

Independent Auditor's Report To The Members Of City Bowls Club Colac Inc.

We have audited the Community Benefit Statement of City Bowls Club Colac Inc. which provides information about revenue contributed for community purposes by club and racing club venue operators with gaming machines.

THE RESPONSIBILITY OF THE DIRECTORS FOR THE FINANCIAL REPORT

The Committee is responsible for the preparation and fair presentation of the Community Benefit Statement. This form is to be completed on the basis of the new Ministerial Order of 8 February 2008 which sets out the activities and purposes that constitute community purposes, pursuant to section 3.6.9(3) of the Gambling Regulation Act 2003. CBS must be lodged by 30 September 2011. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the Community Benefit Statement that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

INDEPENDENCE

In conducting our audit, we have complied with the independence requirements of the Australian professional ethical pronouncements.



AUDITOR'S OPINION

In our opinion, the Community Benefit Statement for the City Bowls Club Colac Inc. presents fairly, in accordance with applicable Accounting Standards in Australia, and, consistent with the auditor's understanding of Sections 3.6.9(2) (a) and (b) of the Gambling Regulation Act 2003, the Club's compliance with the Act for the financial year ended 30 June 2011.

CROWE HORWATH

A handwritten signature in black ink, appearing to read "Martin W Thompson", written over the printed name.

Martin W Thompson
200 Malop Street, Geelong Victoria 3220

Dated this 20th day of September 2011