Charlestown Bowling Club Limited

ABN 38 609 055 115

Annual Financial Report for the year ended 30 June 2026

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These financial statements are the financial statements of Charlestown Bowling Club Limited. The Club operates two venues being Club Charlestown and Club Lambton and the financial report represents the combination of the two venues. The financial statements are presented in Australian currency.

The financial statements were authorised for issue by the Directors on 22 September 2026. The Directors have the power to amend and reissue the financial statements.

Directors report

Your Directors' present their report on Charlestown Bowling Club Limited ("the Club") for the year ended 30 June 2026.

Directors details
The following persons were Directors of Charlestown Bowling Club Limited during the financial year and up to the date of this report:

Mr George Adams
Chairperson
Director since 2015

Worked for 43 years in NSW public service in a range of departments. Also spent 7 years at TAFE NSW teaching at the business management faculty. Qualifications obtained include: Master of Business Administration, personnel administration certificate, graduate certificate in management, VET initial teaching and learning, and Cert 1V workplace training and assessment.

Mr Milton Rigby
Director
Director since 2012

Retired draftsman and mechanical engineer; Justice of the Peace.

Mr Ian Percival
Director
Director since 2016

Retired fire safety manager at John Hunter Hospital. Qualifications obtained include fire safety management and enterprise trainer.

Mr Ross Collinson
Director
Director since 2021

Retired Contract Manager/Billing Officer/ Policy Administrator

Mrs Leeanne Farmer
Director
Director since 2024

Retired - Business Development Manager; 35 years spent in Insurance Broking, training & educating, holding various management positions. Qualifications obtained; Advanced Diploma Financial Services, Certificate IV in Workplace Training & Assessment along with various business administration certificates.

Mr Glenn Dewhurst
Director
Appointed 20 October 2025

Part owner of Printnova Newcastle for more than 15 years and brings significant media industry experience through roles as a cameraman and sports director with Channel 9 and Fox Sports.

Mr Glenn Fielding
Director
Appointed 20 October 2025

Worked as an estimating and design manager for the electrical switchboard industry. He is also a qualified electrician.

Mr Allan Collins
Director
Appointed 23 December 2025

Fellow Institute of Public Accountants, Advanced Diploma of Business Management. Held senior finance and accounting positions for over 30 years and the last 20 years as finance manager in Aged Care and Disability sectors.

Mr Paul Joyce
Director - Finance
Director since 2024, Resigned 29 October 2025

Currently employed as General Manager at Hancock Speedway Qualifications obtained; Advanced Diploma of Leadership & Management, Diploma in Business, Diploma in Accounting and Certificate III in Business Management.

Company secretary
Mr Michael Gray has been CEO of the Club since October 2015 and was appointed to the position of Company Secretary of Charlestown Bowling Club Limited at that date.

Directors' report (cont.)

Director's meetings
The number of meetings the Directors held during the year and the number of meetings attended by each director is as follows:

		Board meetings	
Board members		**A**	**B**
Mr George Adams		12	12
Mr Milton Rigby		12	12
Mr Ian Percival		12	12
Mr Ross Collinson		12	10
Mrs Leeanne Farmer		12	9
Mr Glenn Dewhurst	Appointed 20 October 2025	9	6
Mr Glenn Fielding	Appointed 20 October 2025	9	8
Mr Allan Collins	Appointed 23 December 2025	6	5
Mr Paul Joyce	Resigned 29 October 2025	4	3

Where:
- column A: the number of meetings the Director was entitled to attend
- column B: the number of meetings the Director attended

Core and non-core property
Pursuant to Section 41E(5) of the *Registered Clubs Act 1976 (NSW)* for the financial year ended 30 June 2026, the following land and buildings are considered to be core and non-core property:

Core
- Freehold property situated at 5 Lincoln Street Charlestown, NSW, 2290.
- Leasehold property situated at 51 Karoola Road Lambton, NSW, 2299.

Principal activities
During the year, the principal activities of the Club were the running of a licensed Club for the benefit of its members and to meet the Club's objectives under its constitution.

Significant changes in state of affairs
There have been no significant changes in the nature of these activities during the year.

Events since the end of the financial year
No other 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.

Short-term and long-term objectives
The Club's short-term and long-term objectives are to:
- Provide the best facilities available to members and their guests, including the promotion of the game of bowls.

To achieve these objectives the Club has adopted the following strategies:
- Maintain or increase existing revenue levels and control costs to maintain profitability which will allow the Club's premises to be continually improved.

Performance measurement
The Club measures its performance against industry benchmarks, gross profit percentage and wages to sales percentages to measure the financial performance of trading areas such as bar and gaming. The Club also uses EBITDA to measure the financial performance of the Club overall.

Directors' report (cont.)

Contribution in winding up
The Club is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of $1 each towards meeting any outstanding obligations of the Club. At 30 June 2026, the total amount that members of the Club are liable to contribute if the Club wound up is $14,285 (2025: $13,802).

Rounding of amounts
In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183*, the amounts in the Directors' report have been rounded to the nearest dollar.

Auditor's independence declaration
A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6 and forms part of this Directors' report.

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

George Adams - Director

Ian Percival - Director

Dated: 22 September 2026
Charlestown, NSW

Level 5, 12 Stewart Avenue
Newcastle West NSW 2302

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Maitland NSW 2320

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Auditor's independence declaration

To the Directors' of Charlestown Bowling Club Limited

In accordance with section 307C of the *Corporations Act 2001* , I declare to the best of my knowledge and belief in relation to the audit of the financial report of Charlestown Bowling Club Limited for the year ended 30 June 2026, there have been:

(a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

(b) no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the audit.

Kirsty Porteous - Partner

Pitcher Partners NH Partnership
Chartered Accountants

Dated: 22 September 2026
Newcastle West, NSW

Adelaide | Brisbane | Melbourne | Newcastle | Perth | Sydney

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Charlestown Bowling Club Limited

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2026

	Notes	2026 $	2025 $
Revenue from continuing operations	2	**21,001,681**	19,722,885
Other income		**85,668**	110,264
Bar cost of goods sold		**(1,441,598)**	(1,382,383)
Bar direct expenses		**(1,366,992)**	(1,311,157)
Bistro cost of goods sold		**(1,340,505)**	(1,349,781)
Bistro direct expenses		**(2,177,150)**	(2,208,829)
Gaming direct expenses		**(3,376,749)**	(3,129,590)
Womens bowls expenses		**(116,952)**	(130,891)
Members amenities		**(3,851,598)**	(3,738,732)
Clubhouse expenses		**(1,724,684)**	(1,596,776)
Administration expenses		**(3,573,160)**	(3,258,006)
Finance expenses		**(264,141)**	(252,233)
Mens bowls expenses		**(920,544)**	(781,099)
		(20,154,073)	(19,139,477)
Profit / (loss) before income tax		**933,276**	693,672
Income tax expense	1 (e)	**-**	-
Profit / (loss) for the year		**933,276**	693,672
Other comprehensive income		**-**	-
Other comprehensive income for the year, net of tax		**-**	-
Total comprehensive income / (loss) for the year		**933,276**	693,672

The above *statement of profit or loss and other comprehensive income* should be read in conjunction with the accompanying notes

Charlestown Bowling Club Limited

Statement of financial position

As at 30 June 2026

	Notes	2026 $	2025 $
ASSETS			
Current assets			
Cash and cash equivalents	4	**557,048**	1,291,132
Trade receivables	5	**202,709**	114,961
Inventories	6	**226,425**	215,731
Financial assets at amortised cost	7	**12,864**	8,863
Other assets	8	**302,606**	319,890
Total current assets		**1,301,652**	1,950,577
Non-current assets			
Financial assets at amortised cost	7	**29,806**	32,559
Financial assets at fair value through profit or loss	9	**80,964**	73,320
Property, plant and equipment	10	**23,654,751**	22,666,504
Intangible assets	11	**1,533,591**	1,533,591
Leased assets	12 (a)	**1,460,078**	1,463,823
Total non-current assets		**26,759,190**	25,769,797
Total assets		**28,060,842**	27,720,374
LIABILITIES			
Current liabilities			
Trade and other payables	13	**1,811,320**	1,281,756
Financial liabilities	14	**679,415**	1,079,755
Provisions	15	**573,041**	574,127
Other liabilities	16	**63,923**	61,430
Lease liabilities	12 (b)	**16,723**	46,765
Total current liabilities		**3,144,422**	3,043,833
Non-current liabilities			
Financial liabilities	14	**2,442,479**	3,129,071
Provisions	15	**102,158**	133,920
Lease liabilities	12 (b)	**1,475,421**	1,450,464
Total non-current liabilities		**4,020,058**	4,713,455
Total liabilities		**7,164,480**	7,757,288
Net assets		**20,896,362**	19,963,086
MEMBERS FUNDS			
Retained profits		**20,896,362**	19,963,086
Total members funds		**20,896,362**	19,963,086

The above *statement of financial position* should be read in conjunction with the accompanying notes

Charlestown Bowling Club Limited

Statement of changes in equity

For the year ended 30 June 2026

	Retained Profits	Total
	$	$
Balance at 1 July 2024	19,269,414	19,269,414
Profit/(loss) for the year	693,672	693,672
Other comprehensive income	-	-
Total comprehensive income for the year	**693,672**	**693,672**
Balance at 30 June 2025	**19,963,086**	**19,963,086**
Profit/(loss) for the year	933,276	933,276
Total comprehensive income for the year	**933,276**	**933,276**
Balance at 30 June 2026	**20,896,362**	**20,896,362**

The above *statement of changes in equity* should be read in conjunction with the accompanying notes

Charlestown Bowling Club Limited

Statement of cash flows

For the year ended 30 June 2026

	Notes	2026 $	2025 $
Cash flows from operating activities			
Receipts from members and customers		23,013,173	21,699,235
Payments to suppliers and employees		(19,865,059)	(19,871,885)
Interest received		211	23,001
Interest paid		(264,141)	(252,233)
Net cash inflow/(outflow) from operating activities		**2,884,184**	**1,598,118**
Cash flows from investing activities			
Payments for property, plant and equipment		(2,572,669)	(3,065,434)
Proceeds from sale of property, plant and equipment		88,136	84,480
Payments for intangibles		-	(50,000)
Proceeds from dividends		5,629	1,901
Payments for investment in shares		(5,667)	-
Transfer (to)/from interest bearing deposit		-	520,963
Net cash inflow/(outflow) from investing activities		**(2,484,571)**	**(2,508,090)**
Cash flows from financing activities			
Repayment of lease liabilities		(46,765)	(56,018)
Proceeds from borrowings		2,815,568	5,243,153
Repayment of borrowings		(3,902,500)	(3,539,226)
Net cash inflow/(outflow) from financing activities		**(1,133,697)**	**1,647,909**
Net increase/(decrease) in cash and cash equivalents		(734,084)	737,937
Cash and cash equivalents at the beginning of the financial year		1,291,132	553,195
Cash and cash equivalents at the end of the financial year	4	**557,048**	**1,291,132**

The above *statement of cash flows* should be read in conjunction with the accompanying notes

Notes to the financial statements

For the year ended 30 June 2026

1 Summary of material accounting policies

(a) Information about the entity

- Charlestown Bowling Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.
- Charlestown Bowling Club Limited is a not for profit entity for the purpose of preparing the financial report.
- The registered office of the Club is 5 Lincoln Street, Charlestown NSW 2290.
- The principal places of business of the Club are 5 Lincoln Street, Charlestown NSW 2290 and 51 Karoola Road, Lambton 2299.

(b) Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with *Australian Accounting Standards - Simplified Disclosures* , other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001.*

(c) Material accounting policy information

The material accounting policies applied in the preparation of this financial report are consistent with the previous period unless otherwise stated.

(d) Statement of compliance

This financial report complies with *AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for Profit Tier 2 Entities* as issued by the Australian Accounting Standards Board (AASB).

The financial report has been prepared on an accruals basis and is based on historical costs unless otherwise stated. The financial report is presented in Australian Dollars.

(e) Income Taxes

The Club is exempt from income tax under section 50-45 of the *Income Tax Assessment Act 1997* .

(f) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the ATO, are presented as operating cash flows.

(g) Rounding of amounts

The Club is of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183* . Amounts in these financial statements have been rounded to the nearest dollar in accordance with that Instrument.

(h) Working capital deficiency

As at 30 June 2026, Charlestown Bowling Club has a working capital deficiency of $1,842,770 (2025: $1,093,256), represented by current assets of $1,301,652 and current liabilities of $3,144,422. The increase in the deficiency is due to capital creditors relating to building improvements and debt reduction during the year.

The Directors have determined that the going concern basis of preparation is appropriate given the following:

(a) The Club has a cash balance at 30 June 2026 of $557,048.
(b) The Club reported a net profit of $933,276.
(c) The Club reported positive operating cashflows of $2,884,184 for the year ended 30 June 2026.
(d) The Club does not foresee any issues in continuing to meet the terms and conditions of its loans with the Bank.
(e) The Club has a loan redraw facility of $525,743 available until May 2032.
(f) It is expected that the existing financing facility with Westpac Bank which expires in August 2027 will be renegotiated and extended.
(g) The Club has prepared a budget forecast which supports the ability of the Club to meet its obligations.

The Directors are of the opinion the above will be achieved and the Club will continue as a going concern and meet its debts and commitments as they fall due. As a result, the Directors have prepared the financial report on a going concern basis.

(i) Comparative information

Comparative information has been adjusted to reflect current year disclosures where applicable.

2 Revenue

(a) Disaggregation of revenue from contracts with customers

The Club derives revenue from the transfer of goods and services over time and at a point in time for the following services:

2026	Food and beverage Revenue $	Bowling Revenue $	Raffle and Bingo Revenue $	Gaming Revenue $	Other Revenue $	Total $
Revenue from contracts with customers	**7,505,467**	**174,871**	**4,461,641**	**8,367,803**	**436,553**	**20,946,335**
Other revenue (not covered by AASB15)	**-**	**-**	**-**	**34,360**	**20,986**	**55,346**
	7,505,467	**174,871**	**4,461,641**	**8,402,163**	**457,539**	**21,001,681**
Timing of revenue recognition						
At a point in time	**7,505,467**	**174,871**	**4,461,641**	**8,402,163**	**371,643**	**20,915,785**
Over time	**-**	**-**	**-**	**-**	**85,896**	**85,896**
	7,505,467	**174,871**	**4,461,641**	**8,402,163**	**457,539**	**21,001,681**

2025	Food and beverage Revenue $	Bowling Revenue $	Raffle and Bingo Revenue $	Gaming Revenue $	Other Revenue $	Total $
Revenue from contracts with customers	6,931,940	176,638	4,236,712	7,954,413	378,143	19,677,846
Other revenue (not covered by AASB15)	-	-	-	35,907	9,132	45,039
	6,931,940	176,638	4,236,712	7,990,320	387,275	19,722,885
Timing of revenue recognition						
At a point in time	6,931,940	176,638	4,236,712	7,990,320	306,777	19,642,387
Over time	-		-	-	80,498	80,498
	6,931,940	176,638	4,236,712	7,990,320	387,275	19,722,885

(b) Accounting policies and significant judgements

The Club recognises revenue related to the transfer of promised goods or services when a performance obligation is satisfied and when control of the goods or services passes to the customer. The amount of revenue recognised reflects the consideration to which the Club is or expects to be entitled in exchange for those goods or services.

The Club considers whether there are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g. Loyalty Points Program). In determining the transaction price for the sale of goods, the Club considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

(i) Sale of goods - food and beverage revenue

The Club sells a range of food and beverages. Revenue from the sale of goods is recognised when the Club sells a product to the customer.

(ii) Provision of services - raffle and bingo revenue

Raffle and bingo revenue is recognised at a point in time when the customer takes possession of the ticket and the raffle or bingo game has been conducted as at this point the performance obligations have been satisfied.

(iii) Provision of services - gaming revenue

Revenue from rendering services from gaming facilities to members and other patrons of the club is recognised when the services are provided. Gaming revenue is measured at the fair value of the consideration received from the net position of the wagers placed less customer winnings paid out. Commission income where the Club acts as an agent for third parties who provide wagering services to members and guests is recognised at a point in time when the wagering transactions have been completed.

(iv) Other revenue

The Club recognises other revenue at a point in time when the performance obligation has been satisfied.

3 Other income and expense items

	2026 $	2025 $
(a) Other expenses		
Employee benefits expense	6,075,591	5,970,377
Depreciation and amortisation	1,820,052	1,458,277

4 Cash and cash equivalents

	2026 $	2025 $
Current		
Cash and cash equivalents	557,048	1,291,132
	557,048	1,291,132

Accounting policy

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts (if any).

5 Trade receivables

Current		
Trade receivables	202,709	114,961
	202,709	114,961

Accounting policy

Trade receivables are non-interest bearing and are generally due for payment within 30 days of the invoice date.

6 Inventories

Current		
Stock on hand - bar	144,763	127,158
Stock on hand - bistro	39,704	42,780
Other	41,958	45,793
	226,425	215,731

Accounting policy

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

7 Financial assets at amortised cost

Current		
Term deposits	5,000	5,000
Other receivables	7,864	3,863
	12,864	8,863
Non - Current		
Other receivables	29,806	32,559
	29,806	32,559

Accounting policy

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in interest income using the effective interest rate method.

8 Other assets

Current		
Prepayments	282,226	301,115
Other assets	20,380	18,775
	302,606	319,890

9 Financial assets at fair value through profit or loss

Non current		
Shares	80,964	73,320
	80,964	73,320

Accounting policy

Equity instruments are measured at fair value with changes in fair value recognised through profit or loss. Dividends received on these investments are recognised in the statement of profit or loss and other comprehensive income unless the distribution clearly represents a recovery of part of the cost of the investment.

10 Property, plant and equipment

Non-current assets	Land, buildings and bowling greens $	Plant and equipment $	Poker machines $	Capital WIP $	Total $
At 1 July 2025					
Cost	25,205,951	5,060,568	4,875,659	376,282	35,518,460
Accumulated depreciation	(5,796,254)	(3,530,364)	(3,525,338)	-	(12,851,956)
Net book amount	19,409,697	1,530,204	1,350,321	376,282	22,666,504
Year ended 30 June 2026					
Opening net book amount	19,409,697	1,530,204	1,350,321	376,282	22,666,504
Additions	38,727	465,382	602,677	1,680,331	2,787,117
Transfers	1,274,940	607,175	-	(1,882,115)	-
Disposals	-	(4,704)	(22,292)	-	(26,996)
Depreciation charge	(722,453)	(451,923)	(597,498)	-	(1,771,874)
Closing net book amount	20,000,911	2,146,134	1,333,208	174,498	23,654,751
Year ended 30 June 2026					
Cost	26,512,738	5,992,168	5,025,077	174,498	37,704,481
Accumulated depreciation	(6,511,827)	(3,846,034)	(3,691,869)	-	(14,049,730)
Net book amount	20,000,911	2,146,134	1,333,208	174,498	23,654,751

Accounting policy

(a) Land and buildings

Freehold land and buildings are carried at cost less any accumulated depreciation and any impairment in value.

(b) Plant and equipment, poker machines

Each class of plant and equipment and poker machines is carried at cost less any accumulated depreciation and any accumulated impairment losses.

(c) Depreciation

Depreciation is calculated on a straight line basis over the estimated useful life of the asset as follows:

Buildings and greens	10 - 50 years
Plant & Equipment	3 - 20 years
Poker Machines	2 - 5 years

(d) Capital work in progress

Capital work in progress represents costs incurred to date for projects which have not been completed at balance date. When projects are completed and are ready for use, the fixed assets will be recognised and depreciated over their effective life.

(e) Impairment

Property, plant and equipment are tested for impairment whenever events or circumstances indicate that the asset may be impaired.

For impairment assessment purposes, assets are generally grouped at the lowest levels for which there are largely independent cash inflows ('cash generating units'). Accordingly, most assets are tested for impairment at the cash generating unit level. An impairment loss is recognised when the carrying amount of an asset or cash generating unit (to which the asset belongs) exceeds its recoverable amount.

Significant accounting estimates and judgements

The useful life of property, plant and equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

11 Intangible assets

Non-current assets	Poker machine entitlements $	Total $
Year ended 30 June 2025		
Opening net book amount	1,533,591	1,533,591
Closing net book amount	1,533,591	1,533,591
As at 30 June 2025		
Cost	1,533,591	1,533,591
Net book amount	1,533,591	1,533,591
Year ended 30 June 2026		
Opening net book amount	1,533,591	1,533,591
Additions	-	-
Closing net book amount	1,533,591	1,533,591
As at 30 June 2026		
Cost	**1,533,591**	**1,533,591**
Net book amount	**1,533,591**	**1,533,591**

Accounting policy
Poker machine entitlements are intangible assets acquired separately and are capitalised at cost, the useful lives of these intangible assets are assessed to be indefinite. These are tested for impairment annually or whenever there is an indication that the intangible asset may be impaired. The value shown for the poker machine entitlements, being their cost plus transaction costs, were tested for impairment having regard to the market value of such entitlements and the cash flow generated from holding these assets, with no impairment loss adjustment required.

