

**RED EARTH CITY PTY LIMITED**

ABN 72 141 969 226

**FINANCIAL REPORT**  
FOR THE YEAR ENDED 30 JUNE 2013



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**RED EARTH CITY PTY LIMITED**  
**ABN 72 141 969 226**

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**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 \$	2012 \$
<b>INCOME</b>			
Interest received		-	1
Donations In		1,117	-
Other income		861	767
Ticket sales		87,870	64,608
		89,848	65,376
<b>LESS EXPENDITURE</b>			
Accountancy fees		1,150	589
Bank charges		290	471
Cleaning and rubbish removal		-	638
Contractor and commission		887	1,054
Directors' expenses reimbursed		-	3,393
Donations		-	1,660
Fuel and oil		756	341
Grants paid		15,115	11,754
Hire of plant & equipment		3,338	2,200
Insurance		1,308	1,828
Postage & Shipping		110	-
Man build expenses		29,634	14,805
Materials and supplies		13,251	10,626
Medical supplies		2,000	1,000
Motor vehicle expenses		2,673	1,085
Printing and stationery		1,099	1,135
Security costs		1,188	1,496
Sundry expenses		1,295	155
		74,094	54,230
<b>NET OPERATING PROFIT BEFORE INCOME TAX</b>		15,754	11,146
Income tax expense		4,726	3,339
<b>NET OPERATING PROFIT AFTER INCOME TAX</b>		11,028	7,807
Retained profits at the beginning of the financial year		14,213	6,406
<b>TOTAL AVAILABLE FOR APPROPRIATION</b>		25,241	14,213
<b>RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR</b>		25,241	14,213

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

**RED EARTH CITY PTY LIMITED**  
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**STATEMENT OF FINANCIAL POSITION**

**AS AT 30 JUNE 2013**

	Note	2013 \$	2012 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	30,535	30,358
Trade and other receivables	3	-	658
<b>TOTAL CURRENT ASSETS</b>		<u>30,535</u>	<u>31,016</u>
<b>NON-CURRENT ASSETS</b>			
Intangibles	4	152	246
<b>TOTAL NON-CURRENT ASSETS</b>		<u>152</u>	<u>246</u>
<b>TOTAL ASSETS</b>		<u><u>30,687</u></u>	<u><u>31,262</u></u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	4,726	1,329
Other	6	-	15,000
<b>TOTAL CURRENT LIABILITIES</b>		<u>4,726</u>	<u>16,329</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	7	600	600
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>600</u>	<u>600</u>
<b>TOTAL LIABILITIES</b>		<u><u>5,326</u></u>	<u><u>16,929</u></u>
<b>NET ASSETS</b>		<u><u>25,361</u></u>	<u><u>14,333</u></u>
<b>EQUITY</b>			
Issued capital	8	120	120
Retained profits		<u>25,241</u>	<u>14,213</u>
<b>TOTAL EQUITY</b>		<u><u>25,361</u></u>	<u><u>14,333</u></u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

**RED EARTH CITY PTY LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2013**

**1 Summary of Significant Accounting Policies**

Red Earth City Pty Limited is a company limited by shares, incorporated and domiciled in Australia.

**Reporting Basis and Conventions**

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Corporations Act 2001.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of the member. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the financial statements are as follows:

**(a) Income Tax**

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to profit or loss is the tax payable on taxable income. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well unused tax losses.

Current and deferred income tax expense (income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss.

Except for business combinations, no deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

These notes should be read in conjunction with the attached compilation report.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2013**

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where: (a) a legally enforceable right of set-off exists; and (b) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

**(b) Goods and Services Tax (GST)**

Revenues, 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).

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.

These notes should be read in conjunction with the attached compilation report.

**RED EARTH CITY PTY LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 \$	2012 \$
<b>2. CASH AND CASH EQUIVALENTS</b>			
Cash at bank		30,535	30,358
<b>3. TRADE AND OTHER RECEIVABLES</b>			
<b>CURRENT</b>			
Trade receivables		-	658
		<u>          </u>	<u>          </u>
<b>4. INTANGIBLE ASSETS</b>			
Preliminary expenses		152	246
		<u>          </u>	<u>          </u>
<b>5. TRADE AND OTHER PAYABLES</b>			
<b>CURRENT</b>			
Taxation		4,726	1,329
		<u>          </u>	<u>          </u>
<b>6. OTHER LIABILITIES</b>			
<b>CURRENT</b>			
Advance payments		-	15,000
		<u>          </u>	<u>          </u>
<b>7. BORROWINGS</b>			
<b>NON-CURRENT</b>			
Loans from other persons		600	600
<b>8. ISSUED CAPITAL</b>			
Issued & paid up capital		120	120
		<u>          </u>	<u>          </u>

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**DIRECTORS' DECLARATION**

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes, as set out on pages 2 to 6 are in accordance with the Corporations Act 2001: and
  - (a) comply with accounting standards; and
  - (b) give a true and fair view of the company's financial position as at 30 June 2013 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

**Director** \_\_\_\_\_  
**Phil Smart**

**Director** \_\_\_\_\_  
**Richard Martin**

**Dated:**



**RED EARTH CITY PTY LIMITED**  
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**COMPILATION REPORT**  
**TO RED EARTH CITY PTY LIMITED**

We have compiled the accompanying special purpose financial statements of Red Earth City Pty Limited, as set out on pages 2 to 6. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

*The Responsibility of Directors*

The directors are solely responsible for the information contained in the special purpose financial statements and have determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose that the financial statements were prepared.

*Our Responsibility*

On the basis of information provided by the directors, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the directors of Red Earth City Pty Limited. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

**RML Accountants**

**755 Hunter Street**  
**Newcastle West, NSW, 2302**

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**Director: Chad Russell**

**NEWCASTLE**

**Dated:**