



EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

ABN 46 332 941 157

**ANNUAL SPECIAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017**

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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**STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 \$	2016 \$
Revenue			
Donations & Fundraising		195,358	373,607
Grants & Other		295,451	207,663
Total Revenue		<u>490,809</u>	<u>581,270</u>
Other Income			
Gain on sale of non-current assets		-	7,832
Total Other Income		<u>-</u>	<u>7,832</u>
Total Revenue and Other Income		<u>490,809</u>	<u>589,102</u>
Expenses			
Administration		(29,987)	(38,712)
Programs, camps and activities		(44,529)	(54,844)
Depreciation	2	(24,157)	(20,278)
Employee expenses	2	(333,950)	(322,870)
Fundraising		(69,453)	(81,917)
Motor vehicle expenses		(7,714)	(11,211)
Volunteers		(1,629)	(1,605)
Total Expenses		<u>(511,419)</u>	<u>(531,437)</u>
(Loss) / Profit from operating activities		(20,610)	57,665
Net finance Income	3	1,250	1,076
NET (LOSS) / PROFIT FOR THE YEAR		<u>(19,360)</u>	<u>58,741</u>

The accompanying notes form part of these financial statements.

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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STATEMENT OF FINANCIAL POSITION**AS AT 31 DECEMBER 2017**

	Note	2017 \$	2016 \$
Current Assets			
Cash and cash equivalents	4	220,121	206,696
Trade and other receivables	5	-	10,125
Total Current Assets		<u>220,121</u>	<u>216,821</u>
Non-Current Assets			
Equipment and motor vehicles	6	73,254	90,382
Total Non-Current Assets		<u>73,254</u>	<u>90,382</u>
Total Assets		<u>293,375</u>	<u>307,203</u>
Current Liabilities			
Trade and other payables	7	27,033	24,992
Provisions	8	47,299	43,808
Total Current Liabilities		<u>74,332</u>	<u>68,800</u>
Total Liabilities		<u>74,332</u>	<u>68,800</u>
Net Assets		<u>219,043</u>	<u>238,403</u>
Members' Funds			
Retained funds	9	<u>219,043</u>	<u>238,403</u>
Total Members' Funds		<u>219,043</u>	<u>238,403</u>

The accompanying notes form part of these financial statements.

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Retained Earnings \$	Members' Funds \$	Total \$
Opening balance at 1 January 2017	238,403	-	238,403
Net loss for the year	<u>(19,360)</u>	<u>-</u>	<u>(19,360)</u>
Closing balance at 31 December 2017	<u>219,043</u>	<u>-</u>	<u>219,043</u>
Opening balance at 1 January 2016	179,662	-	179,662
Net profit for the year	<u>58,741</u>	<u>-</u>	<u>58,741</u>
Closing balance at 31 December 2016	<u>238,403</u>	<u>-</u>	<u>238,403</u>

The accompanying notes form part of these financial statements.

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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STATEMENT OF CASH FLOWS**FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 \$	2016 \$
Cash flows from operating activities			
Cash received in the course of operations		500,933	644,013
Cash payments in the course of operations		(481,730)	(495,730)
Interest received		1,250	1,076
Net cash inflow from operating activities	10	<u>20,453</u>	<u>149,359</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(7,028)	(76,231)
Receipts from sale of property, plant and equipment		-	40,909
Net cash outflow from investing activities		<u>(7,028)</u>	<u>(35,322)</u>
Cash flows from financing activities			
		-	-
Net increase in cash and cash equivalents		13,425	114,037
Cash and cash equivalents at the beginning of the year		206,696	92,659
Cash and cash equivalents at the end of the year	4	<u>220,121</u>	<u>206,696</u>

The accompanying notes form part of these financial statements.

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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PARTICULARS AND INDEX TO THE NOTES TO THE FINANCIAL STATEMENTS

Edmund Rice Camps for Kids W.A. Incorporated ("ERCWA" or "The Association") is a not-for-profit association of members domiciled in Australia.

ERCWA's office is located at 53 Redmond Street, Salter Point Western Australia.

Nature of Activities

ERCWA is a non-profit community based organisation that serves the needs of children (aged 7-16) and their families. It provides camps and other recreational and developmental activities for children who would not otherwise have such opportunities, supporting those who are 'at risk' or experiencing some form of disadvantage.

ERCWA also supports and encourages the growth and development of young adult volunteers through empowering them to assist those in need in the community.

Note	Contents
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5	Trade and other receivables
6	Equipment and motor vehicles
7	Trade and other payables
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

Note 1 Statement of significant accounting policies

The financial report of ERCWA for the year ended 31 December 2017 was authorised for issue by the Board on 27 March 2018.

Statement of Compliance

ERCWA is an Incorporated Association of Members governed by its Constitution and the requirements of section 60.40 of The Australian Charities and Not-for-Profits Commission Regulation 2013. The Association is not a reporting entity and therefore these financial statements of ERCWA have been drawn up as a special purpose financial report designed to fulfil the financial reporting requirements under ERCWA's Constitution and to meet the information needs of the Association's members.

Where appropriate, the special purpose financial report has been prepared in accordance with the requirements of the recognition and measurement aspects of applicable Australian Accounting Standards ("AAS") adopted by the Australian Accounting Standards Board ("AASB"), and other authoritative pronouncements of the AASB that have a material effect.

Compliance with AASB, Urgent Issues Group Consensus Views and other authoritative pronouncements of the AASB is not mandatory. The applicable accounting standards have been applied only to the extent that they coincide with the basis of accounting described in these notes to the financial statements.

Basis of preparation

The special purpose financial statements have been prepared using the historical cost convention. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

The preparation of a financial report in conformity with AAS may require judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated 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.

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

The accounting policies have been consistently applied to all years presented in the financial statements.

Taxation

No provision for income tax or income tax expense has been raised, as ERCWA is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

ERCWA is endorsed as an income Tax Exempt Charity and a Deductible Gift Recipient (DGR: CC20905).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

Note 1 Statement of significant accounting policies – continued

Revenue

Revenues are recognised at fair value of the consideration received or receivable net of the amount of Goods and Services Tax ("GST") payable to the Australian Taxation Office. The following specific recognition criteria must be met before revenue is recognised:

Revenue, representing amounts raised through fundraising, donations, grants, sponsorships and other programs, is recognised when it is probable that the economic benefits will flow to ERCWA and it can be reliably measured. Where such recognition criteria cannot be established, it is recognised upon receipt.

Asset Sales

Gains derived on the disposal of assets are reflected as revenue in the Statement of Profit or Loss and are brought to account at the date the contract of sale becomes unconditional.

The gain on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal. In circumstances where the carrying value exceeds proceeds on disposal, the resulting loss is reflected as an expense in the Statement of Profit or Loss.

Impairment

The carrying amounts of ERCWA's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the Statement of Profit or Loss, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through the Statement of Profit or Loss.

Reversals of impairment

Impairment losses are reversed when there is an indication that the impairment loss may no longer exist and there has been a change in the estimate used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Goods and Services Tax ("GST")

Revenue, expenses and assets are recognised net of the amount of GST except where the amount of GST incurred is not recoverable from the Australian Taxation Office ("ATO"). In these circumstances, the GST is recognised as part of the cost of the acquisition of the asset or as part 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. 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.

Events occurring after reporting date

There are no matters or circumstances which have arisen since the end of the financial year which have significantly affected the operations of ERCWA, nor are there any such matters or circumstances or any likely developments which, in the opinion of the Board, may affect the future results of those operations or the state of affairs of ERCWA.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
Note 2 Expenses		
Included in expenses are the following items:		
Depreciation of equipment and motor vehicles	24,157	20,278
<i>Employee expenses</i>		
Provision for employee entitlements	3,490	11,167
Subcontractor payments	3,305	-
Superannuation contributions	27,458	25,822
Staff amenities and expenses	22	3,049
Staff professional development	-	227
Workers compensation insurance	3,294	2,845
Wages	296,381	279,760
<i>Total employee expenses</i>	333,950	322,870

Wages, salaries and annual leave

Liabilities for employee benefits for wages, salaries, annual leave and any other employee benefits expected to be settled within twelve months of the reporting dates are calculated at undiscounted amounts based on the remuneration rates that ERCWA expects to pay as at the reporting date, including related on-costs.

Superannuation plan

ERCWA contributes to a defined contribution employee superannuation plan. Obligations for contributions are recognised as an expense in the Statement of Profit or Loss as incurred.

Note 3 Net finance income

Interest received or due and receivable from other persons/entities	1,250	1,076
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Interest received comprises interest earned on at call deposits and unrestricted cash and is recognised as it accrues, using the effective interest method.

Net finance income represents interest earned net of any financing costs incurred.

Finance costs include interest and ancillary charges incurred on credit card facilities. Finance costs are calculated using the effective interest method and are expensed as incurred unless they relate to qualifying assets, being assets which take more than 12 months to get ready for their intended use or sale.

At reporting date, no financing costs relating to the acquisition of qualifying assets, were incurred by ERCWA.

Note 4 Cash and cash equivalents

Cash at bank, trading account	107,078	52,962
Cash at bank, secondary account	3,333	13,224
Cash at bank, online saver accounts	108,695	140,452
Cash on hand	1,015	58
	220,121	206,696

Cash and cash equivalents comprise cash balances and call deposits. Bank overdrafts, including credit card debts are included as a component of cash and cash equivalents for the purpose of the Statement of Cash Flows.

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
Note 5 Trade and other receivables		
Trade and sundry debtors	-	10,125
Receivables are stated at their amortised cost less impairment losses and are generally due for settlement no more than 60 days from date of recognition.		
Note 6 Equipment and motor vehicles		
Office furniture & equipment, at cost	45,120	44,253
Less: accumulated depreciation	<u>(25,490)</u>	<u>(17,123)</u>
	<u>19,630</u>	<u>27,130</u>
Motor vehicles, at cost	126,472	120,310
Less: accumulated depreciation	<u>(72,848)</u>	<u>(57,058)</u>
	<u>53,624</u>	<u>63,252</u>
Total Equipment and motor vehicles at net book value	<u>73,254</u>	<u>90,382</u>

Items of equipment and motor vehicles are stated at cost plus incidental costs directly attributable to the acquisition less accumulated depreciation and impairment losses (refer note 1).

Where parts of an item of equipment or motor vehicle have different useful lives, they are accounted for as separate items.

Gains and losses on disposals are determined by comparing the net proceeds with the carrying amount at the time of disposal. The net resulting value is included in the Statement of Profit or Loss as either "other income" in the case of a gain on disposal or "other expenses" where a net loss was incurred.

Subsequent additional costs

ERCWA recognises in the carrying amount of an item of equipment and motor vehicles the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to ERCWA and the cost of the item can be measured reliably.

Costs, including those of servicing and maintenance of equipment and motor vehicles, that do not meet the criteria for capitalisation are recognised in the Statement of Profit or Loss as an expense as incurred.

Depreciation

Depreciation is charged to the Statement of Profit or Loss by applying the reducing balance method over the estimated useful lives of each part of an item of equipment and motor vehicles. Useful lives are reviewed and adjusted, if appropriate, at each reporting date. Items are first depreciated from the date of acquisition.

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
Note 7 Trade and other payables		
Trade and sundry creditors	1,323	3,609
Accrued expenses	1,400	1,382
Goods and services tax	15,170	11,129
Employee superannuation payable	6,204	5,950
PAYG withholding tax	2,936	2,922
	<u>27,033</u>	<u>24,992</u>

Trade payables represent liabilities for goods and services provided to ERCWA to the end of the financial year which were unpaid. The amounts are unsecured and are usually settled within 45 days of recognition.

Other payables represent unpaid Pay As You Go withholding tax and GST and accrued superannuation contributions at the end of the reporting year. The amounts, which are stated at cost, are payable within 28 days of recognition.

Note 8 Provisions

Provision for employee entitlements	<u>47,299</u>	<u>43,808</u>
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At balance date, ERCWA had 6 employees (2016: 5)

ERCWA's net obligation in respect of long-term service benefits, other than superannuation plans, is the amount of future benefit that employees have earned in return for their service in the current and prior years. The obligation is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates, and is discounted using the rates attached to commercial bonds at the reporting date which have maturity dates approximating to the terms of ERCWA's obligations.

Note 9 Retained funds

Retained funds at the beginning of the year	238,403	179,662
Net (loss) / profit attributable to members of ERCWA	<u>(19,360)</u>	<u>58,741</u>
Retained funds at the end of the year	<u>219,043</u>	<u>238,403</u>

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
Note 10 Cash flow information		
Reconciliation of cash flows from operating activities with net profit / (loss) for the year		
Net profit / (loss) for the year	(19,360)	58,741
Add / (less) non-cash items:		
Depreciation	24,157	20,278
Gain on sale of plant and equipment	-	(7,832)
Net cash provided by / (used in) operating activities before change in assets and liabilities	4,797	71,187
Change in assets and liabilities during the financial year:		
Decrease in trade and other receivables	10,125	62,742
Increase in trade and other payables	2,040	4,263
(Decrease) / increase in provision for employee entitlements	3,491	11,167
Net cash inflow from operating activities	20,453	149,359

Note 11 Economic dependency

ERCWA is provided with rent free business premises from The Christian Brothers Oceania Province, the estimated market value of which is \$50,000 per year. Numerous other products and ancillary services are provided either free of charge or on a pro-bono basis, all of which have not been evaluated in terms of their financial value. In all instances, the monetary value of accommodation, products and services have been excluded from these financial statements.

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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BOARD MEMBERS' DECLARATION

In the opinion of the Board of Edmund Rice Camps for Kids W.A. Incorporated:

- (a) ERCWA is an Incorporated Association of Members and not a reporting entity. The Association is governed by its Constitution and The Australian Charities and Not-for-Profits Commission Act 2012;
- (b) these financial statements are drawn up so as to give a true and fair view of the financial position of ERCWA as at 31 December 2017 and of its performance, as represented by the results of its operations for the year ended on that date in accordance with the basis of accounting described in note 1; and
- (c) at the date of this statement, there are reasonable grounds to believe that ERCWA will be able to pay its debts as and when they become due and payable.

Signed in accordance with Sub-section 60.15(2) of The Australian Charities and Not-for-Profits Commission Regulation 2013.

Dated this 27th day of March 2018



Board Member



Board Member

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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DETAILED STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 31 DECEMBER 2017

	2017	2016
	\$	\$
REVENUE		
Donations & Fundraising		
Donations	83,425	219,196
Fundraising	111,933	154,411
Total Donations & Fundraising	195,358	373,607
Grants & Other		
Oceania development project	-	40,841
Grant funding	284,251	147,806
Referral fees	11,200	9,074
Centrelink receipts	-	9,942
Total Grants & Other	295,451	207,663
Other Income		
Gain on sale of non-current assets	-	7,832
Total Other Income	-	7,832
TOTAL REVENUE & OTHER INCOME	490,809	589,102
EXPENSES		
Administration		
Audit & bookkeeping	2,350	3,424
Advertising & marketing costs	226	876
Bank charges	2,443	2,618
Computer repairs & software	-	911
General expenses	3,937	6,269
Insurance	8,309	6,229
Oceania development project	4,894	6,923
Office expenses	86	636
Postage & couriers	234	1,338
Printing & photographs	1,631	1,515
Professional development	1,200	1,002
Repairs & maintenance	191	1,077
Subscriptions	-	74
Telephone	4,486	5,820
Total administration	29,987	38,712
Programs, camps & activities		
Accommodation	10,973	6,221
Activities cost	71	5,619
Equipment costs	4,477	659
Catering and food	18,805	24,977
Camp resources & material	4,099	9,536
Travel & transport expenses	6,006	5,060
Volunteer training	98	2,772
Total programs, camps & activities	44,529	54,844

EDMUND RICE CAMPS FOR KIDS W.A. INCORPORATED

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**DETAILED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
EXPENSES - continued		
Depreciation	24,157	20,278
Employee expenses		
Provision for employee entitlements	3,490	11,167
Subcontractor payments	3,305	-
Superannuation contributions	27,458	25,822
Staff amenities	22	58
Staff professional development	-	227
Workers compensation insurance	3,294	2,845
Wages	296,381	282,751
Total employee expenses	333,950	322,870
Fundraising	69,453	81,917
Motor vehicle expenses		
Fuel & oil	3,161	2,779
Sundry expenses	1,609	1,735
Parking fees	73	273
Registration fees	889	561
Repairs & maintenance	1,982	5,863
Total motor vehicle expenses	7,714	11,211
Volunteers	1,629	1,605
TOTAL EXPENSES	511,419	531,437
Net finance income		
Interest income	1,250	1,076
Interest expense	-	-
	1,250	1,076
NET (LOSS) / PROFIT FOR THE YEAR	(19,360)	58,741

Edmund Rice Camps for Kids W.A Incorporated

Independent auditor's report to members

Report on the Audit of the Financial Statements

Opinion

We have audited the financial report of Edmund Rice Camps for Kids W.A Incorporated. (the Incorporation), which comprises the statement of financial position as at 31 December 2017, the statement of profit or loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the board members' declaration.

In our opinion the financial report of Edmund Rice Camps for Kids W.A Incorporated has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- a) giving a true and fair view of the Incorporation's financial position as at 31 December 2017 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

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 Incorporation in accordance with the auditor independence requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CHARTERED ACCOUNTANTS & ADVISORS

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williambuck.com

Independent auditor's report to members

Report on the Audit of the Financial Statements (Cont.)

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Incorporation's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Directors for the Financial Report

The board members of the Incorporation are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The board members responsibility also includes such internal control as the board members determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the board members are responsible for assessing the Incorporation'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 board members either intend to liquidate the Incorporation or to cease operations, or has no realistic alternative but to do so.

The board members are responsible for overseeing the Incorporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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:

Independent auditor's report to members

Report on the Audit of the Financial Statements (Cont.)

- 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 Incorporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board members.
- Conclude on the appropriateness of the board members' 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 Incorporation'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 Incorporation 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 board members 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.



William Buck Audit (WA) Pty Ltd
ABN 67 125 012 124



Conley Manifis
Director

Dated this 27th Day of March 2018