

ANNUAL FINANCIAL STATEMENTS

Red Earth City Pty Ltd

ABN 72 141 969 226

For the year ended 31 March 2022

Prepared by TCM Accounting

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Trading Statement

Red Earth City Pty Ltd

For the year ended 31 March 2022

	NOTES	2022	2021
Trading Income			
Sale of goods			
Sale of goods			
Ticket Sales		-	3,419
Total Sale of goods		-	3,419
Total Sale of goods		-	3,419
Cost of Good Sold			
Purchases			
Purchases			
DPI- Materials		-	27
Installations- Temple		-	4,545
Total Purchases		-	4,573
Total Purchases		-	4,573
Total Cost of Good Sold		-	4,573
Gross Profit		-	(1,154)

Trading Income Statement

Red Earth City Pty Ltd

For the year ended 31 March 2022

	NOTES	2022	2021
Income			
Trading profit		-	(1,154)
Total Income		-	(1,154)
Other Income			
Interest Income		2,657	2,490
Gain on disposal of Capital Items		-	419
Total Other Income		2,657	2,909
Total Income		2,657	1,755
Expenses			
Art Grants		-	8,200
Artery Team Expenses		-	1,080
Bank Fees		190	193
Comms Team Expenses		-	1,596
Community Complaints Services		12,450	-
Consulting & Accounting		4,380	3,000
Crew Training Costs		-	3,990
Depreciation		14,791	21,205
Donations - Burning Man Project		-	10,000
FART Team Expenses		-	120
Insurance		-	1,722
Interest Expense		-	-
REC ASIC		276	540
REC Bank Fees		-	-
REC General Expenses		613	784
REC Travel Costs		55	-
Rent and Storage		1,867	1,868
Software Expenses		26,345	23,552
Theme Camp Grants		-	10,981
Town Council Expenses		300	-
Website and Social Media costs		987	265
Total Expenses		62,253	89,095
Profit/(Loss) before Taxation		(59,596)	(87,340)
Income Tax Expense			
Income Tax Expense		(14,899)	(23,486)
Total Income Tax Expense		(14,899)	(23,486)
Net Profit After Tax		(44,697)	(63,854)
Net Profit After Dividends Paid		(44,697)	(63,854)

Balance Sheet

Red Earth City Pty Ltd As at 31 March 2022

	NOTES	31 MAR 2022	31 MAR 2021
Assets			
Current Assets			
Cash and Cash Equivalent			
BMA		9,126	9,126
Burning Seed Admin - M/card		6,742	464
Burners Without Borders		2	2
DPI Card		2,976	2,976
Effigy Card		4,320	4,320
Expenses Bank Account		11,441	10,720
Income Bank Account		137,109	171,793
Kitchen Card		6	6
REC Company Admin M/card		101,560	105,256
REC Term Deposit		112,555	111,513
Temple Card		1,456	1,456
Red Earth Arts Foundation		2	2
Red Earth City Pty Ltd		201,615	200,000
Total Cash and Cash Equivalent		588,909	617,633
ATO - Integrated Client Account		(834)	16,245
Good and Services Tax		927	(71)
Total Current Assets		589,002	633,807
Non-Current Assets			
Property, Plant and Equipment	2	48,590	63,381
Total Non-Current Assets		48,590	63,381
Total Assets		637,592	697,188
Liabilities			
Non-Current Liabilities			
Loan		600	600
Total Non-Current Liabilities		600	600
Total Liabilities		600	600
Net Assets		636,992	696,588
Equity			
Retained Earnings		500,911	545,608
Reserves			
Income Tax Payable Provision		135,961	150,860
Total Reserves		135,961	150,860
Share Capital		120	120
Total Equity		636,992	696,588

Notes to the Financial Statements

Red Earth City Pty Ltd

For the year ended 31 March 2022

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 2022. 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.

	2022	2021
2. Property Plant and Equipment		
Plant and Equipment		
Plant and equipment at cost	145,423	145,423
Accumulated depreciation of plant and equipment	(96,833)	(82,041)
Total Plant and Equipment	48,590	63,381
Total Property Plant and Equipment	48,590	63,381

Depreciation Schedule

Red Earth City Pty Ltd

For the year ended 31 March 2022

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	485	-	-	97	388
Bullard Structural Helmet	DV	19 Jul 2018	3,840	2,113	-	-	423	1,690
Cargo Case Rhino 900X550X400mm	DV	2 Sep 2018	195	111	-	-	22	89
Cargo Case Rhino 900X550X400mm	DV	10 Sep 2018	586	-	-	-	-	-
Cargo Case Rhino 900x550x400mm Khaki CCK900	DV	31 Aug 2018	371	210	-	-	42	168
Fire Fighter Fire Marshal 200L Slip On	DV	3 Aug 2018	2,601	1,445	-	-	289	1,156
Fire Response - CAPEX	DV	28 Feb 2020	34,589	27,172	-	-	5,434	21,738
Fire Response Storage Containers CAPEX	DV	28 Feb 2020	3,468	2,725	-	-	545	2,180
Light Perc Forestry Bush Fire Hose 38mm with 38mm storz couplings	DV	19 Jul 2018	735	404	-	-	81	324
Mako Fortress Structural Clothing Jacket and Pants	DV	19 Jul 2018	3,450	1,898	-	-	380	1,519
MCLEOD FIREFIGHTING TOOL	DV	5 Jun 2020	625	522	-	-	104	418
Megaphone	DV	26 Apr 2020	107	87	-	-	17	70
Nomex Lensing Flash Hood	DV	19 Jul 2018	480	264	-	-	53	211
Protek 360 (19 to 150lpm)	DV	19 Jul 2018	645	355	-	-	71	284
Protek 366 Nozzle	DV	19 Jul 2018	1,470	809	-	-	162	647
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	97	-	-	39	58
Stickers and Patches	DV	26 Apr 2020	435	354	-	-	71	283

Depreciation Schedule

NAME	METHOD	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Storage Cases for fire gear	DV	3 Sep 2020	2,332	2,064	-	-	413	1,651
Streamlight Survivor LED Right Angle Torch	DV	19 Jul 2018	880	484	-	-	97	387
Torches	DV	26 Apr 2020	733	596	-	-	119	477
UHF Radios	DV	2 Mar 2020	189	91	-	-	45	45
UHF Radios	DV	2 Mar 2020	189	91	-	-	45	45
UHF Radios	DV	2 Mar 2020	189	91	-	-	45	45
UHF Radios	DV	2 Mar 2020	189	91	-	-	45	45
UHF Radios	DV	2 Mar 2020	189	91	-	-	45	45
Warning Lights	DV	8 Mar 2020	530	418	-	-	84	335
Wild Fire Jacket and Pants	DV	19 Jul 2018	1,140	627	-	-	125	502
Total Fire Equipment CAPITAL EXPENDITURE			62,255	43,694	-	-	8,894	34,800
General Infrastructure CAPITAL EXPENDITURE								
Bikes	DV	11 Sep 2018	1,493	541	-	-	180	361
3m x 6m Marquee (Used)	DV	5 Aug 2019	1,600	708	-	-	283	425
3m x 6m Marquee (Used)	DV	5 Aug 2019	1,600	708	-	-	283	425
6m x 12m Marquee (used)	DV	5 Aug 2019	3,700	1,638	-	-	655	983
9 x Magnets	Full	12 Mar 2020	249	-	-	-	-	-
Army tents x 2	DV	30 Dec 2013	6,000	465	-	-	139	325
Distribution boards	DV	30 Dec 2013	1,575	122	-	-	37	85
Fire fighting trailer	DV	30 Dec 2013	2,952	229	-	-	69	160
General Tools - Assorted	DV	31 Dec 2014	3,945	437	-	-	131	306
Kitchen Benches	Full	3 Aug 2017	335	-	-	-	-	-
New Generators x 2	DV	30 Dec 2013	9,952	771	-	-	231	539
Shipping containers x 2	DV	30 Dec 2013	5,940	460	-	-	138	322
Solar array	DV	30 Dec 2013	7,640	592	-	-	177	414
Solar Power Equipment	DV	15 Jul 2014	977	108	-	-	32	76
Stretch Tent	DV	22 Sep 2014	4,990	552	-	-	166	387

Depreciation Schedule

NAME	METHOD	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Stretch Tent	DV	30 Dec 2013	1,650	128	-	-	38	89
Tent	DV	1 Jul 2014	1,922	213	-	-	64	149
Total General Infrastructure CAPITAL EXPENDITURE			56,520	7,670	-	-	2,625	5,046
IT and Office Equipment CAPITAL EXPENDITURE								
Gate Laptop, 2x power packs for ticket scanners	DV	1 Aug 2019	510	-	-	-	-	-
Optus Cell Repeater	DV	22 Aug 2019	1,398	486	-	-	243	243
Projector	DV	23 Oct 2018	1,300	759	-	-	152	607
Projector Screen	DV	20 Nov 2019	197	146	-	-	29	117
Road Cases for Projector and EFTPOS	DV	15 Sep 2019	503	236	-	-	94	142
Video Conferencing Equipment	DV	22 Oct 2018	1,726	1,007	-	-	201	806
Total IT and Office Equipment CAPITAL EXPENDITURE			5,633	2,634	-	-	720	1,915
Kitchen Equipment CAPITAL EXPENDITURE								
Kitchen Shelving	DV	7 Sep 2018	615	387	-	-	64	322
Kitchen work bench	DV	22 Aug 2018	818	510	-	-	85	425
Thor Stove	DV	10 Jul 2018	2,864	1,748	-	-	291	1,456
Total Kitchen Equipment CAPITAL EXPENDITURE			4,296	2,645	-	-	441	2,204
Power and Hand Tools CAPITAL EXPENDITURE								
BATTERY 18V 5.0AH LIION M18 REDLITHIUM 6PK MILWAUKEE	DV	1 Aug 2019	632	211	-	-	105	105
4 x Drills	DV	9 Sep 2019	1,949	702	-	-	351	351
Cam locks and post lifter	Full	14 Sep 2017	119	-	-	-	-	-
CHARGER BATTERY MULTI 18V CHARGES 6 BATTERIES MILWAUKEE	DV	1 Aug 2019	222	74	-	-	37	37
Cordless framing nail kit	DV	26 Jul 2019	817	269	-	-	135	135
Cordless framing nail kit	DV	26 Jul 2019	817	269	-	-	135	135
Cordless framing nail kit	DV	26 Jul 2019	817	269	-	-	135	135
Cordless framing nail kit	DV	26 Jul 2019	817	269	-	-	135	135

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	56	-	-	28	28
DRILL DRIVER 13MM 18V BARE 2SP GEN3 MILWAUKEE	DV	1 Aug 2019	168	56	-	-	28	28
DRILL DRIVER 13MM 18V BARE 2SP GEN3 MILWAUKEE	DV	1 Aug 2019	168	56	-	-	28	28
DRILL DRIVER 13MM 18V BARE 2SP GEN3 MILWAUKEE	DV	1 Aug 2019	168	56	-	-	28	28
Drop Saws	DV	21 Aug 2018	1,198	803	-	-	115	689
Generator Battery	Full	18 Sep 2017	136	-	-	-	-	-
SAW CIRCULAR 184MM 18V BARE B/LESS M18 FUEL MILWAUKEE	DV	1 Aug 2019	375	70	-	-	46	23
SAW CIRCULAR 184MM 18V BARE B/LESS M18 FUEL MILWAUKEE	DV	1 Aug 2019	375	70	-	-	46	23
SAW HORSE 750MM 2PK H/D BAMBOO TIMBER DECK OX	DV	1 Aug 2019	154	28	-	-	19	9
SAW HORSE 750MM 2PK H/D BAMBOO TIMBER DECK OX	DV	1 Aug 2019	154	28	-	-	19	9
Saw Mitre COMPGL 305MM 2000W 104X335MM BRK LASR DBL BOSCH	DV	1 Aug 2019	954	177	-	-	118	59
SAW TABLE 254MM 1800W 460X79MM GTS10J + GTA600 BOSCH	DV	1 Aug 2019	726	134	-	-	90	45
Total Power and Hand Tools CAPITAL EXPENDITURE			10,936	3,597	-	-	1,596	2,001
Roadworks or Site Works CAPITAL EXPENDITURE								
Data Projector	DV	7 Jul 2017	531	232	-	-	46	186
Total Roadworks or Site Works CAPITAL EXPENDITURE			531	232	-	-	46	186
Shelter and Access Equipment CAPITAL EXPENDITURE								
PRO-FLOOR EF green (used)	DV	11 Jul 2018	1,500	1,127	-	-	113	1,014
Second hand container	DV	6 Aug 2018	3,200	1,781	-	-	356	1,425
Shelter	Full	12 Sep 2017	318	-	-	-	-	-
Total Shelter and Access Equipment CAPITAL EXPENDITURE			5,018	2,908	-	-	469	2,439
Total			145,422	63,381	-	-	14,791	48,590

Appropriation Statement

Red Earth City Pty Ltd

For the year ended 31 March 2022

	NOTES	2022	2021
Retained Earnings after Appropriation			
Retained Earnings At Start of Year		545,608	609,462
Profit / (loss) Before Taxation		(59,596)	(87,340)
Income Tax Expense			
Income Tax Expense		(14,899)	(23,486)
Total Income Tax Expense		(14,899)	(23,486)
Retained Earnings After Appropriation		500,911	545,608

Directors Declaration

Red Earth City Pty Ltd

For the year ended 31 March 2022

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 2022 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 Mark MacPherson _____

Director: Richard James Martin _____

Director: David Kenton Schoeffel _____

Sign date:

Compilation Report

Red Earth City Pty Ltd

For the year ended 31 March 2022

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 2022, 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: