

# **Company - Annual Accounts (trading)**

Red Earth City Pty Ltd

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# Trading Statement

Red Earth City Pty Ltd

For the year ended 30 June 2015

	NOTES	2015	2014
<b>Trading Income</b>			
<b>Sale of goods</b>			
Sale of goods		299,835.16	176,027.31
<b>Total Sale of goods</b>		<b>299,835.16</b>	<b>176,027.31</b>
<b>Cost of Good Sold</b>			
<b>Purchases</b>			
<b>Purchases</b>			
DPI- Equipment Hire		7,232.35	14,135.30
DPI- Materials		20,245.27	30,767.86
Infrastructure- Container Transport		1,525.45	-
Infrastructure- Radio Communications		5,554.58	-
Infrastructure- Site Works		8,008.73	-
Infrastructure- Toilet Hire & Service		12,941.82	-
Infrastructure- Venue Hire Costs		14,701.63	9,097.58
Installations- Centre Camp		3,849.57	-
Installations- Effigy		12,752.75	-
Installations- Temple		9,801.63	-
<b>Total Purchases</b>		<b>96,613.78</b>	<b>54,000.74</b>
<b>Total Purchases</b>		<b>96,613.78</b>	<b>54,000.74</b>
<b>Total Cost of Good Sold</b>		<b>96,613.78</b>	<b>54,000.74</b>
<b>Gross Profit</b>		<b>203,221.38</b>	<b>122,026.57</b>

# Trading Income Statement

Red Earth City Pty Ltd

For the year ended 30 June 2015

	NOTES	2015	2014
<b>Income</b>			
Trading profit		203,221.38	122,026.57
<b>Total Income</b>		<b>203,221.38</b>	<b>122,026.57</b>
<b>Total Income</b>		<b>203,221.38</b>	<b>122,026.57</b>
<b>Expenses</b>			
Art Grants		27,863.73	16,556.22
ASIC Fees		243.00	-
Bank Fees		402.51	302.50
Comms Team Expenses		430.00	-
Communications		4,175.06	3,666.86
Consulting & Accounting		1,645.45	2,930.00
Crew Meal Costs		6,767.58	5,691.16
Depreciation		10,867.69	5,375.09
Fire Art Grants		4,650.00	-
Gate Expenses		2,116.16	-
General Donations		500.00	-
General Expenses		184.41	1,111.28
Insurance		15,971.38	4,886.69
Interest Expense		616.46	-
Low Value Assets - Immediate Write Off		11,004.99	-
Medical Services		12,870.00	3,461.64
Motor Vehicle Fuel		3,495.90	3,329.95
Motor Vehicle Servicing		1,392.74	-
REC community grants		500.00	-
Rent and Storage		1,234.56	-
Security Services		13,491.00	4,950.00
Services - Other		1,000.00	-
Team Expenses - Other		4,186.71	-
Theme Camp Grants		8,476.76	-
Travel Costs		5,992.00	4,519.02
Waste Services		10,225.34	2,860.00
<b>Total Expenses</b>		<b>150,303.43</b>	<b>59,640.41</b>
<b>Profit/(Loss) before Taxation</b>		<b>52,917.95</b>	<b>62,386.16</b>
<b>Income Tax Expense</b>			
Income Tax Expense		15,875.40	18,715.83
<b>Total Income Tax Expense</b>		<b>15,875.40</b>	<b>18,715.83</b>
<b>Net Profit After Tax</b>		<b>37,042.55</b>	<b>43,670.33</b>
<b>Net Profit After Dividends Paid</b>		<b>37,042.55</b>	<b>43,670.33</b>

# Balance Sheet

## Red Earth City Pty Ltd As at 30 June 2015

	NOTES	30 JUN 2015	30 JUN 2014
<b>Assets</b>			
<b>Current Assets</b>			
BMA		7,525.12	-
Cash at bank		-	64,180.85
DPI Expense Account		14,675.14	-
Effigy		10,085.00	-
Expenses Bank Account		11,002.44	-
Income Bank Account		110,239.75	-
Kitchen Expenses Account		64.73	-
Prepayments		-	58.00
Unpaid Expense Claims		870.00	-
<b>Total Current Assets</b>		<b>154,462.18</b>	<b>64,238.85</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	2	31,300.33	30,334.31
<b>Total Non-Current Assets</b>		<b>31,300.33</b>	<b>30,334.31</b>
<b>Total Assets</b>		<b>185,762.51</b>	<b>94,573.16</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Taxation		26,335.03	20,097.83
ATO RBA Account		616.46	-
GST		3,725.91	-
Sundry Creditor		49,411.23	4,844.00
<b>Total Current Liabilities</b>		<b>80,088.63</b>	<b>24,941.83</b>
<b>Non-Current Liabilities</b>			
Loan		(400.00)	600.00
<b>Total Non-Current Liabilities</b>		<b>(400.00)</b>	<b>600.00</b>
<b>Total Liabilities</b>		<b>79,688.63</b>	<b>25,541.83</b>
<b>Net Assets</b>		<b>106,073.88</b>	<b>69,031.33</b>
<b>Equity</b>			
Retained Earnings		105,953.88	68,911.33
Share Capital		120.00	120.00
<b>Total Equity</b>		<b>106,073.88</b>	<b>69,031.33</b>

# Notes to the Financial Statements

## Red Earth City Pty Ltd

### For the year ended 30 June 2015

#### 1. Statement of Significant Accounting Policies

The directors have determined that the company is not a reporting entity and accordingly, this financial report is a special purpose report prepared for the sole purpose of distributing a financial report to members and must not be used for any other purpose. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members.

The financial report has been prepared on an accrual basis and under the historical cost convention, except for certain assets, which, as noted, have been written down to fair value as a result of impairment. Unless otherwise stated, the accounting policies adopted are consistent with those of the prior year.

The accounting policies that have been adopted in the preparation of the statements are as follows:

#### Income Tax

The income tax expense for the year comprises current income tax expense. The company does not apply deferred tax. Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at 30 June 2015. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

#### Property, Plant and Equipment

Property, plant and equipment is initially recorded at the cost of acquisition or fair value less, if applicable, any accumulated depreciation and impairment losses. Plant and equipment that has been contributed at no cost, or for nominal cost, is valued and recognised at the fair value of the asset at the date it is acquired. The plant and equipment is reviewed annually by directors to ensure that the carrying amount is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the utilisation of the assets and the subsequent disposal. The expected net cash flows have been discounted to their present values in estimating recoverable amounts.

Freehold land and buildings are measured at their fair value, based on periodic, but at least triennial, valuations by independent external valuers, less subsequent depreciation for buildings.

Increases in the carrying amount of land and buildings arising on revaluation are credited in equity to a revaluation surplus. Decreases against previous increases of the same asset are charged against fair value reserves in equity. All other decreases are charged to profit or loss.

Any accumulated depreciation at the date of revaluation is offset against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

#### Intangibles

Goodwill is recognised as the excess of the purchase price for a business acquired over the fair value of the net assets at the date of acquisition. Goodwill is assessed for impairment annually and is carried at cost less accumulated impairment losses.

#### Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

## Revenue Recognition

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Revenue from the rendering of services is recognised upon the delivery of the services to customers.

Revenue from commissions is recognised upon delivery of services to customers.

Revenue from interest is recognised using the effective interest rate method.

Revenue from dividends is recognised when the entity has a right to receive the dividend.

All revenue is stated net of the amount of goods and services tax (GST).

## Goods and Services Tax

Transactions are recognised net 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 balance sheet.

	2015	2014
<b>2. Property Plant and Equipment</b>		
<b>Plant and Equipment</b>		
Plant and equipment at cost	47,543.11	35,709.40
Accumulated depreciation of plant and equipment	(16,242.78)	(5,375.09)
<b>Total Plant and Equipment</b>	<b>31,300.33</b>	<b>30,334.31</b>
<b>Total Property Plant and Equipment</b>	<b>31,300.33</b>	<b>30,334.31</b>

# Depreciation Schedule

Red Earth City Pty Ltd

For the year ended 30 June 2015

NAME	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
<b>General Pool</b>						
Army tents x 2	6,000.00	5,097.53	-	-	1,529.26	3,568.27
Distribution boards	1,575.00	1,338.10	-	-	401.43	936.67
Fire fighting trailer	2,952.00	2,507.99	-	-	752.40	1,755.59
General Tools - Assorted	3,945.00	-	3,945.00	-	590.13	3,354.87
New Generators x 2	9,952.00	8,455.11	-	-	2,536.53	5,918.58
Shipping containers x 2	5,940.00	5,046.56	-	-	1,513.97	3,532.59
Solar array	7,640.40	6,491.20	-	-	1,947.36	4,543.84
Solar Power Equipment	977.31	-	977.31	-	146.19	831.12
Stretch Tent	4,989.59	-	4,989.59	-	746.39	4,243.20
Stretch Tent	1,650.00	1,401.82	-	-	420.55	981.27
Tent	1,921.81	-	1,921.81	-	287.48	1,634.33
<b>Total General Pool</b>	<b>47,543.11</b>	<b>30,338.31</b>	<b>11,833.71</b>	-	<b>10,871.69</b>	<b>31,300.33</b>
<b>Total</b>	<b>47,543.11</b>	<b>30,338.31</b>	<b>11,833.71</b>	-	<b>10,871.69</b>	<b>31,300.33</b>



# Appropriation Statement

Red Earth City Pty Ltd

For the year ended 30 June 2015

	NOTES	2015	2014
<b>Retained Earnings after Appropriation</b>			
Retained Earnings At Start of Year		68,911.33	25,241.00
Profit / (loss) Before Taxation		52,917.95	62,386.16
<b>Income Tax Expense</b>			
Income Tax Expense		15,875.40	18,715.83
<b>Total Income Tax Expense</b>		<b>15,875.40</b>	<b>18,715.83</b>
<b>Retained Earnings After Appropriation</b>		<b>105,953.88</b>	<b>68,911.33</b>

# Directors Declaration

**Red Earth City Pty Ltd**

**For the year ended 30 June 2015**

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, present fairly the company's financial position as at 30 June 2015 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
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: Robin MacPherson \_\_\_\_\_

Director: Richard Martin \_\_\_\_\_

Director: Philip Smart \_\_\_\_\_

# Compilation Report

**Red Earth City Pty Ltd**

**For the year ended 30 June 2015**

Compilation report to Red Earth City Pty Ltd.

We have compiled the accompanying special purpose financial statements of Red Earth City Pty Ltd, which comprise the income statement, balance sheet and statement of cash flows for the period ended 30 June 2015, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is to provide information relating to the performance and financial position of the company that satisfies the needs of the members.

## **The Responsibility of the Directors**

You 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 your needs and for the purpose that the financial statements were prepared.

## **Our Responsibility**

On the basis of information provided by you, 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 of the trustee company 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 members of Organisation legal / trading name. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

## **TCM Accounting**

PO BOX 1800, NEWCASTLE NSW 2300

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**NATALIE CREER**

Dated: 14 March 2016