

Bong Bong Picnic Race Club Limited

ABN 43 002 275 658

Financial Report for the 18 months ended 30 June 2019

Bong Bong Picnic Race Club Limited
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Chairman's Report

Members, Volunteers, fellow Directors and race goers, it has been an honour to pick up the challenge of Chairman of what I consider to be the best picnic race club in this State.

This report covers 18 months from 1 January 2018 as the Club resolved to change its end of financial year from 31 December to 30 June to correspond with reporting period of its governing body, Racing NSW.

A lot has happened since the last financial report. The loss of my predecessor, Dave Goulder, was a significant blow as Dave was considered "Mr Bong Bong" and had many years of involvement in both the Race Club and the Bowral Show Society. This was exacerbated by the untimely death of our Vice Chairman, John Parkes, who, with his experience as an Executive Director for TNT Transport, was able to provide stable and professional guidance to the Board. As always, our volunteers have rallied to fill the large gap. A further change has been the resignation of our longstanding maintenance volunteer and life Member, Kevin Brown. He has been replaced by Bruce Johnson however Kevin continues to take a personal interest in the high standards he has set. The death of Life Member, Don McMahon, was also unexpected. Don was on the Committee in the early days of the Club and maintained a close relationship for many years.

Achievements over the 18 month reporting period include a successful race day in 2018. Even though the wind provided its own challenges we were able to complete the 6 race programme and overall feedback has been good. We have completed the updating of the toilet block on "hillside" with some assistance from a grant through the State Government's "Community Building Partnership". Ground improvements have continued and we expect that the final stage of piping works for the watercourse on "roadside" will be ready for race day. Patrons in that area should find this area enjoyable no matter what the weather conditions have been.

The financial figures may cause confusion and concern to some Members as they show a change in declared profit of \$83k in 2017 to a \$55k loss. This is an accounting loss due to there being only 1 race day in the period but 18 months of outgoings. A return to reported profitability is expected in 2020 when normal 12 monthly reports are prepared using accounting standards and meeting the reporting requirements of the *Corporations Act*. In the meantime, the Club is in a strong financial position with cash reserves of \$198k.

Our plans for the future are the continued improvement of the Wyeera property and racetrack. These include an upgrade of the pavilion building, general irrigation and the provision of power and water to the main car park area. We are also working on improved Membership systems and reporting. This should be ready before the end of the year.

Special thanks go to:

Kevin Brown, his successor, Bruce Johnson, and their small group of volunteers who work tirelessly throughout the year;

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The Department of Correctional Services staff and the inmates at Berrima who have provided much needed support by way of grounds maintenance and general repairs including repainting the fence along Kangaloon Road.

Our clerical staff are now under the management of Lucinda Murchie. Peter Hales continues on as the Company Secretary. Heather Parkes and Maggie Stewart provide the experience and labour in all the co-ordination required for a successful race day.

Suzannah Cowley for her tireless work with promotions and work on race day with the big screen TV production.

Ian McMahan, our retired Chartered Accountant Member, for his expertise and preparation of the financial reports.

Simon Parks,
Chairman

A handwritten signature in blue ink that reads "Simon Parks". The signature is written in a cursive style with a period at the end.

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Directors' Report

The directors of Bong Bong Picnic Race Club Limited submit herewith the financial report of the company for the 18 month period commencing on 1 January 2018 and ending on 30 June 2019. By way of explanation of the financial period being 18 months instead of 12 months, the Board decided to change the end of period to 30 June instead of 31 December, partly to meet reporting requirements of Racing NSW. That decision was advised to Members in the previous annual report for the year ended 31 December 2017.

In order to comply with the provisions of the *Corporations Act 2001*, the directors report as follows:

Information about Directors

The names and particulars of the directors of the company during or since the end of the financial period are:

Simon P Parks - Chairman

Elected as a Director on 28 May 2004 and elected as Chairman in February 2019. Simon is a qualified electrician with successful local business; member of local volunteer Rural Fire Service; made a Life Member of the Race Club in 2016 in recognition of service over many years.

