

ANNUAL FINANCIAL STATEMENTS

Red Earth City Pty Ltd

ABN 72 141 969 226

For the year ended 31 March 2021

Prepared by TCM Accounting

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Trading Statement

Red Earth City Pty Ltd

For the year ended 31 March 2021

	NOTES	2021	2020
Trading Income			
Sale of goods			
Sale of goods			
Ticket Sales		3,419	815,168
Pass Out Sales		-	1,136
Ice Sales		-	10,011
Total Sale of goods		3,419	826,315
Total Sale of goods		3,419	826,315
Cost of Good Sold			
Purchases			
Purchases			
DPI - Crew Costs		-	1,971
DPI- Equipment Hire		-	26,176
DPI- Materials		27	24,216
Leave No Trace Team Expenses		-	1,012
Ice Expense		-	5,465
Radio Communications		-	9,366
Signage		-	680
Site Works		-	9,606
Toilet Hire & Service		-	90,345
Venue and Permit Costs		-	34,785
Installations- Centre Camp		-	4,832
Installations- Effigy		-	23,302
Installations- Red Earth Radio		-	435
Installations- Temple		4,545	12,969
Wristbands		-	1,708
Ticketing Fees		-	28,380
Ticket Refunds		-	336
Total Purchases		4,573	275,584
Total Purchases		4,573	275,584
Total Cost of Good Sold		4,573	275,584
Gross Profit		(1,154)	550,731

Trading Income Statement

Red Earth City Pty Ltd

For the year ended 31 March 2021

	NOTES	2021	2020
Income			
Trading profit		(1,154)	550,731
Total Income		(1,154)	550,731
Other Income			
Interest Income		2,490	6,309
Gain on disposal of Capital Items		419	-
Total Other Income		2,909	6,309
Total Income		1,755	557,040
Expenses			
Admin Team Expenses		-	3,417
Art Grants		8,200	75,113
Artery Team Expenses		1,080	2,109
Bank Fees		193	625
Burner Resource Bureau Expenses		-	575
Civic Services Team Expenses		-	1,000
Comms Team Expenses		1,596	856
Consulting & Accounting		3,000	6,200
Crew Meal Costs		-	32,227
Crew Training Costs		3,990	5,557
Crew Wrangler Team Expenses		-	379
Depreciation		21,205	15,380
FART Team Expenses		120	2,063
Fines, Penalties & Damages		-	7,041
Fire Enclave Expenses		-	456
Kitchen Expenses		-	8,107
Printing Event & Survival Guides		-	9,187
Gate Expenses		-	1,090
Gate Operational Expenses		-	1,197
General Donations		-	2,203
Greeters Team Expenses		-	994
Indigenous Affairs		-	2,900
Insurance		1,722	20,001
Medical Services		-	68,934
Motor Vehicle Fuel		-	6,661
PEER Team Expenses		-	1,538
Rangers Expenses		-	10,481
REC ASIC		540	170
REC Bank Fees		-	1
REC General Expenses		784	1,135
REC Legal Costs		-	3,180

	NOTES	2021	2020
REC Travel Costs		-	1,968
Red Earth Ecology		-	1,707
Rent and Storage		1,868	1,865
Repairs and Maintenance		-	485
Restructure Committee		-	35,456
Sanctuary Team Costs		-	841
Security Services		-	19,283
Site Manager Expenses		-	645
Software Expenses		23,552	20,329
Summit Expenses		-	17,691
Temple Guardians Expenses		-	82
Tent and Office Hire		-	6,425
Theme Camp Grants		10,981	30,552
Town Council Expenses		-	955
Town Planning Team Expenses		-	180
Traffic Team Expenses (Previously Fun Police Expenses)		-	249
Travel and accommodation		-	22,823
Travel Grants		-	(2,696)
User Pays Police Services		-	9,041
Waste Services		-	4,333
Website and Social Media costs		265	85
WHS Team Expenses		-	200
Donations - Burning Man Project		10,000	-
Total Expenses		89,095	463,271
Profit/(Loss) before Taxation		(87,340)	93,769
Income Tax Expense			
Income Tax Expense		(23,486)	21,199
Total Income Tax Expense		(23,486)	21,199
Net Profit After Tax		(63,854)	72,570
Net Profit After Dividends Paid		(63,854)	72,570

