



**JONES LOUROS**  
9 ASSOCIATES

**Red Dust Role Models Ltd**  
**ABN 12 118 641 777**  
**For the year ended 30 June 2016**

Prepared by Jones Louros & Associates



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9 ASSOCIATES

# Auditor's Independence Declaraion

**Red Dust Role Models Ltd**

**For the year ended 30 June 2016**

***Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001***

To: the directors of Red Dust Role Models Ltd

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2016 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit;  
and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

Chris Wooden  
*Partner*  
Melbourne

# Director's Report

## Red Dust Role Models Ltd For the year ended 30 June 2016

Your directors of Red Dust Role Models Ltd ("the Company") present their report on the Company for the financial year ended 30 June 2016 and auditor's report thereon.

### Directors

The names of the directors in office at any time during, or since the end of the year are:

Mr Martin Phillip Hirons (Chairman)  
Mr Paul Francis Guerra  
Mr Raymond Clyde Minniecon  
Mr Simon Vincent McKeon (Resigned 21/03/2016)  
Mr Ben Lawrence  
Mr Austin Van Groningen  
Mr William Gerald Minson  
Mrs Deanne Minniecon (Appointed 21/06/2016)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated. All have relevant experience and appropriate business, academic or social qualifications for their role as directors.

The Board held six meetings throughout the year. Each director attended all six meetings with the following exceptions; Simon McKeown (1); Paul Guerra (4); Raymond Minniecon (3); Ben Lawrence (5); William Minson (4); Deanne Minniecon (1).

### Principal Activities

The principal activity of the Company during the financial year was the promotion of health and well being of indigenous youth. Red Dust Role Models Ltd is a not for profit organisation.

### Objectives and strategies

The objectives of the Company are to promote the health and well being of indigenous youth through the running of organised programs in remote communities.

To achieve these objectives the Company focuses on identifying sources of income and running the operations of the Company in a manner that maximises the amount that can be returned to the community through the provision of these programs.

The Company measures its performance through the setting of an annual budget and plan of programs which is agreed by the Board. Financial performance and other non-financial measures are monitored on a quarterly basis.

### Significant Change in Affairs

No significant changes in the Company's state of affairs occurred during the financial year.



### **Subsequent Events**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

### **Likely Developments**

The Company will continue to promote the well being of Indigenous Youth in remote communities. There are no other significant developments in operations expected during the coming year.

### **Environmental Legislation**

The Company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

### **Dividends**

No dividends were declared or paid during the year. The directors do not recommend the payment of a dividend as at 30 June 2016.

### **Indemnities and Insurance**

The Company held public liability insurance and professional indemnity insurance during the year ended 30 June 2016. No claims have been made during or since the end of the financial year for any person who is or has been an officer or auditor of the Company.

### **Non Audit Services**

During the year to 30 June 2016, KPMG, the Company's auditor, has performed no other services in addition to their statutory duties.

### **Members Guarantee**

The Company is limited by guarantee. In the event of winding up each member is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the Company. As at 30 June 2016, there were 37 members and therefore total liability is \$1,850 (2015: \$1,850).

### **Lead Auditor's Independence Declaration**

A copy of the lead auditor's independence declaration which forms part of the Director's Report as set out on page 5.

Signed in accordance with a resolution of the Board of Directors:

Director: 

Martin Phillip Hiron (Chairman)





# Statement of Comprehensive Income

**Red Dust Role Models Ltd**

**For the year ended 30 June 2016**

	NOTES	2016	2015
<b>Revenue</b>			
Revenue	3	1,432,870	904,229
Interest Received	3	1,843	1,158
<b>Total Revenue</b>		<b>1,434,714</b>	<b>905,387</b>
<b>Total Income</b>		<b>1,434,714</b>	<b>905,387</b>
<b>Expenses</b>			
Employee Benefits		564,726	462,480
Audit Fees	11	3,000	3,000
Consultancy & Professional Fees		35,500	25,000
Depreciation & Amortisation		9,091	8,025
Interest Expense		-	32
Office Expenses		48,622	40,557
Program Expenses		471,520	316,897
Event Expenses		12,572	10,407
Other Expenses		85,031	76,162
Marketing		20,567	21,742
Rates		2,551	-
<b>Total Expenses</b>		<b>1,253,180</b>	<b>964,301</b>
<b>Total comprehensive income / (loss) for the year</b>		<b>181,534</b>	<b>(58,914)</b>

The statement of comprehensive income is to be read in conjunction with the notes to the financial statements as set out on pages 10 to 21.



# Statement of Financial Position

**Red Dust Role Models Ltd**

**As at 30 June 2016**

	NOTES	30 JUN 2016	30 JUN 2015
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	244,341	148,059
Trade and other receivables	5	118,830	74,894
Other current assets	6	14,448	5,345
<b>Total Current Assets</b>		<b>377,619</b>	<b>228,299</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	7	33,407	37,188
<b>Total Non-Current Assets</b>		<b>33,407</b>	<b>37,188</b>
<b>Total Assets</b>		<b>411,026</b>	<b>265,487</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	8	42,900	76,345
Employee Benefits	10	26,966	21,869
Financial Liabilities	9	24,193	33,203
<b>Total Current Liabilities</b>		<b>94,060</b>	<b>131,417</b>
<b>Non-Current Liabilities</b>			
Employee Benefits	10	9,119	7,756
<b>Total Non-Current Liabilities</b>		<b>9,119</b>	<b>7,756</b>
<b>Total Liabilities</b>		<b>103,179</b>	<b>139,173</b>
<b>Net Assets</b>		<b>307,848</b>	<b>126,314</b>
<b>Equity</b>			
Retained Earnings		307,848	126,314
<b>Total Equity</b>		<b>307,848</b>	<b>126,314</b>

The statement of financial position is to be read in conjunction with the notes to the financial statements as set out on pages 10 to 21.



**JONES LOUROS**  
8 ASSOCIATES

# Statement of Changes in Equity

**Red Dust Role Models Ltd**

**For the year ended 30 June 2016**

	2016	2015
<b>Equity Movements</b>		
Opening Balance	126,314	185,228
<b>Change in equity 2016</b>		
Total comprehensive income (loss) for the year	181,534	(58,914)
<b>Total Change in equity 2016</b>	<b>181,534</b>	<b>(58,914)</b>
<b>Total Equity Movements</b>	<b>307,848</b>	<b>126,314</b>
<b>Balance at 30 June 2016</b>	<b>307,848</b>	<b>126,314</b>

The statement of changes in equity is to be read in conjunction with the notes to the financial statements as set out on pages 10 to 21.



# Statement of Cash Flows

**Red Dust Role Models Ltd**

**For the year ended 30 June 2016**

	2016	2015
<b>Cash flows from Operating Activities</b>		
Cash receipts from other operating activities	1,446,060	942,036
Interest received	1,843	1,158
Payments to suppliers and employees	(1,344,107)	(950,113)
<b>Total Cash flows from Operating Activities</b>	<b>103,797</b>	<b>(6,919)</b>
<b>Cash flows from Investing Activities</b>		
Payment for property, plant and equipment	(5,310)	(3,815)
<b>Total Cash flows from Investing Activities</b>	<b>(5,310)</b>	<b>(3,815)</b>
<b>Cash flows from Financing Activities</b>		
Repayment of borrowings	(9,010)	16,481
Employee Loans	6,804	(6,804)
<b>Total Cash flows from Financing Activities</b>	<b>(2,206)</b>	<b>9,677</b>
<b>Cash flows from Other Activities</b>		
<b>Other</b>	<b>-</b>	<b>-</b>
<b>Total Cash flows from Other Activities</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash held</b>	<b>96,281</b>	<b>(1,057)</b>
<b>Cash Balances</b>		
Opening cash balance	148,059	149,117
Closing cash balance	244,341	148,059
Movement in cash	96,281	(1,057)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Notes to the Financial Statements

## Red Dust Role Models Ltd

For the year ended 30 June 2016

### 1. Statement of Significant Accounting Policies

The financial statements cover Red Dust Role Models Ltd ("the Company") as an individual entity. Red Dust Role Models Ltd is a company limited by guarantee, incorporated and domiciled in Australia. The Company's registered office and place of business is 168 Burwood Road, Hawthorn VIC 3122. The financial statements were approved by the board of directors on

#### Statement of Compliance

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial statements containing relevant and reliable information about transactions, events and conditions. The financial report complies with International Financial Reporting Standards (IFRS) and interpretations adopted by the International Accounting Standards Board (IASB). Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on a historical cost basis, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The financial report is presented in Australian dollars, which is the functional currency of the entity.

The Company is dependent on grants and donations from partners in order to continue to meet commitments to current programmers and to meet liabilities as they fall due. On the basis of cash flow forecasts over the next twelve months, management believe that the risk of the Company not being able to meet liabilities as they fall due is low, and the Company will continue as a going concern for the foreseeable future.

#### Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

## Accounting Policies

### Plant and equipment

Plant and equipment are measured on the cost basis less accumulated depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually to ensure it 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 assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other costs are charged to the statement of comprehensive income during the financial period in which they are incurred.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income.

### Depreciation

The depreciable amount of all fixed assets including plant and equipment, but excluding freehold land, is depreciated on a straight line basis.

The depreciation rates used for each class of depreciable assets in the current and comparative period are:

Class of Fixed Asset	Depreciation Rate
Motor Vehicles	18.75
Plant and equipment	6.67 – 66

### Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the Company, are classified as finance leases. All other leases are classified as operating leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period. Leased assets are amortised on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expense in the period in which they are incurred. Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sell an asset.



## Financial Instruments

### Initial Recognition and Measurement

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

### Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the Statement of Financial Position.

### Loan and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

### Revenue and Other Income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

- Donations are measured at the fair value of the consideration received or receivable.
- Unconditional Government grants are recognised in the statement of comprehensive income as income when the grant becomes receivable.
- Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

### Expenses

Expenses are recognised on an accruals basis, to the extent that it is probable that economic cost will result in an outflow from the Company and that these can be reliably measured.

### Taxation

Red Dust Role Models Ltd has designated gift recipient status. As a consequence the Company is not subject to income tax.

### Goods and services tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense.

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position. Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.



## **Employee benefits**

### **Long-term service benefits**

The Company's net obligation in respect of long-term service benefits, is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The obligation is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates, and is discounted using the rates attached to the Commonwealth Government bonds at the balance sheet date that have maturity dates approximating to the terms of the Company's obligations.

### **Wages, salaries, annual leave, sick leave and non-monetary benefits**

Liabilities for employee benefits for wages, salaries, annual leave and sick leave that are expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided to reporting date, calculated at undiscounted amounts based on remuneration wage and salary rates that the Company expects to pay as at reporting date including related on-costs, such as workers compensation insurance and payroll tax.

### **Trade and other payables**

Trade and other payables are recognised at amortised cost when the Company becomes obliged to make future payments resulting from the purchase of service or goods.

### **Use of estimates and judgements**

The preparation of financial statements in conformity with AASBs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

For the Company critical accounting estimates are in relation to the valuation and carrying amount of long service leave liability. Refer note 10 for further information.

## 2. Financial Risk Management

The Company has exposure to the following risks:

- Credit risk
- Liquidity risk
- Interest rate risk

This note presents information about the Company's exposure to each of the above risks, their objectives, policies and processes for measuring and managing risk, and the management of capital. Further quantitative disclosures are included in note 15 of this financial report.

The Board of Directors has overall responsibility for the oversight and management of risk. The Company maintains a strong control environment in which all employees understand their roles and obligations. In addition, programs are planned and operated on the level of funding that has been provided.

### Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counter party to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

### Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The operations of the entity are dependent on future funding and, therefore, ongoing programs are based on the level of funding received. This is reported on regularly and overseen by the Board of Directors.

### Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will affect the Company's income. The exposure of the Company to interest rate risk is limited to its cash and cash equivalents and financial liabilities that are used for operating cashflow purposes.

### Capital Management

The Company manages its capital based on forecasted levels of donations and grants. An annual plan of programs is approved by the Board. The Company's capital structure consists of cash and cash equivalents, and retained earnings from operations.

2016 2015

## 3. Revenue and Other Income

### Revenue

#### Donations

Coles Express	166,723	125,000
CAAPA	(8,000)	36,000
Drink Wise	127,273	54,545
Grant Thornton	27,000	-
Danone Nutricia	50,000	-
Donation Other	79,766	86,707
Telco Together	125,000	40,000
Christ Church School	51,600	15,264
Medibank Private	-	93,000

St Gregory	8,000	-
Pac Brands	60,000	120,000
ACMF	11,900	20,460
Johnson & Johnson	100,000	100,000
Kmart	-	5,000
Nike	40,507	50,000
Telstra Leadership	-	59,545
<b>Total Donations</b>	<b>839,768</b>	<b>805,522</b>

**Other**

Fundraising Events	185,108	54,335
Other Revenue	8,689	(7,500)
<b>Total Other</b>	<b>193,797</b>	<b>46,835</b>

Government Grants	399,305	51,872
Interest Received	1,843	1,158
<b>Total Revenue</b>	<b>1,434,714</b>	<b>905,387</b>

<b>Total Revenue and Other Income</b>	<b>1,434,714</b>	<b>905,387</b>
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2016                      2015

**4. Cash & Cash Equivalents****Bank Accounts**

CMT	213,167	84,586
Gift Fund	532	30,193
Operating Account	30,642	33,281
<b>Total Bank Accounts</b>	<b>244,341</b>	<b>148,059</b>

<b>Total Cash &amp; Cash Equivalents</b>	<b>244,341</b>	<b>148,059</b>
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2016                      2015

**5. Trade and Other Receivables****Current**

Accounts Receivable	118,830	68,090
Loan - Ted	-	6,804
<b>Total Current</b>	<b>118,830</b>	<b>74,894</b>

<b>Total Trade and Other Receivables</b>	<b>118,830</b>	<b>74,894</b>
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The Company does not hold any financial assets whose terms have been renegotiated, or are considered to be past due or impaired. Normal terms and conditions of accounts receivable are 30 days.

	2016	2015
<b>6. Other Current Assets</b>		
<b>Current</b>		
Rental Bond	14,448	5,345
<b>Total Current</b>	<b>14,448</b>	<b>5,345</b>
<b>Total Other Current Assets</b>	<b>14,448</b>	<b>5,345</b>

	2016	2015
<b>7. Property Plant and Equipment</b>		
<b>Plant and Equipment</b>		
Plant and equipment at cost	99,100	93,791
Accumulated depreciation of plant and equipment	(81,029)	(75,487)
<b>Total Plant and Equipment</b>	<b>18,072</b>	<b>18,304</b>
<b>Vehicles</b>		
Vehicles at cost	88,666	88,666
Accumulated depreciation of vehicles	(73,331)	(69,782)
<b>Total Vehicles</b>	<b>15,335</b>	<b>18,884</b>
<b>Total Property Plant and Equipment</b>	<b>33,407</b>	<b>37,188</b>



### Movements in Carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Plant & Equipment	Motor Vehicles	Total
Balance at 1 July 2014	18,144	23,254	41,398
Additions	3,815	-	3,815
Loss on sale	-	-	-
Disposals	-	-	-
Depreciation expense	(3,655)	(4,370)	(8,025)
Balance at 30 June 2015	18,304	18,884	37,188
<b>Balance at 1 July 2015</b>	18,304	18,884	37,188
Additions	5,309	-	5,309
Loss on sale	-	-	-
Disposals	-	-	-
Depreciation expense	(5,541)	(3,549)	(9,090)
<b>Balance at 30 June 2016</b>	18,072	15,335	33,407

2016 2015

### 8. Trade and Other Payables

#### Current

Accounts Payable	30,206	57,898
PAYG Withholdings Payable	15,422	3,056
Superannuation Payable	12,941	8,613
GST	(15,668)	6,777
<b>Total Current</b>	<b>42,900</b>	<b>76,345</b>

<b>Total Trade and Other Payables</b>	<b>42,900</b>	<b>76,345</b>
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Normal terms and conditions of accounts payable are 30 days

2016 2015

### 9. Financial Liabilities

#### Current

NAB Business Visa	24,193	33,203
<b>Total Current</b>	<b>24,193</b>	<b>33,203</b>

<b>Total Financial Liabilities</b>	<b>24,193</b>	<b>33,203</b>
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	2016	2015
<b>10. Employee Benefits</b>		
<b>Current</b>		
Provision for Annual Leave	26,966	21,869
<b>Total Current</b>	<b>26,966</b>	<b>21,869</b>
<b>Non Current</b>		
Provision for Long Service Leave	9,119	7,756
<b>Total Non Current</b>	<b>9,119</b>	<b>7,756</b>
<b>Total Employee Benefits</b>	<b>36,085</b>	<b>29,625</b>
	2016	2015

### 11. Auditors Remuneration

<b>KPMG – audit of annual financial report</b>	-	-
Audit Fees	3,000	3,000
<b>Total Auditors Remuneration</b>	<b>3,000</b>	<b>3,000</b>

No other fees were paid to the auditor for audit or other services

### 12. Related Parties

The following persons were directors of Red Dust Role Models Ltd during or since the end of the financial year:-

Mr Martin Phillip Hiron (Chairman)	Mr Raymond Clyde Minniecon	Mr William G Minson
Mr Simon Vincent McKeon	Mr Austin Van Groningen	Mrs Deanne Minniecon
Mr Paul Francis Guerra	Mr Ben Lawrence	

No remuneration was paid to the Directors in their role as directors during the year, except amounts disclosed as related party transactions or that paid to directors determined as key management personnel in Note **13** below.

### Transactions with Related Parties

The Company entered into transactions with Directors, or their related parties, during the course of the year.

The terms and conditions of these transactions were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions to non-director related entities on an arm's length basis.

The aggregate amounts recognised during the year relating to related parties were as follows:

Related Party Transactions	Transactions Value
Raymond Minniecon (Cultural Adviser) - Bunji Consultants	\$11,000

### 13. Key Management Personnel

Key Management Personnel ('KMP') include persons with responsibility for planning, directing and controlling activities of the Company, directly or indirectly during the financial year. In June 2011, Darren Smith was appointed to the role of Chief Executive Officer ('CEO'), and is determined to be Key Management Personnel at 30 June 2016.

#### Other key management personnel

There were no other persons with responsibility for planning, directing and controlling activities of the Company, directly or indirectly during the financial year.

#### Key management personnel compensation

The key management personnel compensation included in employee benefits expense is as follows:

	2016	2015
<b>Key management personnel compensation</b>		
<b>Short-term employee benefits</b>		
Wages and Salaries	114,902	102,614
Entertainment Card	10,000	10,000
Superannuation contributions	11,865	10,508
<b>Total Short-term employee benefits</b>	<b>136,767</b>	<b>123,122</b>
<b>Long-term employee benefits</b>		
Annual Leave	14,532	12,881
Long Service Leave	7,346	6,421
<b>Total Long-term employee benefits</b>	<b>21,878</b>	<b>19,302</b>
<b>Total Key management personnel compensation</b>	<b>158,645</b>	<b>142,424</b>
	2016	2015

### 14. Cash Flow Information

#### Reconciliation of Cash Flow from Operations with Profit after Income Tax

Profit (loss) after income tax	181,534	(58,914)
<b>Total Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>	<b>181,534</b>	<b>(58,914)</b>

#### Non-cash flows in profit:

Depreciation/ Amortisation	9,090	8,025
<b>Total Non-cash flows in profit:</b>	<b>9,090</b>	<b>8,025</b>

#### Changes in assets and liabilities, net of the effects of purchase and disposals

(Increase) Decrease in current receivables	(59,843)	(10,947)
Increase (Decrease) in sundry creditors	(23,366)	47,161
Increase (Decrease) in other creditors	(10,079)	202
Increase (Decrease) in employee benefit provisions	6,460	7,554
<b>Total Changes in assets and liabilities, net of the effects of purchase and disposals</b>	<b>(86,828)</b>	<b>43,970</b>

<b>Total Cash Flow Information</b>	<b>103,796</b>	<b>(6,919)</b>
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## 15. Financial Risk Management

### Financial Risk Management Policies

The Company's financial instruments consists primarily of deposits with banks, short-term investments, accounts receivable and payable, bills and leases.

The directors' overall risk management strategy seeks to assist the Company in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

Risk management policies are approved and reviewed by the Board of Directors on a regular basis. These include future cash flow requirements.

The main purpose of non-derivative financial instruments is to raise finance for Company operations.

The Company does not have any derivative instruments at 30 June 2016.

### Interest rate risk

Interest rate risk is linked to cash and cash equivalents and financial liabilities. Cash and cash equivalents are held at banks with interest rates ranging from 0.05% to 5.1%. The impact on the profit and loss of a change of interest rate by 1% is +/- \$1,480.

### Credit Risk

The Company is not exposed to any significant credit risk. Credit risk is limited to the value of receivables held in the balance sheet.

### Liquidity Risk

The Company is not exposed to significant liquidity risk. The Program schedule is based on funding received. The contractual maturities of the Company's financial liabilities are as follows:

30-Jun-16	Carrying amount	Contractual cash flows	6 mths or less	6-12 mths	1-2 years	2-5 years	More than 5 years
	\$	\$	\$	\$	\$	\$	\$
<b>Non-derivative financial liabilities</b>							
Other financial liabilities	24,193	(24,193)	24,193	-	-	-	-



30-Jun-15	Carrying amount	Contractual cash flows	6 mths or less	6-12 mths	1-2 years	2-5 years	More than 5 years
	\$	\$	\$	\$	\$	\$	\$
<b>Non-derivative financial liabilities</b>							
Other financial liabilities	33,203	(33,203)	33,203	-	-	-	-

#### 16. Members guarantee

The Company is limited by guarantee. If the Company is wound up the Constitution states that each member is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the entity. As at 30 June 2016 there were 37 members (2015: 37 members).

#### 17. Commitments or Contingencies

There are no commitments or contingencies as at 30 June 2016(2015: Nil).

#### 18. Subsequent Events

No matters or circumstance have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the result of those operations, or the state of affairs of the Company in future financial years.

# Directors Declaration

## Red Dust Role Models Ltd

### For the year ended 30 June 2016

1. In the opinion of the directors of Red Dust Role Models Ltd('the Company'):

(a) the financial statements and notes that are set out on pages **10 to 21** are in accordance with the Australian Charities and Not-for-profit Commission Act 2012, including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2016 and of its performance, for the financial year ended on that date; and

(ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and

2. The directors draw attention to note 1 to the consolidated financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Signed in accordance with a resolution of the directors:

Dated in Melbourne on

24/06/16

Martin Phillip Hiron  
Chairman



# Independent Auditor's Report

## Red Dust Role Models Ltd

### For the year ended 30 June 2016

#### Independent auditor's report to the members of Red Dust Role Models Limited

##### Report on the financial report

We have audited the accompanying financial report of Red Dust Role Models Ltd (the Company), which comprises the statement of financial position as at 30 June 2016, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes 1 to 18 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

##### *Directors' responsibility for the financial report*

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In note 1, the directors also state, in accordance with Australian Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with International Financial Reporting Standards.

##### *Auditor's responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We performed the procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Corporations Act 2001 and Australian Accounting Standards, a true and fair view which is consistent with our understanding of the Company's financial position and of its performance.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

##### *Independence*

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

##### *Basis for Qualified Auditors Opinion*

Red Dust Role Models Ltd receives public donation revenue. The Company has determined that it is impractical to establish controls over the collection of public donations prior to entry into its financial records.

Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to public donation had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether the public donation revenue the Company has obtained is complete.

##### *Qualified Auditor's opinion*

In our opinion, except for the effects on the financial report of such adjustments, if any, as might have been required had the limitations on our audit procedures referred to in the qualification paragraph not existed, the financial report of Red Dust Role Models Ltd is in accordance with:

- (a) the *Corporations Act 2001*, including;

(i) giving a true and fair view of the Company's financial position as at 30 June 2016 and of its performance for the year ended on that date; and

(ii) complying with Australian Accounting Standards and the Corporations Regulations 2001

(b) the financial report also complies with International Financial Reporting Standards as disclosed in note 1.

*Emphasis of Matter – Going Concern*

Without further modification of our opinion, in Note 1 of the financial statements the Directors note that the ongoing viability of the Company is dependent on grants and donations from partners in order to continue to meet commitments to current programs and to meet liabilities as they fall due. Because of this there is material uncertainty regarding the ability of the Company to continue as a going concern. Should the Company be unable to continue as a going concern, the Company may not realise their assets and extinguish their liabilities in the normal course of business and at the amounts stated in the financial report.

KPMG

Chris Wooden  
Partner  
Melbourne