Ben C Parkes - Vice-Chairman

Appointed as a Director to fill a casual vacancy on 9 May 2018 and elected as Vice Chairman 13 February 2019. Ben has an Advanced Diploma in Work Health and Safety; Certificate 4 in Training & Assessment; Certificate 4 in HR Management.

Ralph J Nixon – Treasurer

Formerly Commercial Manager, Joy Global in Moss Vale. Ralph has a Bachelor of Economics from Macquarie University, a Diploma Securities Institute of Australia, and he is a Chartered Accountant with membership of Chartered Accountants Australia & New Zealand.

Alan Chittick

Retired Equine Veterinarian. Member Australian Turf Club. Member ATC Heritage Group. Associated with Bong Bong Picnic Race Club in various roles since the 1960's. B.V.Sc, MAC.VSc.

Andrew Murdoch

Experienced in livestock & equine industry and holds degrees in agriculture and business. Andrew has bachelors' degree in agriculture, B.Ag.

Louise Campbell

Elected at AGM in April 2017. Bachelor of Education, local schoolteacher, resident of Southern Highlands for 37 years. Member of Burradoo Polocrosse Club.

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Directors' Report (continued)

John Way

John is on the committee of the Moss Vale Show Society and he is connected with the equine industry through various associations over many years.

Christopher M Boggs

Chris is a Justice of the Peace NSW and he holds a Certificate 3 in Turf Management through TAFE. Previously eight years with the Commonwealth Bank as specialist lending Manager with accompanying internal training courses. Currently owner/operator of Total Turf Management and on the Committee of Bowral Kookaburras Seniors and Juniors Rugby League teams.

Suzannah Cowley

Elected at AGM 4 May 2018. Bachelor of Arts (Communications) majoring in broadcast journalism. Extensive experience in TV industry. Experience as Company Director with wholesale travel company, Alaska Bound.

Ashley Goulder

Appointed as a Director on 13 February 2019 to fill casual vacancy arising from death of his uncle and former Chairman, David Goulder. Ashley has been involved with thoroughbred racing for over 20 years. Currently managed stables for Cloud Nine Racing. Accredited farrier with Racing NSW.

Heather R Parkes

Appointed as a Director on 13 February 2019 to fill a casual vacancy arising from death of her husband and former Vice-Chairman, John Parkes. Heather has been involved with the Race Club for over 19 years mainly with the production of the annual race book and recently as race day co-ordinator. Her experience includes Manager, Special Publications with Rural Press; Chairman of Highland Media Co-operative; Secretary to Professors at the Sydney University Law School. She is a Director of a family company, Cranleigh Park Pty Ltd.

John B (Bruce) Johnson

Appointed as a Director 13 February 2019 to fill a casual vacancy arising from resignation of Kevin Brown.

Bruce is a lifelong resident of the Southern Highlands and has always been self-employed. Experience covers dairy farming, potato growing, newsagency, tomato growing and over the last 10 years, earthmoving.

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Directors' Report (continued)

Directors who ceased to hold office during the reporting period.

Kevin T Brown

Elected 11 October 2006. Manager of local bus service before retirement. Member of RAS and accredited judge of equine events. Kevin retired from the Board in February 2019

David J Goulder – Former Chairman

Elected as a Director on 3 July 1998 and elected as Chairman in 2014. Successful Farmer and previously operated an upholstery business. President of Bowral Show Society and associated with the Club since the 1970's. Involved in Club re-formation in 1992.

We lost David to lung cancer in December 2018 shortly after race day. He is remembered as being one of the founders of the modern period of Bong Bong Picnic Race Club. David was a tireless worker and organiser. His original involvement was through his wife Lyn, the daughter of Chairman, Harry Smith, and first female Club secretary. David was Vice Chairman for several years and was elected Chairman after the death of Rob Ritchie. He can be credited with many of the improvements that make Wyeera what it is today.

John T Parkes – Former Vice-Chairman

Elected 4 July 2011. John Parkes was the sole proprietor of Southern Highlands Stock Feed Manufacturing and Rural Supply Company; he was a former NSW Certified Mines Manager and General Manager of Bundanoon Sandstone and he had over 15 years of experience in transport and general business management experience at TNT.

We lost John to a heart operation in November 2018. He was appointed to the Board in 2011 and he was elected as Vice Chairman on the resignation of Sandy Walker. He had excellent business acumen and provided professional guidance to the administration of the Club over the past 7 years of continued change.

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Directors' Report (continued)

Directors' attendance at Board Meetings

During the period ended 30 June 2019, 18 board meetings of the Company were held. The following table sets out the number of meetings attended by each Director:

Director	Eligible to attend	Attended
Boggs C	18	16
Brown K	14	14
Campbell L	18	16
Chittick A	18	15
Cowley S	18	9
Goulder A	5	4
Goulder D	12	9
Johnson B	4	4
Murdoch A	18	13
Nixon R	18	15
Parkes B	14	6
Parkes H	5	3
Parkes J	12	8
Parks S	18	15
Way J	18	11

Principal activities

Bong Bong Picnic Race Club Limited (the "Club") is a company limited by guarantee that is incorporated and domiciled in Australia. The principal activity of the Club is the conduct the annual Bong Bong Picnic Race Club Race Meeting which includes the running of the Bong Bong Cup.

There was no significant change in the nature of that activity during the reporting period.

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Directors' Report (continued)

Company objectives

The objectives of the company are:

1. To maintain the company's property at Kangaloon Road, Bowral as a site for the running of a picnic horse race meeting on an annual basis.
2. To use the surplus capacity of the company's property in the provision of facilities for equine activities such as Dressage and Polocrosse.
3. To provide a site for community use such as the Bowral Show.
4. To ensure that the core activities of the Club generate income sufficient to maintain and to improve the facilities at Bowral.

Registered office and principal place of business

The registered office and principal place of business is 460 Kangaloon Road, Bowral NSW 2576.

Review of operations and significant items

Revenue for the period totalled \$472,817 compared with \$424,230 in 2017, representing an increase of \$48,587 or 11.5%.

The result for the financial period was a loss of \$54,927 (2017: a profit of \$83,587).

The company is exempt from paying income tax.

Changes in the state of affairs

There have been no other significant changes in the state of the company's affairs during the financial period.

Matters subsequent to the financial period

No matters or circumstances have arisen since the end of the financial period that may significantly affect the operations of the company, the results of those operations or the state of affairs of the company, in subsequent financial years.

Likely developments

The Company will continue to meet its contractual obligations in the ensuing financial year. Further information on likely developments in the company's operations and the expected results of operations has not been included because the directors are of the opinion that the disclosure of such information would unreasonably prejudice the company.

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Directors' Report (continued)

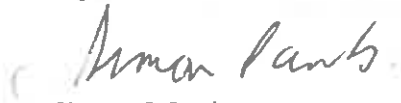
Environmental regulation

The Company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Dividends

The company is prohibited from paying dividends.

Signed in accordance with a resolution of the directors.



Simon P Parks

Director and Chairman of the Board

Bowral, New South Wales, 10 July 2019.

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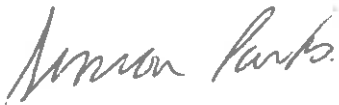
Directors' Declaration

In the opinion of the directors of Bong Bong Picnic Race Club Limited ("the Company"):

The financial statements and notes are in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2019 and of the performance for the 18 month period ended on that date; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*;
- (c) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors.



Simon Parks

Director and Chairman of the Board

Bowral, New South Wales, 10 July 2019.

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Statements of profit and loss for the 18 months ended 30 June 2019
With comparative data for the year ended 31 December 2017

	Note	18 months 2019 \$	12 months 2017 \$
Operating income:			
Core operations	4(a)	418,299	384,673
Other operations	4(b)	<u>54,518</u>	<u>39,557</u>
		<u>472,817</u>	<u>424,230</u>
Expenses			
Administration	4(c)	(112,437)	(77,943)
Depreciation	4(e)	(54,066)	(34,898)
Property maintenance and rates	4(d)	(95,253)	(21,190)
Race day	4(f)	<u>(265,988)</u>	<u>(206,612)</u>
		<u>(527,744)</u>	<u>(340,643)</u>
Net (loss)/profit for the year		<u>(54,927)</u>	<u>83,587</u>

The accompanying notes are an integral part of the financial statements

Bong Bong Picnic Race Club Limited
Financial Report for the 18 months ended 30 June 2019

Statements of financial position for the 18 months ended 30 June 2019
With comparative data for the year ended 31 December 2017

	Note	2019 \$	2017 \$
Assets			
Current assets:			
Cash and cash equivalents	5	197,854	226,726
Trade receivables		<u>117,562</u>	<u>12,320</u>
Total current assets		<u>315,416</u>	<u>239,046</u>
Non-current assets:			
Property, plant and equipment	6	<u>754,387</u>	<u>751,482</u>
Total non-current assets		<u>754,387</u>	<u>751,482</u>
Total assets		<u>1,069,803</u>	<u>990,528</u>
Liabilities			
Current liabilities:			
Trade and other payables		13,822	15,477
Current tax liability-GST		13,870	1,223
Deferred revenue	8	171,587	34,735
Equipment loan		<u>0</u>	<u>0</u>
Total current liabilities		<u>199,279</u>	<u>51,435</u>
Non-current liabilities:			
Commercial line of credit	7	0	0
Deferred revenue	8	<u>8,231</u>	<u>21,873</u>
Total non-current liabilities		<u>8,231</u>	<u>21,873</u>
Total liabilities		<u>207,510</u>	<u>73,308</u>
Net assets		<u>862,293</u>	<u>917,220</u>
Equity			
Capital profit reserve		125,980	125,980
General reserve		191,000	191,000
Prior period adjustments		0	6,062
Retained earnings		<u>545,313</u>	<u>594,178</u>
Total equity		<u>862,293</u>	<u>917,220</u>

The accompanying notes are an integral part of the financial statements

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Statement of cash flows for the 18 months ended 30 June 2019
With comparative data for the year ended 31 December 2017

	Note	2019 \$	2017 \$
Cash flows from operating activities:			
Receipts from members and customers		392,598	472,568
Payments to suppliers		<u>(364,916)</u>	<u>(381,675)</u>
		27,682	90,893
Changes recorded in reserves		0	6,062
Interest received		<u>417</u>	<u>273</u>
Net cash flow provided by operations	5	<u>28,099</u>	<u>97,228</u>
Cash flows from investing activities:			
Sale of fully depreciated mowers		(1,800)	0
Expenditure on property improvements and plant and equipment		<u>(76,971)</u>	<u>0</u>
Cash flow from investing activities		<u>(78,771)</u>	<u>0</u>
Cash flows from financing activities:			
(Repayment of)/proceeds from borrowings		0	(6,859)
Receipt of grants for capital expenditure		<u>21,800</u>	<u>0</u>
		<u>21,800</u>	<u>(6,859)</u>
Net (decrease)/ increase in cash held		<u>(28,872)</u>	<u>90,369</u>
Cash and cash equivalents brought forward		<u>226,726</u>	<u>136,357</u>
Cash and cash equivalents at balance date		<u>197,854</u>	<u>226,726</u>

The accompanying notes are an integral part of the financial statements.

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Notes to the financial statements

1 Reporting entity

Bong Bong Picnic Race Club Limited is a not-for-profit public company limited by guarantee. The company is incorporated and domiciled in Australia and its registered office is located at 460 Kangaloon Road, Bowral, New South Wales. The company is exempt from income tax. Each Member must contribute an amount that is the greater of \$20.00 or one year's annual membership (the guarantee) to the property of the Company if the Company is wound up while the Member is a Member, or within 12 months after they stop being a Member. The total amount that would be contributed as at balance date by the 1,606 members is \$51,071.

The principal activities of the company during the financial period are described in the Directors' Report.

No significant change in the nature of these activities occurred during the period.

2 Basis of preparation

(a) Statement of compliance

The company adopted AASB 1053 Application of Tiers of Australian Accounting Standards and AASB 2010-02 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements to prepare Tier 2 general purpose financial statements.

The financial report is a Tier 2 general purpose financial statement which has been prepared in accordance with Australian Accounting Standards Reduced Disclosure Requirements (including Australian Interpretations) adopted by the Australian Accounting Standards Board and with the Corporations Act 2001.

The financial report of Bong Bong Picnic Race Club Limited for the 18 months ended 30 June 2019 was issued in accordance with a resolution of the Directors on 10 July 2019.

(b) Basis of measurement

The financial statements have been prepared on an accruals basis and they are based on historical costs, except for land and financial assets at fair value through the profit and loss which have been measured at fair value.

The accounting policies have been consistently applied, unless otherwise stated. The financial report is presented in Australian dollars, unless otherwise stated. The accounts have been rounded to the nearest dollar.

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective have not been adopted by the company for the reporting period ending 30 June 2019. The Directors have not yet assessed the impact of these new or amended standards and interpretations on the company's financial report

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3 Significant accounting policies

(a) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash at-call or short term deposits with a maturity date of three months or less. All balances are with banks or financial institutions.

(b) Trade and other receivables

Trade receivables, which generally have 30-60 day terms, are recognised initially at fair value, and they are subsequently measured less an allowance for uncollectible amounts. The collectability of debts is assessed at the balance sheet date and specific provision is made for any doubtful accounts when required.

(c) Property, plant and equipment

Buildings, property improvements, as well as plant and equipment are stated at cost less accumulated depreciation and any impairment in value. Land is valued at original cost together with a revaluation that was applied in a prior period. The Directors do not consider it be meaningful to have a policy of revaluing land or land and buildings on a regular basis.

Assets are depreciated over their estimated useful lives from the date of acquisition, using the straight line method, as follows:

Land	Not depreciated
Buildings	Over 40 years
Computer equipment	3 to 4 years
Plant and equipment	4 to 20 years

The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at each financial year end.

Impairment

The carrying values of fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount.

Revaluations of land and buildings

Any revaluation increment is credited to the asset revaluation reserve included in equity, except to the extent that it reverses a revaluation decrement for the same asset previously recognised in the Statement of Profit and Loss, in which case, the increment is recognised there.

Any revaluation decrement is recognised in the Statement of Profit and Loss, except to the extent that it offsets a previous revaluation increment for the same asset, in which case the decrement is debited directly to the asset revaluation reserve to the extent of the credit balance existing for that asset.

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Upon disposal or de-recognition, any revaluation reserve relating to the particular assets being sold is transferred to accumulated surplus.

De-recognition

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the Statement of profit and loss in the year the item is derecognised.

(d) Recoverable amount of assets

At each reporting date, assets are reviewed to determine whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, a formal estimate of the recoverable amount is made, and where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and it is written down to its recoverable amount.

Recoverable amounts are determined for individual assets, unless the value in use cannot be estimated independently from other assets. In that case, the recoverable amount is determined for the cash-generating group of assets to which it belongs.

(e) Trade and other payables

Trade and other payables are carried at cost, and they are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the company. Due to their short term nature, they are not discounted. Trade payable amounts are unsecured and they are normally settled within normal trading terms.

(f) Revenue recognition

Revenue is recognised and it is measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Membership fees

Membership fees in advance are recognised over the period to which they relate. Membership fees received in advance are recognised in the Statement of Financial Position as deferred revenue.

(g) Income tax

The company is exempt from income tax in Australia under Division 50 of the Income Tax Assessment Act 1997. As specified by the Australian Taxation Office (ATO), the company completes an annual self-assessment to confirm the exemption.

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(h) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

Where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis and the GST component of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows and included in receipts from members and customers or in payments to suppliers.

(i) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged on a straight line basis as expenses over the lease term. Operating lease incentives are recognised as a liability when received and subsequently released over the term of the lease to the Statement of Profit and loss.

(j) Significant accounting judgements, estimates and assumptions

The preparation of the financial report requires the making of judgements, estimates and assumptions that affect the recognised amounts of assets, liabilities, revenues and expenses. The estimates and assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Significant estimates

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision only affects that period or in the period of revision and future periods if the revision affects both current and future periods.

(k) Comparative figures

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

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	2019	2017
	\$	\$
4 Continuing operations		
(a) Revenue from core activities		
Member subscriptions	47,456	52,399
Ticket sales to members	143,057	121,214
Application fees	8,780	5,850
Race book advertising	4,364	3,636
Race book sales	3,632	4,449
Bookmaker fees	11,200	11,200
Boot picnic parking	8,043	5,865
Marquee hire	75,045	70,200
Sponsorship	72,182	85,091
Merchandise sales	2,759	3,687
Liquor concession fee	18,182	18,182
Catering committee tent	3,200	2,255
Bus tickets	3,268	645
Race day non-acceptance fee	380	0
Scratching fee	251	0
Country Racing distribution	<u>16,500</u>	<u>0</u>
	<u>418,299</u>	<u>384,673</u>
(b) Other revenue		
Interest received	417	273
Sundry income	1,832	265
Unallocated payments	20	0
Site hire fees	<u>52,249</u>	<u>39,019</u>
	<u>54,418</u>	<u>39,557</u>

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	2019	2017
	\$	\$
4 Continuing operations (continued)		
(c) Administration expenses		
Administration	(58,064)	(39,992)
Accounting service	(682)	(1,860)
Finance Fees - Bank	(3,765)	(2,894)
Finance Fees - Interest	10	(18)
Finance Fees - Paypal	(126)	(231)
Finance Fees – Credit cards	(3,977)	(2,311)
Finance fees – card reader	(20)	0
Light and power	(5,962)	(2,050)
Insurance	(4,245)	(3,587)
Postage & couriers	(2,747)	(3,763)
Printing & stationery	(1,550)	(5,734)
Telecommunication	(8,639)	(6,381)
Computer services & software	(2,274)	(2,054)
ASIC fees	(333)	(331)
Honoraria	(11,500)	500
Donations	(2,500)	0
Non-race day sundries	(6,063)	(7,237)
	<u>(112,437)</u>	<u>(77,943)</u>
(d) Property rates and maintenance		
Rates	(6,129)	4,912
R&M - Machinery	(17,375)	(7,166)
R&M – Buildings and property	(30,239)	(8,484)
Equipment hire	(1,031)	0
Telstra - damages	0	(7,273)
Waste removal	(2,011)	0
Ground improvements	(33,123)	0
Fuel	(5,345)	(3,179)
	<u>(95,253)</u>	<u>(21,190)</u>
(e) Depreciation	<u>(54,066)</u>	<u>(34,898)</u>

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		2019	2017
		\$	\$
4	Continuing operations (continued)		
	(f) Race day expenses		
	Advertising	(1,932)	(4,676)
	Ambulance	(3,834)	(3,698)
	Casual labour	(22,720)	(22,230)
	Committee tent catering	(4,944)	(6,572)
	Committee tent infill	(1,207)	(2,226)
	Equipment hire	(13,233)	(17,302)
	Farrier	(300)	(300)
	Float rebate	(409)	(345)
	Jockeys travel allowance	(1,636)	(1,545)
	NSW CRC expenses	(307)	(291)
	PA System/Electrical	(5,000)	(4,900)
	Prize Money	(53,872)	(13,735)
	Race Books	(7,425)	(6,955)
	Race Caller	0	(273)
	Security	(28,953)	(26,524)
	Merchandise	(8,173)	(3,055)
	Sundries	(5,664)	(5,761)
	Marquee & Tent hire	(84,763)	(69,716)
	Trophies	(585)	(1,660)
	Unplaced Starters Rebate	(1,091)	(727)
	Video Coverage	(8,885)	(1,560)
	Waste Removal	(6,500)	(8,347)
	Barrier attendants	(1,273)	0
	Photo finish	(700)	(1,500)
	Wrist bands	(2,118)	(2,714)
	Employment expense	(464)	0
		(265,988)	(206,612)

Bong Bong Picnic Race Club Limited
Financial Report for the 18 months ended 30 June 2019

	2019	2017
	\$	\$
5 Cash and cash equivalents		
Cash on hand	300	300
Cash at bank and on deposit	<u>197,554</u>	<u>226,426</u>
	<u>197,854</u>	<u>226,726</u>
Cash at bank earns interest at floating rates. Short term deposits earn rates applicable to the size and term of the deposit.		
Reconciliation of net surplus to the net cash flows provided by operating activities		
Net (deficiency)/surplus for the year	(54,927)	83,587
Adjustments for:		
Items recognised in retained earnings	0	6,062
Depreciation	<u>54,066</u>	<u>34,898</u>
Net cash provided by operating activities before changes in assets and liabilities	(861)	124,547
<i>Changes in assets and liabilities during the financial year</i>		
(Increase)/decrease in receivables	(105,242)	6,215
(Decrease) in payables	10,992	(20,001)
Increase/(decrease) in deferred revenue	<u>123,210</u>	<u>(13,533)</u>
Net cash provided by operating activities	<u>28,099</u>	<u>97,228</u>

Bong Bong Picnic Race Club Limited
Financial Report for the 18 months ended 30 June 2019

	2019	2017
	\$	\$
6 Property, plant and equipment		
Land – freehold at valuation	<u>222,151</u>	<u>222,151</u>
Property improvements at cost	771,166	730,559
Accumulated depreciation	<u>(281,104)</u>	<u>(247,606)</u>
	<u>490,062</u>	<u>482,953</u>
Plant and equipment at cost	167,397	162,024
Accumulated depreciation	<u>(125,612)</u>	<u>(116,389)</u>
	<u>41,785</u>	<u>45,635</u>
Office furniture and equipment at cost	19,691	19,691
Accumulated depreciation	<u>(19,302)</u>	<u>(18,948)</u>
	<u>389</u>	<u>743</u>
Total	<u>754,387</u>	<u>751,482</u>

Land

The company owns land at 460 Kangaloon Road, Bowral consisting of 34.78 hectares (85.94 acres). The carrying value of the land is the original cost and a subsequent revaluation in a prior period. The Valuer General of New South Wales has valued the freehold value of the land excluding any structural improvements at \$1.85 million as at 1 July 2016 for rating purposes only.

Bong Bong Picnic Race Club Limited
Financial Report for the 18 months ended 30 June 2019

		2019	2017
		\$	\$
7	Commercial Line of Credit The company has a standby credit facility of \$200,000 secured by a mortgage over land and buildings. The facility exists to provide funds in the event of unexpected financial conditions. Interest at 1.2% is payable quarterly as a facility fee only. The facility is renewed annually and it has not been used in the period.	<u>0</u>	<u>0</u>
8	Deferred revenue		
	Current	<u>171,587</u>	<u>34,735</u>
	Non-current	<u>8,231</u>	<u>21,873</u>

During the current financial period and the previous financial year, members were given the opportunity of paying future membership fees in advance. The amounts that relate to future periods are recognised as deferred revenue in accordance with accounting standards.

Additionally, in the current period, significant sums have been received or receivable in the form of income for race sponsorship and marquee hire that relates to the running of the 2019 Bong Bong Picnic Race Day. That income will be recognised as being earned in the next financial period.



INSTITUTE OF
PUBLIC
ACCOUNTANTS

HIGHLAND TAX AND ACCOUNTING

Accountants & Business Advisors

ABN: 56 152 354 998

LIABILITY LIMITED BY A SCHEME APPROVED UNDER PROFESSIONAL STANDARDS LEGISLATION

INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT

Reviewer details

Name	Mahesh Naganathan
Business name	Highland Tax and Accounting Pty Ltd
Address	35A Station Street BOWRAL NSW 2576
Postal Address	P O Box 1705 BOWRAL NSW 2576

A Company limited by guarantee

Name	Bong Bong Picnic Race Club
Australian business number (ABN)	43002257658
Address	P.O.Box 432, Bowral, NSW 2576
Year of income being reviewed	Jan 2018-June 2019 (18 months)

TO THE OFFICERS AND MEMBERS

To the Officers and Members of the Bong Bong Picnic Race Club

We have reviewed the accompanying financial statements of Bong Bong Picnic Race Club , which comprises the statement of financial position as at 30 th June 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the 18 months then ended, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared by management of Bong Bong Picnic Race Club based on the financial reporting provisions of Sec 545(B) of Corporations Act.

Bong Bong Picnic Race Club Management Responsibility for the Financial Statements

The Management or those charged with governance are responsible for the preparation and fair presentation of these financial statements in accordance with the Australian Accounting Standards, and for such internal control s which the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Assurance practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with Standards on Review Engagements ASRE 2400, Review of a Financial Report Performed by an Assurance Practitioner Who is not the Auditor of the Entity. ASRE 2400 requires us to conclude whether any thing has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with the relevant ethical requirements. I am independent of the Bong Bong Picnic Race Club in accordance with the ethical requirements of the accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) as required. I have also fulfilled my other ethical responsibilities in accordance with the Code.

A review of the financial statements in accordance with ASRE 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

There procedures performed in review are substantially less than those performed in an audit conducted in accordance with Australian Auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

My objective is 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 a reviewer's report that includes my conclusion. My assurance is a limited assurance, but is not a guarantee that the review conducted in accordance with 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 aggregate, they could reasonably be expected to influence the economic decision of the management and those charged with governance taken on the basis of this financial report.

I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Reviewers conclusion

I have performed a limited assurance engagement on Bong Bong Picnic Race Club to provide a conclusion in relation to its compliance, in all material respects with the applicable provisions of

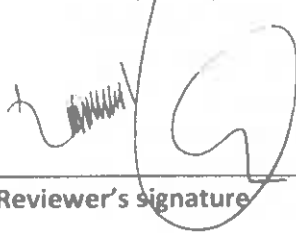
ASRE 2400, and the Australian Accounting Standards. Based on our review, there is nothing that has come to my attention that causes me to believe that the financial position of [name of entity], as at [date] and of its financial performance and cash flows for the year then ended, do not present fairly, in all material respects.

Basis for my conclusion

Without modifying my conclusion, I draw attention to Note [x where it states it is special purpose financial reports] to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist Bong Bong Picnic Race Club to comply with the financial reporting provisions referred therein. Our report is solely for Bong Bong Picnic Race Club and its members and should not be distributed to or used by parties other than Bong Bong Picnic Race Club and members.

Inherent limitations

Due to the inherent limitation of a review engagement, together with the internal control structure it is possible that fraud, error, or non-compliance with the required provisions may occur and not be detected. A limited assurance engagement does not provide assurance on whether compliance with the required provisions will continue in the future.



Reviewer's signature

Date: 21/08/2019