

Clare Golf and Country Club Limited

Balance Sheet

1

(Unaudited)

December 31, 2015

2015

2014

ASSETS

Current

Receivables	\$ 3,574	\$ 8,081
Inventories	25,142	20,107
Prepaid expenses	8,365	8,257
	<u>37,081</u>	<u>36,445</u>

Capital Assets (Note 2)

1,206,735

1,218,358

\$ 1,243,816

\$ 1,254,803

LIABILITIES

Current

Bank indebtedness	\$ 131,858	\$ 117,422
Payables and accruals	30,243	32,318
Long term debt payable within one year (Note 4)	14,000	14,000
	<u>176,101</u>	<u>163,740</u>

Deferred revenue

43,243

57,541

Long term debt (Note 4)

125,483

125,483

344,827

346,764

SHAREHOLDER'S EQUITY

Capital stock	186,400	183,900
Contributed surplus	400,741	400,741
Retained earnings	311,848	323,398
	<u>898,989</u>	<u>908,039</u>

\$ 1,243,816

\$ 1,254,803

See accompanying notes.

On behalf of the Board:

Director

Director

Clare Golf and Country Club Limited

Statement of Income and Retained Earnings

2

(Unaudited)

Year Ended December 31, 2015	2015	2014
Sales		
Pro Shop	\$ 50,955	\$ 55,698
Canteen - dry	181,175	163,464
Canteen - wet	31,330	49,851
Total Sales	263,460	269,013
Cost of good sold		
Inventory, beginning of year	20,107	21,348
Purchases	157,107	152,506
	177,214	173,854
Inventory, end of year	-25,142	-20,107
Total cost of goods sold	152,072	153,747
Gross profit	111,388	115,266
Other income		
Memberships	139,400	144,770
Green fees	66,669	52,529
Golf car rentals	47,365	65,192
Tournament income	29,944	27,186
Equipment and machine rental	2,080	4,380
Driving range	12,614	13,898
Golf car fees and storage fees	23,623	17,915
Golf car advertising	2,000	-
Club and cart rental	1,824	1,905
Club care	5,447	5,577
Special projects contributions (Ladies Club)	2,500	2,500
Miscellaneous	1,378	1,590
Corporate donations	20,073	7,335
Practice range sponsorship	11,000	11,000
Tee Sign Revenue	5,400	5,400
	371,317	361,177
Income before overhead expenses and depreciation	482,705	476,443
Overhead expenses (Page 4)	-462,481	-455,098
Income before depreciation	20,224	21,345
Depreciation	-31,774	-30,496
Net loss	-11,550	-9,151
Retained earnings, beginning of year	323,398	332,549
Retained earnings, end of year	\$ 311,848	\$ 323,398

Clare Golf and Country Club Limited

Statement of Cash Flow

3

(Unaudited)

Year Ended December 31, 2015	2015	2014
Operating Activities		
Net loss	\$ -11,550	\$ -9,151
Depreciation	31,774	30,496
	20,224	21,345
Change in non-cash working capital accounts related to operations (Note 3)	-2,711	4,755
Cash provided by operations	17,513	26,100
Financing Activities		
Long term debt	14,000	36,250
Decrease in long-term debt	-14,000	-863
Issuance of capital stock	2,500	500
Deferred revenue	-14,298	17,245
Cash (used) provided by financing activities	-11,798	53,132
Investing Activities		
Purchase of capital assets	-20,151	-95,956
Cash used in investing activities	-20,151	-95,956
Change in bank indebtedness during the year	-14,436	-16,724
Bank indebtedness, beginning of year	-117,422	-100,698
Bank indebtedness, end of year	\$ -131,858	\$ -117,422

Clare Golf and Country Club Limited Schedule of Overhead Expenses

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(Unaudited)

Year Ended December 31, 2015	2015	2014
Advertising	\$ 3,935	\$ 5,535
Dues and fees	16,118	20,868
Employee benefits	21,743	20,826
Heating and lighting	14,069	17,894
Insurance	10,409	8,830
Interest and bank charges	4,101	3,271
Interest on long tem debt	5,724	4,923
Junior Division	500	1,000
Lease - equipment	11,574	18,924
Office expenses	4,315	4,191
Pro Shop expenses	944	1,010
Repairs and maintenance - buildings	14,345	14,132
Repairs and maintenance - course	44,414	43,223
Repairs and maintenance - equipment	6,072	8,103
Repairs and maintenance - golf cars	2,195	2,018
Shareholders' meeting expense	672	619
Taxes	15,401	14,614
Telephone	2,585	4,274
Travel	421	-
Trophies	555	539
Wages	282,389	260,304
	\$ 462,481	\$ 455,098

Clare Golf and Country Club Limited

Notes to Financial Statements

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(Unaudited)

Year Ended December 31, 2015

1. Significant accounting policies

Inventories

Inventories are valued at the lower of cost and net realizable value with cost determined on a first-in, first-out basis.

Capital assets

Capital assets are carried out at cost and depreciated as follows:

Buildings	5% declining balance
Equipment	20% declining balance
Golf cars	20% declining balance
Motor vehicles	30% declining balance

2. Capital assets

	2015			2014
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Land	\$ 21,796	\$ -	\$ 21,796	\$ 21,796
Golf course	775,592	-	775,592	755,441
Buildings	795,376	432,220	363,156	382,270
Equipment	506,975	488,977	17,998	22,498
Golf cars	184,308	162,344	21,964	27,455
Motor Vehicles	24,198	17,969	6,229	8,898
	\$ 2,308,245	\$ 1,101,510	\$ 1,206,735	\$ 1,218,358

3.

Change in non-cash working capital	2015	2014
Receivables	\$ 4,507	\$ -5,637
Inventories	-5,035	1,241
Prepaid expenses	-108	849
Payables and accruals	-2,075	8,302
	\$ -2,711	\$ 4,755

Clare Golf and Country Club Limited

Notes to Financial Statements

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(Unaudited)

Year Ended December 31, 2015

4.

Long term debt	2015	2014
Caisse Populaire de Clare		
Term loan with variable interest rate of prime plus 1.5%, maturing April 2025, repayable in annual instalments of \$14,000	\$ 139,483	\$ 139,483
Less: Amount payable within one year	-14,000	-14,000
	\$ 125,483	\$ 125,483

Principal payments required annually over the next five years are as follows:

2016 - \$14,000; 2017 - \$14,000; 2018 - \$14,000; 2019 - \$14,000; 2020 - \$14,000

5. Obligations under Capital Leases

Lease on Toro Groundsmaster 3500

Amount owing	\$8,856
Monthly payment	\$1,476
Number of payments remaining	6
Purchase Option	\$1

Lease on Jacobson Greens King IV

Amount owing	\$2,718
Monthly payment	\$453
Number of payments remaining	6
Purchase Option	\$1