Balance Sheet

Red Earth City Pty Ltd As at 31 March 2021

	NOTES	31 MAR 2021	31 MAR 2020
Assets			
Current Assets			
Cash and Cash Equivalent			
BMA		9,126	9,126
Burning Seed Admin - M/card		464	6,316
DPI Card		2,976	3,183
Effigy Card		4,320	4,326
Expenses Bank Account		10,720	61,218
Income Bank Account		171,793	179,582
Kitchen Card		6	12
Petty Cash Account		-	139
REC Company Admin M/card		105,256	2,123
REC Term Deposit		111,513	409,033
Temple Card		1,456	1,456
Red Earth Arts Foundation		2	-
Burners Without Borders		2	-
RED EARTH CITY PTY LTD		200,000	-
Total Cash and Cash Equivalent		617,633	676,513
Accounts Receivable		-	1,188
ATO - Integrated Client Account		16,245	16,245
Good and Services Tax		(71)	12,017
Sundry Debtors		-	536
Total Current Assets		633,807	706,499
Non-Current Assets			
Property, Plant and Equipment	2	63,381	82,509
Total Non-Current Assets		63,381	82,509
Total Assets		697,188	789,008
Liabilities			
Current Liabilities			
Unpaid Expense Claims		-	4,480
Total Current Liabilities		-	4,480
Non-Current Liabilities			
Loan		600	600
Total Non-Current Liabilities		600	600
Total Liabilities		600	5,080
Net Assets		696,588	783,928
Equity			
Retained Earnings		545,608	609,462

	NOTES	31 MAR 2021	31 MAR 2020
Reserves			
Income Tax Payable Provision		150,860	174,347
Total Reserves		150,860	174,347
Share Capital		120	120
Total Equity		696,588	783,928

Notes to the Financial Statements

Red Earth City Pty Ltd

For the year ended 31 March 2021

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 2021. 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.

	2021	2020
2. Property Plant and Equipment		
Plant and Equipment		
Plant and equipment at cost	145,423	144,037
Accumulated depreciation of plant and equipment	(82,041)	(61,528)
Total Plant and Equipment	63,381	82,509
Total Property Plant and Equipment	63,381	82,509

Depreciation Schedule

Red Earth City Pty Ltd

For the year ended 31 March 2021

NAME	METHOD	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Electrical Equipment CAPITAL EXPENDITURE								
Broadband Antenna	Full	21 Aug 2017	233	-	-	-	-	-
Total Electrical Equipment CAPITAL EXPENDITURE			233	-	-	-	-	-
Fire Equipment CAPITAL EXPENDITURE								
Aussie Fire Chief Honda 5.5HP	DV	23 Jul 2018	880	607	-	-	121	485
Bullard Structural Helmet	DV	19 Jul 2018	3,840	2,641	-	-	528	2,113
Cargo Case Rhino 900X550X400mm	DV	2 Sep 2018	195	138	-	-	28	111
Cargo Case Rhino 900X550X400mm	DV	10 Sep 2018	586	-	-	-	-	-
Cargo Case Rhino 900x550x400mm Khaki CCK900	DV	31 Aug 2018	371	262	-	-	52	210
Fire Fighter Fire Marshal 200L Slip On	DV	3 Aug 2018	2,601	1,806	-	-	361	1,445
Fire Response - CAPEX	DV	28 Feb 2020	34,589	33,966	-	-	6,793	27,172
Fire Response Storage Containers CAPEX	DV	28 Feb 2020	3,468	3,406	-	-	681	2,725
Light Perc Forestry Bush Fire Hose 38mm with 38mm storz couplings	DV	19 Jul 2018	735	506	-	-	101	404
Mako Fortress Structural Clothing Jacket and Pants	DV	19 Jul 2018	3,450	2,373	-	-	475	1,898
MCLEOD FIREFIGHTING TOOL	DV	5 Jun 2020	625	-	625	-	103	522
Megaphone	DV	26 Apr 2020	107	-	107	-	20	87
Nomex Lensing Flash Hood	DV	19 Jul 2018	480	330	-	-	66	264
Protek 360 (19 to 150lpm)	DV	19 Jul 2018	645	444	-	-	89	355
Protek 366 Nozzle	DV	19 Jul 2018	1,470	1,011	-	-	202	809
Site Phone	Full	25 Aug 2017	531	-	-	-	-	-
Site Phones	Full	12 Sep 2017	531	-	-	-	-	-
Solar Powered WiFi Weather Station with Color	DV	28 Apr 2020	154	-	154	-	57	97
Stickers and Patches	DV	26 Apr 2020	435	-	435	-	81	354

Depreciation Schedule

NAME	METHOD	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Storage Cases for fire gear	DV	3 Sep 2020	2,332	-	2,332	-	268	2,064
Streamlight Survivor LED Right Angle Torch	DV	19 Jul 2018	880	605	-	-	121	484
Torches	DV	26 Apr 2020	733	-	733	-	136	596
UHF Radios	DV	2 Mar 2020	189	181	-	-	91	91
UHF Radios	DV	2 Mar 2020	189	181	-	-	91	91
UHF Radios	DV	2 Mar 2020	189	181	-	-	91	91
UHF Radios	DV	2 Mar 2020	189	181	-	-	91	91
UHF Radios	DV	2 Mar 2020	189	181	-	-	91	91
Warning Lights	DV	8 Mar 2020	530	523	-	-	105	418
Wild Fire Jacket and Pants	DV	19 Jul 2018	1,140	784	-	-	157	627
Total Fire Equipment CAPITAL EXPENDITURE			62,255	50,308	4,385	-	10,999	43,694
General Infrastructure CAPITAL EXPENDITURE								
Bikes	DV	11 Sep 2018	1,493	812	-	-	271	541
3m x 6m Marquee (Used)	DV	5 Aug 2019	1,600	1,180	-	-	472	708
3m x 6m Marquee (Used)	DV	5 Aug 2019	1,600	1,180	-	-	472	708
6m x 12m Marquee (used)	DV	5 Aug 2019	3,700	2,730	-	-	1,092	1,638
9 x Magnets	Full	12 Mar 2020	249	-	-	-	-	-
Army tents x 2	DV	30 Dec 2013	6,000	664	-	-	199	465
Distribution boards	DV	30 Dec 2013	1,575	174	-	-	52	122
Fire fighting trailer	DV	30 Dec 2013	2,952	327	-	-	98	229
General Tools - Assorted	DV	31 Dec 2014	3,945	624	-	-	187	437
Kitchen Benches	Full	3 Aug 2017	335	-	-	-	-	-
New Generators x 2	DV	30 Dec 2013	9,952	1,101	-	-	330	771
Shipping containers x 2	DV	30 Dec 2013	5,940	657	-	-	197	460
Solar array	DV	30 Dec 2013	7,640	845	-	-	254	592
Solar Power Equipment	DV	15 Jul 2014	977	155	-	-	46	108
Stretch Tent	DV	22 Sep 2014	4,990	789	-	-	237	552

Depreciation Schedule

NAME	METHOD	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Stretch Tent	DV	30 Dec 2013	1,650	182	-	-	55	128
Tent	DV	1 Jul 2014	1,922	304	-	-	91	213
Total General Infrastructure CAPITAL EXPENDITURE			56,520	11,724	-	-	4,053	7,670
IT and Office Equipment CAPITAL EXPENDITURE								
Gate Laptop, 2x power packs for ticket scanners	DV	1 Aug 2019	510	170	-	-	170	-
Optus Cell Repeater	DV	22 Aug 2019	1,398	972	-	-	486	486
Projector	DV	23 Oct 2018	1,300	949	-	-	190	759
Projector Screen	DV	20 Nov 2019	197	182	-	-	36	146
Road Cases for Projector and EFTPOS	DV	15 Sep 2019	503	393	-	-	157	236
Video Conferencing Equipment	DV	22 Oct 2018	1,726	1,259	-	-	252	1,007
Total IT and Office Equipment CAPITAL EXPENDITURE			5,633	3,926	-	-	1,291	2,634
Kitchen Equipment CAPITAL EXPENDITURE								
Kitchen Shelving	DV	7 Sep 2018	615	464	-	-	77	387
Kitchen work bench	DV	22 Aug 2018	818	613	-	-	102	510
Thor Stove	DV	10 Jul 2018	2,864	2,097	-	-	350	1,748
Total Kitchen Equipment CAPITAL EXPENDITURE			4,296	3,174	-	-	529	2,645
Power and Hand Tools CAPITAL EXPENDITURE								
BATTERY 18V 5.0AH LIION M18 REDLITHIUM 6PK MILWAUKEE	DV	1 Aug 2019	632	421	-	-	211	211
4 x Drills	DV	9 Sep 2019	1,949	1,403	-	-	702	702
Cam locks and post lifter	Full	14 Sep 2017	119	-	-	-	-	-
CHARGER BATTERY MULTI 18V CHARGES 6 BATTERIES MILWAUKEE	DV	1 Aug 2019	222	148	-	-	74	74
Cordless framing nail kit	DV	26 Jul 2019	817	538	-	-	269	269
Cordless framing nail kit	DV	26 Jul 2019	817	538	-	-	269	269
Cordless framing nail kit	DV	26 Jul 2019	817	538	-	-	269	269
Cordless framing nail kit	DV	26 Jul 2019	817	538	-	-	269	269

Depreciation Schedule

NAME	METHOD	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
DRILL DRIVER 13MM 18V BARE 2SP GEN3 MILWAUKEE	DV	1 Aug 2019	168	112	-	-	56	56
DRILL DRIVER 13MM 18V BARE 2SP GEN3 MILWAUKEE	DV	1 Aug 2019	168	112	-	-	56	56
DRILL DRIVER 13MM 18V BARE 2SP GEN3 MILWAUKEE	DV	1 Aug 2019	168	112	-	-	56	56
DRILL DRIVER 13MM 18V BARE 2SP GEN3 MILWAUKEE	DV	1 Aug 2019	168	112	-	-	56	56
Drop Saws	DV	21 Aug 2018	1,198	937	-	-	134	803
Generator Battery	Full	18 Sep 2017	136	-	-	-	-	-
SAW CIRCULAR 184MM 18V BARE B/LESS M18 FUEL MILWAUKEE	DV	1 Aug 2019	375	209	-	-	139	70
SAW CIRCULAR 184MM 18V BARE B/LESS M18 FUEL MILWAUKEE	DV	1 Aug 2019	375	209	-	-	139	70
SAW HORSE 750MM 2PK H/D BAMBOO TIMBER DECK OX	DV	1 Aug 2019	154	85	-	-	57	28
SAW HORSE 750MM 2PK H/D BAMBOO TIMBER DECK OX	DV	1 Aug 2019	154	85	-	-	57	28
Saw Mitre COMPGL 305MM 2000W 104X335MM BRK LASR DBL BOSCH	DV	1 Aug 2019	954	530	-	-	353	177
SAW TABLE 254MM 1800W 460X79MM GTS10J + GTA600 BOSCH	DV	1 Aug 2019	726	404	-	-	269	134
Total Power and Hand Tools CAPITAL EXPENDITURE			10,936	7,032	-	-	3,435	3,597
Roadworks or Site Works CAPITAL EXPENDITURE								
Data Projector	DV	7 Jul 2017	531	290	-	-	58	232
Total Roadworks or Site Works CAPITAL EXPENDITURE			531	290	-	-	58	232
Shelter and Access Equipment CAPITAL EXPENDITURE								
PRO-FLOOR EF green (used)	DV	11 Jul 2018	1,500	1,252	-	-	125	1,127
Second hand container	DV	6 Aug 2018	3,200	2,226	-	-	445	1,781
Shelter	Full	12 Sep 2017	318	-	-	-	-	-
Trailer for Info Booth	DV	18 Jul 2019	3,000	2,577	-	2,309	268	-
Total Shelter and Access Equipment CAPITAL EXPENDITURE			8,018	6,056	-	2,309	839	2,908

Depreciation Schedule

NAME	METHOD	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Total			148,422	82,509	4,385	2,309	21,205	63,381

Appropriation Statement

Red Earth City Pty Ltd

For the year ended 31 March 2021

	NOTES	2021	2020
Retained Earnings after Appropriation			
Retained Earnings At Start of Year		609,462	536,892
Profit / (loss) Before Taxation		(87,340)	93,769
Income Tax Expense			
Income Tax Expense		(23,486)	21,199
Total Income Tax Expense		(23,486)	21,199
Retained Earnings After Appropriation		545,608	609,462

Directors Declaration

Red Earth City Pty Ltd

For the year ended 31 March 2021

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 2021 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 31 March 2021

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 2021, 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 Red Earth City Pty Ltd. . 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

BRETT INGLIS

Dated: