

ANNUAL FINANCIAL STATEMENTS

Red Earth City Pty Ltd

ABN 72141969226

For the year ended 31 March 2019

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Trading Statement

Red Earth City Pty Ltd For the year ended 31 March 2019

	NOTES	2019	2018
Trading Income			
Sale of goods		752,205	674,239
Cost of Good Sold			
Purchases			
Purchases			
Fire Equipment		992	861
DPI - Crew Costs		2,825	1,659
DPI- Equipment Hire		25,174	35,400
DPI- Materials		7,030	7,148
DPI- Other Services		-	28
Leave No Trace Team Expenses		662	1,043
Ice Expense		6,903	6,102
Infrastructure- Container Transport		960	2,186
Radio Communications		5,250	4,319
Signage		-	140
Site Works		12,346	17,303
Toilet Hire & Service		56,507	63,515
Venue and Permit Costs		31,868	25,093
Installations- Centre Camp		4,936	4,469
Installations- Effigy		29,488	19,282
Installations- Red Earth Radio		2,596	318
Installations- Temple		12,401	13,919
Wristbands		1,405	1,222
Ticketing Fees		20,226	16,278
Ticket Refunds		1,177	50,552
Total Purchases		222,747	270,836
Total Purchases		222,747	270,836
Total Cost of Good Sold		222,747	270,836
Gross Profit		529,458	403,402

Trading Income Statement

Red Earth City Pty Ltd For the year ended 31 March 2019

	NOTES	2019	2018
Income			
Trading profit		529,458	403,402
Total Income		529,458	403,402
Other Income			
Other Income		-	201,715
Other Revenue		1,600	-
Interest Income		3,225	847
Total Other Income		4,825	202,562
Total Income		534,284	605,964
Expenses			
Travel and accommodation		18,200	20,408
Admin Team Expenses		3,619	5,318
Art Grants		65,741	33,821
Art Support Services		1,189	-
Artery Team Expenses		1,507	1,550
Bank Fees		667	431
Bicycle Expenses		775	-
Civic Services Team Expenses		164	7
Comms Team Expenses		703	1,104
Consulting & Accounting		2,200	2,546
Crew Meal Costs		23,177	16,314
Crew Training Costs		1,627	1,193
Crew Wrangler Team Expenses		1,009	733
Depreciation		8,205	7,373
FART Team Expenses		1,712	7,455
Filing Fees		263	-
Fines, Penalties & Damages		11,524	-
Fire Enclave Expenses		270	-
Kitchen Expenses		5,822	2,863
Printing Event & Survival Guides		7,508	7,067
Freight & Courier		-	158
Gate Expenses		718	1,116
Gate Operational Expenses		299	942
General Donations		14,524	720
General Expenses		-	468
Greeters Team Expenses		216	249
Indigenous Affairs		904	1,400
Insurance		18,636	11,883
Interest Expense		2,017	752
Light, Power, Heating		-	442

	NOTES	2019	2018
Low Value Assets - Immediate Write Off		-	1,292
Medical Services		46,004	31,252
Motor Vehicle Fuel		6,818	4,923
Motor Vehicle Servicing		-	458
PEER Team Expenses		1,768	270
Publications and Printing (general)		-	3,228
Rangers Expenses		4,640	6,186
REC General Expenses		479	478
REC Travel Costs		1,956	1,777
Red Earth Ecology		684	-
Rent and Storage		2,136	1,806
Repairs and Maintenance		25	-
Restructure Committee		2,966	2,781
Sanctuary Team Costs		859	-
Schwag and Appreciation		-	1,945
Security Services		16,704	16,139
Software Expenses		1,644	1,372
Subscriptions		6,297	3,950
Summit Expenses		15,378	7,639
Telephone and Internet		-	327
Temple Guardians Expenses		241	204
Tent and Office Hire		6,565	3,469
Theme Camp Grants		17,087	16,977
Theme Camp Team Expenses		239	200
Traffic Team Expenses (Previously Fun Police Expenses)		60	-
Travel Costs		1,359	1,835
Travel Grants		7,416	-
User Pays Police Services		8,365	-
Waste Services		5,470	6,411
Website and Social Media costs		23	145
Total Expenses		348,380	241,374
Profit/(Loss) before Taxation		185,904	364,590
Income Tax Expense			
Income Tax Expense		55,135	98,013
Total Income Tax Expense		55,135	98,013
Net Profit After Tax		130,769	266,576
Net Profit After Dividends Paid		130,769	266,576

Balance Sheet

Red Earth City Pty Ltd As at 31 March 2019

	NOTES	31 MAR 2019	31 MAR 2018
Assets			
Current Assets			
BMA		9,126	7,526
Burning Seed Admin - M/card		5,566	-
DPI Card		6,370	2,995
Effigy Card		7,552	4,978
Expenses Bank Account		53,731	22,594
Income Bank Account		347,770	365,439
IT and Office Equipment CAPITAL EXPENDITURE		3,026	-
Kitchen Card		8,098	230
Less Accumulated Depreciation on IT & Office Equipment		(266)	-
Petty Cash Account		139	148
REC Company Admin M/card		3,649	1,001
REC Term Deposit		203,738	100,677
Sundry Debtors		-	17,905
Temple Card		3,733	3,003
Total Current Assets		652,232	526,496
Non-Current Assets			
Property, plant and equipment	2	33,357	12,334
Total Non-Current Assets		33,357	12,334
Total Assets		685,588	538,830
Liabilities			
Current Liabilities			
Accounts Payable		19,674	5,447
GST		(113)	28,527
Sundry Creditor		-	24,732
Total Current Liabilities		19,561	58,707
Non-Current Liabilities			
Loan		600	600
Total Non-Current Liabilities		600	600
Total Liabilities		20,161	59,307
Net Assets		665,428	479,524
Equity			
Retained Earnings		536,892	406,122
Reserves			
Income Tax Payable Provision		128,416	73,281
Total Reserves		128,416	73,281

Balance Sheet

	NOTES	31 MAR 2019	31 MAR 2018
Share Capital		120	120
Total Equity		665,428	479,524

Notes to the Financial Statements

Red Earth City Pty Ltd For the year ended 31 March 2019

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 31 March 2019. 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.

	2019	2018
2. Property Plant and Equipment		
Plant and Equipment		
Plant and equipment at cost	79,238	50,277
Accumulated depreciation of plant and equipment	(45,882)	(37,943)
Total Plant and Equipment	33,357	12,334
Total Property Plant and Equipment	33,357	12,334

Depreciation Schedule

Red Earth City Pty Ltd

For the year ended 31 March 2019

NAME	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Electrical Equipment CAPITAL EXPENDITURE						
Broadband Antenna	233	-	-	-	-	-
Total Electrical Equipment CAPITAL EXPENDITURE	233	-	-	-	-	-
Fire Equipment CAPITAL EXPENDITURE						
Aussie Fire Chief Honda 5.5HP	880	-	880	-	122	758
Bullard Structural Helmet	3,840	-	3,840	-	539	3,301
Cargo Case Rhino 900X550X400mm	195	-	195	-	23	173
Cargo Case Rhino 900X550X400mm	586	-	586	-	586	-
Cargo Case Rhino 900x550x400mm Khaki CCK900	371	-	371	-	43	328
Fire Fighter Fire Marshal 200L Slip On	2,601	-	2,601	-	343	2,257
Light Perc Forestry Bush Fire Hose 38mm with 38mm storz couplings	735	-	735	-	103	632
Mako Fortress Structural Clothing Jacket and Pants	3,450	-	3,450	-	484	2,966
Nomex Lensing Flash Hood	480	-	480	-	67	413
Protek 360 (19 to 150lpm)	645	-	645	-	90	555
Protek 366 Nozzle	1,470	-	1,470	-	206	1,264
Site Phone	531	-	-	-	-	-
Site Phones	531	-	-	-	-	-
Streamlight Survivor LED Right Angle Torch	880	-	880	-	123	757
Wild Fire Jacket and Pants	1,140	-	1,140	-	160	980
Total Fire Equipment CAPITAL EXPENDITURE	18,336	-	17,274	-	2,890	14,384
General Infrastructure CAPITAL EXPENDITURE						
Bikes	1,493	-	1,493	-	275	1,217
Army tents x 2	6,000	1,354	-	-	406	948
Distribution boards	1,575	356	-	-	107	249
Fire fighting trailer	2,952	666	-	-	200	466
General Tools - Assorted	3,945	1,274	-	-	382	892
Kitchen Benches	335	-	-	-	-	-
New Generators x 2	9,952	2,247	-	-	674	1,573
Shipping containers x 2	5,940	1,341	-	-	402	939
Solar array	7,640	1,725	-	-	517	1,207
Solar Power Equipment	977	316	-	-	95	221
Stretch Tent	4,990	1,611	-	-	483	1,127
Stretch Tent	1,650	372	-	-	112	261
Tent	1,922	620	-	-	186	434
Total General Infrastructure CAPITAL EXPENDITURE	49,371	11,881	1,493	-	3,840	9,534
IT and Office Equipment CAPITAL EXPENDITURE						
Projector	1,300	-	1,300	-	114	1,186

Depreciation Schedule

NAME	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Video Conferencing Equipment	1,726	-	1,726	-	152	1,574
Total IT and Office Equipment CAPITAL EXPENDITURE	3,026	-	3,026	-	266	2,760
Kitchen Equipment CAPITAL EXPENDITURE						
Kitchen Shelving	615	-	615	-	58	557
Kitchen work bench	818	-	818	-	83	735
Thor Stove	2,864	-	2,864	-	347	2,517
Total Kitchen Equipment CAPITAL EXPENDITURE	4,296	-	4,296	-	487	3,809
Power and Hand Tools CAPITAL EXPENDITURE						
Cam locks and post lifter	119	-	-	-	-	-
Drop Saws	1,198	-	1,198	-	105	1,094
Generator Battery	136	-	-	-	-	-
Total Power and Hand Tools CAPITAL EXPENDITURE	1,453	-	1,198	-	105	1,094
Roadworks or Site Works CAPITAL EXPENDITURE						
Data Projector	531	453	-	-	91	362
Total Roadworks or Site Works CAPITAL EXPENDITURE	531	453	-	-	91	362
Shelter and Access Equipment CAPITAL EXPENDITURE						
PRO-FLOOR EF green (used)	1,500	-	1,500	-	108	1,392
Second hand container	3,200	-	3,200	-	417	2,783
Shelter	318	-	-	-	-	-
Total Shelter and Access Equipment CAPITAL EXPENDITURE	5,018	-	4,700	-	526	4,174
Total	82,265	12,334	31,988	-	8,205	36,117

Appropriation Statement

Red Earth City Pty Ltd
For the year ended 31 March 2019

	NOTES	2019	2018
Retained Earnings after Appropriation			
Retained Earnings At Start of Year		406,122	139,546
Profit / (loss) Before Taxation		185,904	364,590
Income Tax Expense			
Income Tax Expense		55,135	98,013
Total Income Tax Expense		55,135	98,013
Retained Earnings After Appropriation		536,892	406,122

Directors Declaration

Red Earth City Pty Ltd

For the year ended 31 March 2019

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 31 March 2019 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 31 March 2019

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 31 March 2019, 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: