	221,584	292,408

7 Right-of-use Assets

At inception of a contract, the Club assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Club where the Club is lessee. However all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Club uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentive;

- lease payments under extension options if lessee is reasonably certain to exercise the options; and

- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

Certain lease arrangements include variable lease payments that are linked to the Club's revenue. These variable lease payments are not included in the measurement of the lease liability as they depend on future revenue and are recognised as an expense in the period in which the relevant revenue is generated. Variable lease payments recognised as an expense during the year ended 30 April 2026 amounted to $29,255 (2025: $27,498).

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated amortisation and impairment losses.

Right-of-use assets are amortised over the lease term or useful life of the underlying asset whichever is the shortest.

Lease term and option to extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgement that the Club will make. The Club determines the likelihood to exercise the options on a lease-by-lease basis, looking at various factors such as which assets are strategic and which are key to the future operations of the Club.

Valentine Bowling Club Co-Operative Limited

ABN 85 055 077 247

Notes to the Financial Statements
For the Year Ended 30 April 2026

8 Trade and Other Payables

	2026 $	2025 $
CURRENT		
Trade payables	**225,873**	128,280
Other payables and accrued expenses	**293,761**	197,840
	519,634	326,120
NON-CURRENT		
Other payables and accrued expenses	**10,196**	25,403
	10,196	25,403

9 Borrowings

NON-CURRENT		
Secured liabilities:		
Bank loan	**-**	70,000
Total non-current borrowings	**-**	70,000

(a) Security

The bank loan was secured by:

- Assignment of lease given by Valentine Bowling Club Co-Operative Ltd.
- Debenture over charge given by Valentine Bowling Club Co-Operative Ltd.

(b) Unrestricted access was available at balance date to the following lines of credit:

Bank loan facility	**-**	620,000

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Notes to the Financial Statements
For the Year Ended 30 April 2026

10 Provisions

	2026	2025
	$	$
CURRENT		
Employee benefits	**82,571**	74,400
NON-CURRENT		
Employee benefits	**12,496**	12,496
Provision for make good	**50,000**	50,000
	62,496	62,496

(a) Employee benefits

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at their nominal amount as it has been determined that they are not materially different from their present value.

(b) Provision for Make Good

The Club (lessee) is required to restore the leased premises which it occupies at the end of the lease term to the condition at the beginning of the lease subject to fair wear and tear. A provision has been recognised for the estimated expenditure required to meet the requirements of the lease in relation to "make good". These costs have been included in the calculation of the right-of-use asset and is amortised over the term of the lease.

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Notes to the Financial Statements
For the Year Ended 30 April 2026

11 Other Liabilities

	2026	2025
	$	$
CURRENT		
Subscriptions in advance	**49,605**	44,858
Function income in advance	**37,919**	30,995
Monies held for ladies bowls	**22,896**	18,196
Other liabilities	**11,346**	23,300
	121,766	117,349

	2026	2025
	$	$
NON-CURRENT		
Subscriptions in advance	**8,491**	18,800
	8,491	18,800

12 Capital and Leasing Commitments

(a) Capital commitments

Capital expenditure commitments contracted for:		
Furniture purchase	**15,233**	-

13 Auditors' Remuneration

HLB Mann Judd Assurance (Newcastle) Pty Ltd:		
- Audit of the financial statements	**15,600**	-
- Accounting and other services	**182**	-
Cutcher & Neale Group*		
- Audit of the financial statements (Cutcher & Neale Assurance Pty Ltd)	**-**	15,000
- Accounting and other services (Cutcher & Neale Assurance Pty Ltd)	**-**	829
Total	**15,782**	15,829

*Cutcher & Neale Assurance Pty Ltd rebranded to HLB Mann Judd Assurance (Newcastle) Pty Ltd during the year, and no longer forms part of Cutcher & Neale Group.

14 Interests of Key Management Personnel

The total remuneration paid to the key management personnel of Valentine Bowling Club Co-Operative Limited during the year are as follows:

Key management personnel compensation	**153,563**	137,639

Valentine Bowling Club Co-Operative Limited

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Notes to the Financial Statements
For the Year Ended 30 April 2026

15 Related Party Transactions

The Club's main related parties are as follows:

(a) Key Management Personnel of the Club

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Club, directly or indirectly, including any Director (whether executive or otherwise) of the Club, is considered key management personnel. Refer to Note 14.

16 Events after the Reporting Date

The financial report was authorised for issue on 24 June 2026 by the Board of Directors.

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