

ANNUAL FINANCIAL STATEMENTS

Red Earth City, Pty Ltd

ABN 72 141 969 226

For the year ended 30 June 2014

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Trading Statement

Red Earth City, Pty Ltd
For the year ended 30 June 2014

	NOTES	2014	2013
Trading Income			
Ticket Sales			
Sale of goods		175,209	87,870
Other Revenue		818	1,978
Total Ticket Sales		176,027	89,848
Expenses from Continuing Operations			
Purchases		44,903	46,223
Total Expenses from Continuing Operations		44,903	46,223
Gross Profit		131,124	43,625

Trading Income Statement

Red Earth City, Pty Ltd
For the year ended 30 June 2014

	NOTES	2014	2013
Income			
Trading profit		131,124	43,625
Total Income		131,124	43,625
Total Income		131,124	43,625
Expenses			
Art Grants		16,556	15,115
Bank Fees		303	290
Cleaning		2,860	-
Communications		1,970	-
Consulting & Accounting		2,930	2,037
Crew Meal Costs		5,691	-
Depreciation		5,375	-
General Expenses		1,111	1,295
Insurance		4,887	1,308
Medical Services		3,462	2,000
Motor Vehicle Fuel		3,330	3,429
Postage costs		-	110
Publications and Printing (general)		1,697	1,099
Rangers Expenses		9,098	-
Security Services		4,950	1,188
Travel Costs		4,519	-
Total Expenses		68,738	27,871
Profit/(Loss) before Taxation		62,386	15,754
Income Tax Expense			
Income Tax Expense		18,716	4,726
Total Income Tax Expense		18,716	4,726
Net Profit After Tax		43,670	11,028
Net Profit After Dividends Paid		43,670	11,028

Balance Sheet

Red Earth City, Pty Ltd As at 30 June 2014

	NOTES	30 JUN 2014	30 JUN 2013
Assets			
Current Assets			
Cash at bank		64,181	30,535
Prepayments		58	152
Total Current Assets		64,239	30,687
Non-Current Assets			
Property, plant and equipment	3	30,334	-
Total Non-Current Assets		30,334	0
Total Assets		94,573	30,687
Liabilities			
Current Liabilities			
Taxation		20,098	4,726
Sundry Creditor		4,844	-
Total Current Liabilities		24,942	4,726
Non-Current Liabilities			
Loan		600	600
Total Non-Current Liabilities		600	600
Total Liabilities		25,542	5,326
Net Assets		69,031	25,361
Equity			
Retained Earnings		68,911	25,241
Share Capital		120	120
Total Equity		69,031	25,361

Notes to the Financial Statements

Red Earth City, Pty Ltd For the year ended 30 June 2014

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 2014. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

Inventories

Inventories are carried at the lower of cost or net realisable value. Cost is based on the first-in, first out method and includes expenditure incurred in acquiring the inventories and bringing them to the existing condition and location.

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.

Trade and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

Financial Assets

Investments held are originally recognised at cost, which includes transaction costs. They are subsequently measured at fair value which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2014. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

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).

Leases

Finance leases are leases of fixed assets where substantially all of the risks and benefits incidental to the ownership of the asset are transferred to the entity, but the legal ownership is not transferred to the entity.

Finance leases are capitalised by recording an asset and a corresponding liability at the lower of the amounts equal to the fair value of the leased asset, or the minimum lease payments measured at present value including any residual values.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Operating lease payments are charged to the income statement on a straight-line basis over the term of the lease.

Lease incentives are deferred and amortised over the period of the lease.

Profits and losses on sale and leaseback transactions are recognised in the reporting period in which they occur.

	2014	2013
2. Receivables		
Current		
Prepayments	58	152
Total Current	58	152
Total Receivables	58	152
	2014	2013

3. Property Plant and Equipment

Plant and Equipment		
Plant and equipment at cost	35,709	-
Accumulated depreciation of plant and equipment	(5,375)	-
Total Plant and Equipment	30,334	0
Total Property Plant and Equipment	30,334	0

	2014	2013
4. Cash & Cash Equivalents		
Bank Accounts		
Cash at bank	64,181	30,535
Total Bank Accounts	64,181	30,535
Total Cash & Cash Equivalents	64,181	30,535
	2014	2013

5. Financial Liabilities**Non Current****Unsecured**

Loan	600	600
Total Unsecured	600	600
Total Non Current	600	600
Total Financial Liabilities	600	600

Appropriation Statement

Red Earth City, Pty Ltd

For the year ended 30 June 2014

	NOTES	2014	2013
Retained Earnings after Appropriation			
Retained Earnings At Start of Year		25,241	14,213
Profit / (loss) Before Taxation		62,386	15,754
Income Tax Expense			
Income Tax Expense		18,716	4,726
Total Income Tax Expense		18,716	4,726
Retained Earnings After Appropriation		68,911	25,241

Directors Declaration

Red Earth City, Pty Ltd For the year ended 30 June 2014

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 2014 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 _____

Compilation Report

Red Earth City, Pty Ltd For the year ended 30 June 2014

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 2014, 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

NATALIE CREER

Dated: 20 November 2015