Hexham Bowling Club Co-operative Limited

ABN: 51 951 016 993

Summary Financial Report

For the year ended 31 March 2026

Hexham Bowling Club Co-operative Limited

Table of contents

For the year ended 31 March 2026

The financial statements and other specific disclosures have been derived from Hexham Bowling Club Co-Operative Limited's full financial statements for the year ended 31 March 2026. Other information included in the Summary Financial Statements is consistent with the Club's full financial statements.

The Summary Financial Statements do not, and cannot be expected to, provide as full an understanding of the financial performance, financial position and financing and investing activities of the Club as does the full financial statements.

A copy of the Club's 2026 full financial statements, including the independent audit report, is available to all members and will be sent to members without charge upon request.

Hexham Bowling Club Co-operative Limited

Directors' report

31 March 2026

The directors present their report on Hexham Bowling Club Co-operative Limited for the financial year ended 31 March 2026.

Information on directors

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

- Leslie Carter
- Alfred Smith
- John Appleby
- Alan Mitchell
- Harry Lee
- Brian Weatherby
- Jane McKeand
- Barry Johnston

Leslie Carter	
Occupation	Retired Assistant Principal
Years service	14
Meetings attended	9 out of 10
Special responsibilities	Chairperson

Alfred Smith	
Occupation	Retired
Years service	18
Meetings attended	10 out of 10
Special responsibilities	Vice Chairperson

John Appleby	
Occupation	Retired
Years service	13
Meetings attended	9 out of 10
Special responsibilities	Director

Alan Mitchell	
Occupation	Retired
Years service	22
Meetrings attended	4 out of 4 - Resigned 31 August 2025
Special responsibilities	Director

Information on directors (continued)

Harry Lee	
Occupation	Retired marketing Director
Years service	8
Meetings attended	8 out of 10
Special responsibilities	Director

Brian Weatherby	
Occupation	Retired
Years service	2
Meetings attended	10 out of 10
Special responsibilities	Director

Jane McKeand	
Occupation	Retired
Years of service	2
Meeting attended	10 out of 10
Special responsibilities	Director

Barry Johnston	
Occupation	Retired
Years of service	Appointed 31 August 2025
Meetings attended	6 out of 6
Special responsibilities	Director

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

Principal activities

The principal activity of Hexham Bowling Club Co-operative Limited during the financial year was conduct of a licenced bowling club..

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

Operating results

The profit/(loss) of the Company after providing for income tax amounted to $647,932 (2025: $369,517).

Review of operations

A review of the operations of the Company during the financial year and the results of those operations show gross profit from bar trading of $595,164 ($606,462 in 2025) and net poker machine revenue of $2,492,902 ($2,455,883 in 2025).

Significant changes in state of affairs

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

Events after the reporting date

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

Environmental issues

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

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Hexham Bowling Club Co-operative Limited.

Proceedings on behalf of the Co-operative

No person has applied for leave of court.

Disclosure of Core and Non-core property

Pursuant to Section 41J(2) of the Registered Clubs Act 1976 and for the financial year ended 31 March 2026, the Directors have determined that the property of the Club shall be classified as follows:

Adress	Current Usage	Core or Non-core
Old Maitland Road, Hexham NSW, 2322	Club premises and carpark	Core
55 Maitland Road, Hexham NSW	Vacant lot	Non-core
53-61 Beach Street, Harrington NSW 2427	Rental property	Non-core
8 latham avenue, Harrington NSW 2427	Rental property	Non-core

Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the *Co-operatives National Law (NSW) and the Co-operatives National Regulations (NSW)*, for the year ended 31 March 2026 has been received and can be found on page 6 of the financial report.

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

Director

Director

Dated: 17 June 2026

Auditor's independence declaration to the directors of Hexham Bowling Club Co-operative Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 March 2026, there have been:

- no contraventions of the auditor independence requirements as set out in section 307C of the *Co-operatives National Law (NSW) and the Co-operatives National Regulations (NSW)* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

Reassurance Audit Services Pty Ltd

Reassurance Audit Services Pty Ltd

MWalmsley

Mark Walmsley

Partner

Stockton, NSW, 17 June 2026

Hexham Bowling Club Co-operative Limited

Summary Statement of profit or loss and other comprehensive income

For the year ended 31 March 2026

	Note	2026 $	2025 $
Revenue	5	4,307,104	4,278,573
Finance income	6	21,279	27,300
Other income	**5**		
Commissions		27,985	29,923
Rental income		169,234	162,329
Net gain on disposal		30,007	-
Fair value adjustment to investment property		80,000	75,000
Other income		78,176	23,643
Total Other income		385,402	290,895
Total income		4,713,785	4,596,768
Changes in inventories of finished goods and work in progress		(4,606)	(5,067)
Raw materials and consumables used		(653,303)	(659,333)
Depreciation and amortisation		(455,537)	(435,266)
Employee benefit expenses		(1,880,457)	(1,767,001)
Finance expenses	6	(29,568)	(11,617)
Rental property expenses		(91,369)	(85,248)
Other expenses		(1,455,365)	(1,385,963)
Bar expenses		(51,527)	(41,682)
Catering expenses		(4,069)	(5,936)
Gaming expenses		(520,370)	(521,419)
Bowls expenses		(57,337)	(35,467)
Paper gaming expenses		(20,914)	(12,286)
Construction work-in-progress written off		(137,295)	-
Total expenses		(5,361,717)	(4,966,285)
Profit/(loss) before income taxes		(647,932)	(369,517)
Income tax		-	-
Profit/(loss) from continuing operations		(647,932)	(369,517)
Profit/(loss) for the year		(647,932)	(369,517)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		(647,932)	(369,517)

The accompanying notes form part of these financial statements.

Hexham Bowling Club Co-operative Limited

Summary Statement of financial position
As at 31 March 2026

	Note	2026 $	2025 $
Assets			
Current assets			
Cash and cash equivalents	8	1,019,033	1,419,855
Trade and other receivables	9	20,711	40,546
Inventories	10	29,686	35,471
Other assets	14	86,776	81,038
Total current assets		1,156,206	1,576,910
Non-current assets			
Property, plant and equipment	11	1,770,313	1,921,959
Intangible assets	13	71,495	71,495
Investment properties	12	2,795,000	2,715,000
Right-of-use assets	15	18,095	27,142
Total non-current assets		4,654,903	4,735,596
Total assets		5,811,109	6,312,506
Liabilities			
Current liabilities			
Trade and other payables	16	503,831	424,095
Borrowings	17	120,171	49,098
Employee benefits	19	126,349	97,932
Lease liabilities	15	9,605	9,011
Other liabilities	18	48,579	85,871
Total current liabilities		808,535	666,007
Non-current liabilities			
Employee benefits	19	48,254	65,216
Lease liabilities	15	10,238	19,842
Other liabilities	18	49,596	19,283
Total non-current liabilities		108,088	104,341
Total liabilities		916,623	770,348
Net assets		4,894,486	5,542,158
Equity			
Retained earnings		4,894,486	5,542,158

The accompanying notes form part of these financial statements.

Hexham Bowling Club Co-operative Limited

Summary Statement of changes in equity

For the year ended 31 March 2026

2025	**Retained earnings**	**Total**	**Total equity**
	$	**$**	**$**
Opening balance	5,911,675	5,911,675	5,911,675
Profit for the year / (loss)	(369,517)	(369,517)	(369,517)
Closing balance	5,542,158	5,542,158	5,542,158

2026	**Retained earnings**	**Total**	**Total equity**
	$	**$**	**$**
Opening balance	5,542,158	5,542,158	5,542,158
Retrospective adjustment - AASB	260	260	260
	5,542,418	5,542,418	5,542,418
Profit for the year / (loss)	(647,932)	(647,932)	(647,932)
Closing balance	4,894,486	4,894,486	4,894,486

The accompanying notes form part of these financial statements.

Hexham Bowling Club Co-operative Limited

Summary Statement of cash flows

For the year ended 31 March 2026

	Note	2026 $	2025 $
Cash flows from operating activities:			
Receipts from customers		4,595,355	4,961,930
Payments to suppliers and employees		(4,757,576)	(4,950,830)
Interest received		21,279	27,234
Finance costs		(29,568)	(11,617)
Net cash flows from/(used in) operating activities		(170,510)	26,717
Cash flows from investing activities:			
Proceeds from sale of plant and equipment		19,545	-
Purchase of property, plant and equipment		(284,382)	(218,838)
Net cash provided by/(used in) investing activities		(264,837)	(218,838)
Cash flows from financing activities:			
Proceeds from borrowings		628,985	122,745
Repayment of borrowings		(585,917)	(121,883)
Repayment of lease liabilities		(9,010)	(8,453)
Net cash provided by/(used in) financing activities		34,058	(7,591)
Net increase/(decrease) in cash and cash equivalents		(401,289)	(199,712)
Cash and cash equivalents at beginning of year		1,420,322	1,620,034
Cash and cash equivalents at end of financial year	8	1,019,033	1,420,322

1. Material accounting policy information

(a) Basis of preparation

The summary financial statements have been prepared from the audited financial statements of Hexham Bowling Club Co-Operative Limited for the year ended 31 March 2026. The audited report for the year ended 31 March 2026 is available upon request from Hexham Bowling Club Op-Operative Limited.

The financial statements, specific disclosures and the other information included in the summary financial statements are derived from and are consistent with the full financial statements of Hexham Bowling Club Co-Operative Limited. The summary financial statements cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of Hexham Bowling Club Co-Operative Limited as the full financial statements.

The accounting policies have been consistently applied to Hexham Bowling Club Co-Operative Limited and are consistent with those of the financial year in the entirety.

The presentation currency used in the financial statements is Australian dollars.

There have been no changes to the accounting policies of the Club from last year.

(b) Subsidiary Clubs

In accordance with the Hexham Bowling Club Co-Operative Limited by-law the Board may form, terminate, control and regulate the Club's subsidiary Clubs. The Subsidiary Clubs bank account balances have been recognised in the financial statements.

2. Revenue and other income

a. Revenue from continuing operations

	2026 $	2025 $
Revenue from contracts with customers		
Sale of goods	1,339,835	1,391,614
Gaming Machine Net Income	2,492,902	2,455,883
Member subscriptions	36,630	42,969
Other revenue from contracts with customers	276,075	241,931
Commission income	143,058	128,996
	4,288,500	4,261,393
Revenue from other sources		
Other revenue from other sources		
Gaming Machine GST Rebate	18,604	17,180
	18,604	17,180
	4,307,104	4,278,573

b. Other income

	2026 $	2025 $
Commissions	27,985	29,923
Rental income	169,234	162,329
Net gain on disposal	30,007	-
Fair value adjustment to investment property	80,000	75,000
Other income	78,176	23,643
	385,402	290,895

Information on Hexham Bowling Club Co-Operative Limited Summary Financial Statements

The financial statements, disclosures and discussion and analysis in the summary financial statements have been derived from the 31 March 2026 financial statements of Hexham Bowling Club Co-Operative Limited.

A copy of the full financial statements and auditors report will be sent to any member, free of charge, upon request. The summary financial statements cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Club as the full financial statements.

The discussion and analysis is provided to assist members in understanding the summary financial statements.

Summary Statement of Profit or Loss and Other Comprehensive Income

The loss from ordinary activities attributable to members for the year was $647,932, compared to a loss of $369,517 in the previous year. The losses can be directly attributed to the impact on operations from the ongoing roadworks.

Revenue

The investment properties have been revalued at year end with a revaluation increase of $80,000 recognised in the profit and loss statement. Net poker machine revenue increased by $37,019 and raffle income increased by $38,126. The club received an insurance recovery of $42,972. Bar sales remained steady and revenue from catering and weddings decreased.

Expenses

Employee benefits expense increased by $113,456, depreciation and amortisation increased by $20,271 and construction work in progress of $137,295 has been written off.

Summary Statement of Financial Position

Assets
Cash assets decreased by $400,822 and net property, plant and equipment decreased by $151,646. This has been offset by the revaluation increase in investment properties of $80,000.

Liabilities
Increases have occurred in trade and other payables of $79,736, borrowings of $71,073 and employee leave provisions of $11,455

Summary Statement of Changes in Equity

The equity of the Club has decreased by the reported loss for the year.

Summary Statement of Cash Flows

The Club's cash position has decreased during the year by $401,289. The main changes in cash flows include:

- Cash flows from operating activities are negative, which is consistent with the operating loss.
- Net capital assets purchased during the year are $264,837
- The Club had new borrowings of $628,985 and repaid $594,927. The borrowings include a building loan, insurance funding and lease liability.

In the directors opinion:

1. the financial statements and notes for the year ended 31 March 2026 are in accordance with the *Co-operatives National Law (NSW) and the Co-operatives National Regulations (NSW)* and:
   - comply with Australian Accounting Standards - Simplified Disclosures; and
   - give a true and fair view of the financial position as at 31 March 2026 and of the performance for the year ended on that date of the Company.
2. there are reasonable grounds to believe that the Co-operative will be able to pay its debts as and when they become due and payable with the continuing support of creditors.

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

Director

Director

Dated: 17 June 2026

Independent audit report to the members of Hexham Bowling Club Co-operative Limited

Report on the audit of the financial report

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 March 2026, the summary statement of profit or loss and other comprehensive income, the summary statement of changes in equity, the summary statement of cash flows, discussion and analysis of the financial statement and the Directors Declaration for the year then ended, and related notes, are derived from the audited financial statements of Hexham Bowling Club Co-Operative Limited for the year ended 31 March 2026.

In our opinion, the accompanying summary financial statements are consistent, in all material respects with the audited financial statements, on the basis described in Note 1.

Summary Financial Statements
The summary financial statements do not contain all the disclosures required by *Australian Accounting Standards – Simplified Disclosures.* Reading of the summary financial statements and the auditor's report thereon, therefore, is not substituted for reading the audited financial statements and auditor's report thereon.

The Audited Financial Report and Our report Thereon
We expressed an unmodified audit opinion on the audited financial report in our report dated 17 June 2026.

Directors' Responsibility for the Summary Financial Statements
The Directors are responsible for the preparation of the summary financial statements on the basis described in Note 1.

Auditor's Responsibility
Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial report based on our procedures, which are conducted in accordance with Auditing Standard *ASA 810 Engagements to Report on Summary Financial Statement*

Reassurance Audit Services Pty Ltd

Reassurance Audit Services Pty Ltd

Mark Walmsley

Mark Walmsley

Partner

Stockton, NSW, 17 June 2026