12 Leases

	2026 $	2025 $
The Club leases equipment being a photocopier as well as the land situated at the Club Lambton premises.		
a) Leased assets		
Non-current		
Leased assets	1,460,078	1,463,823

Reconciliation of leased assets	Land Lease $	Plant and Equipment $	Total $	Total $
At 1 July 2025	1,388,081	75,742	1,463,823	835,021
Lease modification	44,433	-	44,433	685,619
Amortisation	-	(48,178)	(48,178)	(56,817)
30 June 2026	1,432,514	27,564	1,460,078	1,463,823

b) Lease liabilities				
Current				
Lease liabilities	-	16,723	16,723	46,765
Non-current				
Lease liabilities	1,462,320	13,101	1,475,421	1,450,464
Total	1,462,320	29,824	1,492,144	1,497,229

Reconciliation of lease liabilities	Land Lease $	Plant and Equipment $	Total $	Total $
At 1 July 2025	1,420,640	76,589	1,497,229	867,628
Restatement of lease adjustment	41,680	-	41,680	685,619
Interest expense	71,032	2,338	73,370	65,623
Lease payments	(71,032)	(49,103)	(120,135)	(121,641)
Net movement during year	41,680	(46,765)	(5,085)	629,601
30 June 2026	1,462,320	29,824	1,492,144	1,497,229

12 Leases (continued)

Maturity analysis of future lease payments	Land Lease	Plant and Equipment	2026 Total	2025 Total
	$	$	$	$
Not later than 1 year	-	17,760	17,760	49,103
Later than 1 year and not later than 5 years	-	13,320	13,320	31,080
	-	31,080	31,080	80,183

Lease payments

The future lease commitment relating to the land lease in perpetuity has been recognised at the net present value of the current annual lease payment of $71,032 and discounted using the incremental borrowing rate noted below.

Accounting policy

Lease assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, on a basis that is consistent with the expected pattern of consumption of the economic benefits embodied in the underlying asset.

Lease liabilities are measured at the present value of the remaining lease payments. Interest expense on lease liabilities is recognised in profit or loss. Variable lease payments not included in the measurement of lease liabilities are recognised as an expense in the period in which they are incurred.

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

At the commencement date of the lease, the lease liability is initially recognised for the present value of non-cancellable lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Club’s incremental borrowing rate. The weighted average incremental borrowing rate is 5%.

Lease assets are tested for impairment whenever events or circumstances indicate that the asset may be impaired.

For impairment assessment purposes, assets are generally grouped at the lowest levels for which there are largely independent cash inflows ('cash generating units'). Accordingly, most assets are tested for impairment at the cash generating unit level. An impairment loss is recognised when the carrying amount of an asset or cash generating unit (to which the asset belongs) exceeds its recoverable amount.

Significant accounting estimates and judgements

The useful life of lease assets (where useful life is greater than the lease term) is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

Accounting for the Lease in Perpetuity with Crown Lands NSW - The accounting treatment of the Club's lease in perpetuity with Crown Lands NSW involves judgement and estimates in determining whether the contract grants rights that result in transfer of control of the asset to the Club and therefore results in the in-substance purchase of the Land. The Directors have determined that control of the asset does not transfer to the Club and as such the contract has been treated as a lease in accordance with AASB16 Leases.

Lessor

As lessor for operating leases, the Club recognises lease payments as income. The underlying asset is depreciated on a straight line basis over its expected useful life.

13 Trade and other payables

	2026 $	2025 $
Current		
Trade payables	1,165,502	764,801
Other payables and accruals	364,511	305,750
GST payable	281,307	211,205
	1,811,320	1,281,756

Accounting policy
Trade and other payables, including accruals, are non-interest bearing and are generally due for payment within 30 days of the invoice date.

14 Financial liabilities

Current		
Secured		
Bank loans (i)	679,415	1,079,755
Total secured financial liabilities	679,415	1,079,755
Non-current		
Secured		
Bank loans (i)	2,442,479	3,129,071
Total secured financial liabilities	2,442,479	3,129,071

(i) Secured liabilities
The Club's banking facilities are secured by a General Security Agreement over all present and future assets and undertakings of the Club, a business mortgage, and security over deposits held with the lender.

The Club has the following financing facilities with Westpac Bank Limited:-

	Total Facility	*Undrawn $*	*Monthly repayments*	*Interest Rate*	*Facility expiry*
Facility 1	1,739,887	-	39,214	6.15%	August 2027
Facility 2	1,907,750	525,743	34,823	8.13%	May 2032

Accounting policy

Financial liabilities are initially recognised at fair value, net of transaction costs incurred. Borrowing costs are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of profit or loss and other comprehensive income over the period of the borrowings using the effective interest rate method.

Financial liabilities are classified as current liabilities unless the Club has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

15 Provisions

Current		
Employee entitlements (i) & (ii)	494,344	501,225
Other	78,697	72,902
	573,041	574,127
Non-current		
Employee entitlements (ii)	102,158	133,920
	102,158	133,920

Accounting policy
(i) *Annual and sick leave*

Liabilities for annual leave and vesting sick leave expected to be settled within 12 months of the reporting date, are recognised in the provision for employee benefits in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Any annual leave expected to be settled beyond 12 months of the reporting date is measured at the present value of expected future payments.

(ii) *Long service leave*
The liabilities for long service leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period. Consideration is given to expected future wage levels and period of service. Discount rates of the Australian bond rates matching the estimated future cash outflows have been used.

16 Other liabilities

	2026 $	2025 $
Current		
Contract liabilities - membership income	48,197	47,515
Contract liabilities - income in advance	15,726	13,915
	63,923	61,430

17 Commitments

(i) Capital Commitments

There were no commitments for capital expenditure as 30 June 2026 (2025: Nil)

18 Contingent liabilities

Bank guarantee substituting for a security deposit for TAB facilities	6,000	6,000

19 Related parties

Transactions between related parties are on normal commercial terms and conditions, and are no more favourable than those available to other parties unless otherwise stated.

(a) *Key management personnel compensation*

Total key management personnel benefits	310,142	284,424

(b) *Transactions with other related parties*

Director Glenn Dewhurst has an ownership interest in the business of Printnova. During the year, Printnova provided printing and related services to the Club. Transactions with Printnova were conducted on normal commercial terms and conditions and were no more favourable than those available to other parties.	3,335	-
Total transactions with related parties	3,335	-

20 Remuneration of auditors

Auditor of the company		
Audit of the financial statements	24,900	23,800
Other services - taxation compliance services	960	800
Other services - accounting and other consulting services	22,970	18,200
	48,830	42,800

Consolidated entity disclosure statement

For the year ended 30 June 2026

Charlestown Bowling Club Limited is not required by Australian Accounting Standards to prepare consolidated financial statements.

Accordingly, in accordance with subsection 295 (3A) of the *Corporations Act 2001* , no further information is required to be disclosed in this consolidated entity disclosure statement.

Directors' declaration

In the Directors' opinion:

(a) the financial statements and notes set out on pages 7 to 19 are in accordance with the *Corporations Act 2001* , including:

(i) complying with *Australian Accounting Standards - Simplified Disclosures* , the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and

(ii) giving a true and fair view of the Club's financial position as at 30 June 2026 and of its performance for the financial year ended on that date, and

(b) there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable; and

(c) the consolidated entity disclosure statement required by subsection 295 (3A) of the *Corporations Act 2001* is true and correct.

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

George Adams - Director

Ian Percival - Director

Charlestown, NSW
22 September 2026

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Independent auditor's report

to the members of Charlestown Bowling Club Limited

Opinion

We have audited the financial report of Charlestown Bowling Club Limited (the Club) which comprises the statement of financial position as at 30 June 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 material accounting policies, the consolidated entity disclosure statement, and the Directors' declaration.

In our opinion, the accompanying financial report of Charlestown Bowling Club Limited is in accordance with the *Corporations Act 2001* including:

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

(ii) complying with *Australian Accounting Standards - Simplified Disclosures* and the *Corporations Regulations 2001* .

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 ("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 audit opinion.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Club's annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon. The other information provided at the date of this report comprises the CEO Report and Finance 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.

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 further to report in this regard.

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Independent auditor's report (cont.)

Responsibilities of the Directors for the financial report

The Directors of the Club are responsible for the preparation of:

a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the *Corporations Act 2001* ; and

b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001* ; and

for such internal control as the directors determine is necessary to enable the preparation of:

(i) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

(ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Club'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 Club or to cease operations, or have no realistic alternative but to do so.

Matters relating to the electronic presentation of the audited financial report

The auditor's report relates to the financial report of the Club for the year ended 30 June 2026 included on the Club's web site. The Club's Directors are responsible for the integrity of the Club's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

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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Independent auditor's report (cont.)

Auditor's responsibilities for the audit of the financial report (continued)

- 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.

Kirsty Porteous - Partner

Pitcher Partners NH Partnership
Chartered Accountants

22 September 2026
Newcastle West, NSW

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