

**Wirilu-Murra Yindjibarndi Aboriginal Corporation
ICN 7483**

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

30 JUNE 2018

Wirru-Murra Yindjibarndi Aboriginal Corporation
Financial Report
30 June 2018

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These financial statements are the consolidated financial statements of the consolidated entity consisting of Wirru-Murra Yindjibarndi Aboriginal Corporation and the entities it controls. The financial statements are presented in Australian dollars.

Wirru-Murra Yindjibarndi Aboriginal Corporation is an incorporated domiciled in Australia.

Its registered office is:
Wirru-Murra Yindjibarndi Aboriginal Corporation
6 Queen Street
ROEBOURNE WA 6178

The financial statements were authorised for issue by the Directors on 4th October 2018. The Directors have the power to amend and reissue the financial statements.

**Wirru-Murra Yindjibarndi Aboriginal Corporation
Directors' Report
For the year ended 30 June 2018**

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Wirru-Murra Yindjibarndi Aboriginal Corporation (referred to hereafter as the 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2018.

1. Directors

The names of the Directors in office for this financial year and up to the date of this report were:

Ken Sandy – (Re-appointed November 2017 to July 2018)
Jayne Ranger – (Resigned November 2017)
Allery Sandy - (Re-appointed November 2017 to July 2018)
Jill Tucker – (Chairperson to Nov 2016, Re-appointed November 2017 to July 2018)
John Sandy – (Re-appointed November 2017 to July 2018)
Rodney Adams – (Chairperson from Nov 2016, re-appointed November 2017 to July 2018)
Robert Toby – (Resigned November 2016)
Lindsay Todd – (Appointed February 2017, resigned November 2017)
Rachael Cooyou (Appointed Feb 2017, resigned November 2017)
Janine Bailey – (Appointed November 2017, resigned November 2017)
Daryl Smith – Independent Director (Appointed Nov 16 – resigned July 2017)
Ross Ranger – (Resigned November 2017)
Stephen Hubert – (Resigned November 2017)
Michelle Adams – (Appointed November 2017 to July 2018)
Jolleen Hicks – (Appointed November 2017 to July 2018)

2. Directors' Meetings

The Directors held meetings on the following dates:

28 July 2017; 22 August 2017; 3 October 2017; 6 December 2017; 16 January 2018; 22 February 2018; 13 March 2018; 14 March 2018; 4 May 2018; 25 May 2018; and 7 June 2018.

3. Distributions paid to members during the year:

There were no distributions paid to members.

4. Secretary

Ms. Rachael Wendy Cooyou was appointed as Secretary on the 16th March 2016, Ms. Cooyou was qualified to carry out the duties of Secretary from her experience in business development and administration in positions she previously held.

5. Wirru-Murra Yindjibarndi Aboriginal Corporation's Principle Activities

Wirru-Murra Yindjibarndi Aboriginal Corporation (WMYAC), as one of the traditional owners of the Pilbara, continues to seek to create a positive future for the betterment of the Yindjibarndi community. Consequently, it pursues immediate and long-term goals with both industry and government to provide social and economic benefits including education, training and employment; better health; availability of, and improved housing; and cultural benefits by honoring, protecting and sustaining Yindjibarndi land and culture, and preserving Yindjibarndi heritage; whilst also becoming educated and proficient in operating its own businesses in the resource industry, and other industries which operate across the Pilbara.

These activities for this financial year included joint venture and contracting services, cross cultural training, heritage preservation through provision of heritage services, Yindjibarndi knowledge building and promoting, vocational training and good governance training.

Further, through its community work WMYAC is committed to supporting and facilitating the education of its youth and adult population, both in their heritage and culture, and within the non-Indigenous education system;

**Wirru-Murra Yindjibarndi Aboriginal Corporation
Directors' Report
For the year ended 30 June 2018**

and also to the establishment of a safe house for children and other community members; supporting its youth in gaining education, training and employment; provision of affordable housing and access to health care, and the provision of community support in all areas to alleviate the need or suffering of any Yindjibarndi person.

6. Review of Operations

Through its trading entities, WMYAC actively participate in building capacity and capability across its operations and Corporation by delivering mining support services across various projects for the betterment of, the Yindjibarndi community. These businesses are:

Eastern Guruma – Wirru-murra Joint Venture: to undertake Mining Services Contracts involving road maintenance works and tailings storage facility. These projects will employment opportunities and benefits to the Yindjibarndi community.

Cultural Awareness Training: delivering a Cultural Training programme. This contract benefits the Yindjibarndi community by providing employment and cultural preservation.

Solomon Bus Contract: The contract is for the provision of Bus Services at the FMG's Solomon mine.

Thiess Joint Venture: the joint venture commenced operations on the 1 July 2015. The contract is to maintain the non-process infrastructure at FMG's Solomon Mine Site. This contract was terminated on 30 June 2018.

Master Maintenance Service Agreement – WMYAC owned enterprise secured a 5 year contract in its own right to trade resources for the Non-process Infrastructure. This scope of works was previously performed on the Thiess JV.

Heritage Preservation: WMYAC has continued to conduct archaeological and anthropological surveys and monitoring, thereby providing ongoing employment opportunities and ensuring heritage preservation. The surveys identify numerous ethnological and archaeological sites, and have served to protect and preserve Yindjibarndi culture.

Gamburlana Project: WMYAC in conjunction with the National Trust and FMG, WMYAC continuous to implement the project aimed at building and promoting economic and cultural wealth for future generations through strategic long term programs around Yindjibarndi knowledge including cultural and land management, preservation and interpretation of Signiant cultural, natural and heritage assets.

Training and Employment: WMYAC continues to liaise with the community in order to provide training and employment opportunities.

At Reporting Date, these services were delivered by a strong 97 FTE's with 36% Aboriginal participation.

7. Significant Changes

Good Governance and Management: The WMYAC Board is committed to continuing to improve and implement strong, transparent and good governance that delivers financial sustainability across its business units and Corporation.

The WMYAC Board and WMYAC employees will continue to ensure everyone is trained in the management of an Indigenous Corporation and the delivery of its objectives, and to possess a better understanding of their obligations to an Indigenous Corporation and the wider Yindjibarndi community.

Current management have the necessary skills, qualifications and experience to pass on their practical knowledge of financial management and processes. These skills are being passed on to the directors at every board meeting improving the Board's skills in the management of the Corporation.

WMYAC continuous to implement a strong and detail six month cash flow forecast which is updated weekly to better manage its financial commitments.

Circumstances that have arisen since the end of the year that may significantly affect WMYAC's operations in future financial years:

WMYAC re-structured the Corporation and its entities to simplify its governance structure which has facilitate the utilisation of the Corporation's Charitable and Gift Recipient status. As part of the new structure, a new Trust was created - Wirilu-murra Enterprises Trust and a Trustee company established to manage the trust affairs (Wirilu-murra Enterprises Pty Ltd) and the new entity started operations on the 1st July 2016.

WMYAC is currently going through the process with the assistance of its external legal & tax advisors to wind-up Wirilu-Murra Tableland Heritage Pty Ltd, and Wirilu-Murra Yindjibarndi Contracting No 1 Pty Ltd as part of the new restructure. It is envisage that all these three entities will cease operating as of October 2018 and Wirilu-Murra Yindjibarndi Services Pty Ltd will be wind-up in 2019, all remaining assets and liabilities transfer to the Corporation and the Trust in line with the legal and tax advise received from WMYAC's external advisors.

Likely developments in WMYAC's operations in future financial years and the expected results of those operations:

Despite the ongoing market challenges in the mining and resource sector, WMYAC continues to pursue improvements across its operations and retain existing contracts. The Board is of the opinion that WMYAC and its entities will continue to maintain its existing works and continue to deliver a positive financial return for its members.

In addition, WMYAC has identified and continuous to identify new business opportunities with potential partners that may provide the business with different skills sets to grow and therefore, further contribute to WMYAC ongoing success while providing employment opportunities to the Yindjibarndi community.

8. Environmental Performance

WMYAC's operations are not regulated by any significant environmental regulation under a Commonwealth, state or territory law.

9. Audit

No officer of WMYAC was at any time during the year, a partner in the audit firm or a director of the audit consolidated entity which undertook an audit of WMYAC for this financial year.

10. Auditor's Declaration

A copy of the auditor's declaration under section 339-50 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006 for the audit for this financial year is enclosed.

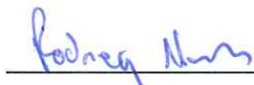
11. Application under section 169-5 of the Act

No applications have been made under section 169-5 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006, and none were granted.

12. Additional Disclosures to the Financial Report

WMYAC has adopted the Australian financial reporting standard AASB 1053 Tier 2 reduced disclosure level. There is no additional information necessary to provide a true and fair view of the financial position and performance of the Corporation.

Director:



Director

Dated:

4th October 2018

**Wirlu-Murra Yindjibarndi Aboriginal Corporation
Directors' Declaration
For the year ended 30 June 2018**

The Directors of Wirlu-Murra Yindjibarndi Aboriginal Corporation (WMYAC) declare that at its meeting held it resolved:

1. the attached financial statements and notes comply with Australian Accounting Standards - Reduced Disclosure Requirements, the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, the *Corporations (Aboriginal and Torres Strait Islander) Regulations 2007* and other mandatory professional reporting requirements;
2. there are reasonable grounds to believe that the parent entity and consolidated entity will be able to pay their debts as and when they become due and payable;
3. that, in their opinion, the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2018 and of its performance for the financial year ended on that date;

Signed in accordance with a resolution of the board of directors.

Director:



Director

Dated: 4th October 2018
Perth, WA



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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Wirlu-Murra Yindjibarndi Aboriginal Corporation for the year ended 30 June 2018, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

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A Whyte
ALASDAIR WHYTE
Partner

Perth, WA
Dated: 4 October 2018

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
WIRLU-MURRA YINDJIBARNDI ABORIGINAL CORPORATION**

Opinion

We have audited the financial report of Wirlu-Murra Yindjibarndi Aboriginal Corporation ("the corporation"), which comprises the statement of financial position as at 30 June 2018, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the corporation is in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and the *Corporations (Aboriginal and Torres Strait Islander) Regulations 2007*, including:

- (i) giving a true and fair view of the corporation's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the corporation in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, which has been given to the directors of the corporation, would be in the same terms if given to the directors as at the time of this auditor's report.

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

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Responsibilities of the Directors for the Financial Report

The directors of the corporation are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and the *Corporations (Aboriginal and Torres Strait Islander) Regulations 2007* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the corporation to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the corporation or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

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ALASDAIR WHYTE
Partner

Perth, WA
Dated: 4 October 2018

Wiru-Murra Yindjibarndi Aboriginal Corporation
Consolidated Statement of Profit or Loss and Comprehensive Income
For the year ended 30 June 2018

	NOTE	2018 \$	2017 \$
Revenue			
Service Income	2	23,868,506	19,749,430
Other Income	2	1,961,066	1,953,637
Expenses			
Cost of Sales	3	(20,060,907)	(15,793,557)
Consulting Expenses	3	(669,720)	(583,638)
Employee Expenses	3	(562,916)	(564,065)
Other Expenses	3	(2,175,695)	(1,202,981)
Profit Before Taxes		2,360,334	3,558,826
Income Tax Benefit		-	-
Profit after Income Taxes for the year attributable to the members of Wiru-Murra Yindjibarndi Aboriginal Corporation		2,360,334	3,558,826
Other Comprehensive Income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the members of Wiru-Murra Yindjibarndi Aboriginal Corporation		2,360,334	3,558,826

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes

Wirru-Murra Yindjibarndi Aboriginal Corporation
Consolidated Statement of Financial Position
As at 30 June 2018

	NOTE	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	5	6,093,576	3,779,230
Trade and Other Receivables	6	3,866,182	3,979,029
Prepayments		163,009	182,847
TOTAL CURRENT ASSETS		<u>10,122,767</u>	<u>7,941,106</u>
NON-CURRENT ASSETS			
Other Receivables	6	100,000	100,000
Property, Plant, and Equipment	7	664,191	576,587
TOTAL NON-CURRENT ASSETS		<u>764,191</u>	<u>676,587</u>
TOTAL ASSETS		<u>10,886,958</u>	<u>8,617,693</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	8	3,674,455	3,563,693
Employee Benefits	9	316,490	267,119
Interest Bearing Liabilities	10	210,000	281,202
TOTAL CURRENT LIABILITIES		<u>4,200,945</u>	<u>4,112,014</u>
NON-CURRENT LIABILITIES			
Interest Bearing Liabilities	10	1,005,000	1,185,000
TOTAL NON-CURRENT LIABILITIES		<u>1,005,000</u>	<u>1,185,000</u>
TOTAL LIABILITIES		<u>5,205,945</u>	<u>5,297,014</u>
NET ASSETS		<u>5,681,013</u>	<u>3,320,679</u>
EQUITY			
Retained Earnings		5,681,013	3,320,679
TOTAL EQUITY		<u>5,681,013</u>	<u>3,320,679</u>

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes

Wirru-Murra Yindjibarndi Aboriginal Corporation
Consolidated Statement of Changes in Equity
For the year ended 30 June 2018

	Retained Earnings \$	Total \$
Balance at 30 June 2016	(238,147)	(238,147)
Profit after income tax expense for the year	3,558,826	3,558,826
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year	<u>3,320,679</u>	<u>3,320,679</u>
Balance at 30 June 2017	<u>3,320,679</u>	<u>3,320,679</u>
Profit after income tax expense for the year	2,360,334	2,360,334
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year	<u>5,681,013</u>	<u>5,681,013</u>
Balance at 30 June 2018	<u>5,681,013</u>	<u>5,681,013</u>

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes

Wirru-Murra Yindjibarndi Aboriginal Corporation
Consolidated Statement of Cash Flows
For the year ended 30 June 2018

	NOTE	2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts for services (inclusive of GST)		24,435,954	18,857,321
Payments to suppliers and employees (inclusive of GST)		(22,346,878)	(16,976,477)
Payments for community support		(896,038)	(284,440)
Payments for taxes		-	(245,836)
Interest received		18,252	4,191
Interest and other finance costs paid		(13,208)	(20,613)
Refunds from Taxation Authority	2	1,488,213	1,795,836
Net cash provided by operating activities	11	<u>2,686,295</u>	<u>3,129,982</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments of property, plant, and equipment		(120,747)	(32,965)
Net cash used in investing activities		<u>(120,747)</u>	<u>(32,965)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from borrowings		-	210,000
Repayment of borrowings		(251,202)	-
Loans provided		-	(100,000)
Net cash (used in) / provided by financing activities		<u>(251,202)</u>	<u>110,000</u>
Net increase in cash held		2,314,346	3,207,017
Cash at beginning of the year		3,779,230	572,213
CASH AT END OF THE YEAR	5	<u><u>6,039,576</u></u>	<u><u>3,779,230</u></u>

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements and notes represent those of Wirilu-Murra Yindjibarndi Aboriginal Corporation and its controlled entities ("consolidated entity").

The financial report was authorised for issue on 4th October 2018 by the board of directors.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board, the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* ("CATSI"), the *Corporations (Aboriginal and Torres Strait Islander) Regulations 2007* and other mandatory professional reporting requirements

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless otherwise stated.

Except for cash flow information, the financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Parent Entity Information

These financial statements present the results of the consolidated entity only. Supplementary information about the parent entity is disclosed in Note 13.

Principles of Consolidation

A controlled entity is any entity over which Wirilu-Murra Yindjibarndi Aboriginal Corporation has the power to govern the financial and operating policies so as to obtain benefits from its activities. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are considered.

A list of controlled entities is contained in Note 12 to the financial statements.

As at reporting date, the assets and liabilities of all controlled entities have been incorporated into the consolidated financial statements as well as their results for the year then ended. Where controlled entities have entered (left) the consolidated entity during the year, their operating results have been included (excluded) from the date control was obtained (ceased).

All inter-group balances and transactions between entities in the consolidated entity, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

Joint Arrangements

Under AASB 11 Joint Arrangements, investments in joint arrangements are classified as either joint operations or joint ventures. The classification depends on the contractual rights and obligations of each investor, rather than the legal structure of the joint arrangement. The consolidated entity only has joint operations.

Joint Operations

The consolidated entity recognises its direct rights to the assets, liabilities, revenues, and expenses of joint operations and its share of any jointly held or incurred assets, liabilities, revenues and expenses. These have been incorporated in the financial statements under the appropriate headings. A list of joint operations is contained in Note 14 to the financial statements.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New, revised, or amending Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Any significant impact on the accounting policies of the consolidated entity from the adoption of these Accounting Standards and Interpretations are disclosed below. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

Comparative Figures

Comparative figures are adjusted for changes in presentation for the current financial year as required by Accounting Standards or as a result of changes in accounting policy.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable and recognised when the services are delivered.

Grants

Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all attached conditions will be complied with.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Income Tax

As the incorporated association is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is current when: it is expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is current when: it is expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

Trade and Other Receivables

Trade receivables are recognised initially at cost and are subsequently measured at cost less any provision for impairment. Most sales are made on the basis of normal credit terms and are not subject to interest.

At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. A provision for impairment is established when there is objective evidence that the consolidated entity will not be able to collect all amounts due according to the original terms of the receivables.

Property, Plant and Equipment

Property, plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of property, plant and equipment is reviewed annually by directors 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 consolidated entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets is depreciated on a declining balance basis.

The depreciation rates used for each class of depreciable assets are:

<i>Class of Fixed Asset</i>	<i>Depreciation rate</i>
Buildings	2.5%
Motor Vehicles	18.75% - 20%
Office Furniture and Equipment	10.25% - 33.33%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each statement of financial position date.

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 profit or loss. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Impairment of Assets

At each reporting date, the group reviews the carrying values of its tangible to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Trade and Other Payables

Trade payables represent the liabilities for goods and services received by the consolidated entity that remain unpaid at the end of the reporting period. They are recognised at their transaction price. Trade payables are subject to normal credit terms (30–60 days) and do not bear interest.

Provisions

Provisions are recognised when the consolidated entity has a present (legal or constructive) obligation as a result of a past event, it is probable the consolidated entity will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in the provision resulting from the passage of time is recognised as a finance cost.

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Dividends

Dividends are recognised when declared during the financial year and no longer at the discretion of the consolidated entity.

Goods and Services Tax ("GST")

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

There are no key estimates or judgement applied by the directors in the preparation of the financial report.

	2018 \$	2017 \$
NOTE 2. INCOME		
Service Income		
Services & Contracting Income	23,868,506	19,744,370
Heritage Income	-	5,060
Total Service Income	<u>23,868,506</u>	<u>19,749,430</u>
Other Income		
Interest Income	52,476	4,191
Support Income	294,184	153,610
Refunds from Taxation Authority (i)	1,614,406	1,795,836
Total Other Income	<u>1,961,066</u>	<u>1,953,637</u>
Total Income	<u><u>25,829,572</u></u>	<u><u>21,703,067</u></u>

- Refunds from taxation authority consist of franking credit of \$1,614,406 (\$1,488,213 received in (i) 2018, and \$126,193 received in 2019) (2017: \$389,536), payroll tax refund of NIL (2017: \$1,189,316), and general interest tax refund of NIL (2017: \$216,984) received during the year.

Wiru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2018

	2018 \$	2017 \$
NOTE 3. EXPENSES		
Cost of Sales	20,060,907	15,793,557
Consulting Expenses		
Legal Expenses	50,265	240,614
Other Consulting Expenses	619,455	343,024
Total Consulting Expenses	669,720	583,638
Employee Benefits Expenses	562,916	564,065
Other Expenses		
Insurance Expenses	361,887	207,002
Meeting Expenses	105,436	82,836
Rent Expenses	55,920	13,207
Office Expenses	45,257	51,034
Community Support Expenses	896,038	284,440
Depreciation	33,143	23,991
Travel and Accommodation	106,511	117,355
Sitting Fees	71,650	98,000
Interest and Other Bank Charges	13,208	20,613
Motor Vehicle Expenses	35,616	58,018
Other Expenses	451,029	246,485
Total Other Expenses	2,175,695	1,202,981
Total Expenses	23,469,238	18,144,241

Wirilu-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2018

2018 **2017**
\$ \$

NOTE 4. INCOME TAXES

(a) The prima facie tax on operating loss is reconciled to the income tax provided in the financial statements as follows:

Prima facie tax receivable on the operating loss before income tax at 27.5% (2017: 30%)	649,091	1,067,648
Add/(Subtract) tax effect of:		
Temporary differences	-	(26,168)
Other deductible/(non-deductible) items	(649,475)	(694,975)
Tax effects on other assessable income	-	79,897
Previous tax losses utilised	-	(426,402)
Tax losses carried forward (not recognised)	384	-
Income tax expense	-	-

NOTE 5. CASH AND CASH EQUIVALENTS

Cash at bank	4,081,375	3,277,815
Cash on deposit	2,012,201	501,415
	6,093,576	3,779,230

NOTE 6. TRADE AND OTHER RECEIVABLES

CURRENT		
Trade and other receivables	3,866,182	3,979,029
NON-CURRENT		
Other receivables	100,000	100,000

NOTE 7. PROPERTY, PLANT, AND EQUIPMENT

Land	466,185	466,185
Buildings	69,980	69,980
Less: accumulated depreciation	(10,301)	(8,904)
Total buildings	59,679	61,076
Motor vehicles - at cost	166,441	84,556
Less: accumulated depreciation	(77,583)	(52,549)
Total motor vehicles	88,858	32,007
Office equipment - at cost	116,101	77,238
Less: accumulated depreciation	(66,632)	(59,919)
Total office equipment	49,469	17,319
Total property, plant, and equipment	664,191	576,587

NOTE 7. PROPERTY, PLANT, AND EQUIPMENT (CONTINUED)

Wirru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2018

	Opening Balance	Additions	Disposals	Depreciation	Closing Balance
	\$	\$	\$	\$	\$
Land	466,185	-	-	-	466,185
Buildings	61,076	-	-	(1,397)	59,679
Motor Vehicles	32,007	81,885	-	(25,034)	88,858
Office Equipment	17,319	38,862	-	(6,712)	49,469
Total	576,587	120,747	-	(33,143)	664,191

2018 **2017**
\$ \$

NOTE 8. TRADE AND OTHER PAYABLES

CURRENT

Trade payables	1,498,480	1,598,693
Accrued expenses	1,371,713	1,299,769
Payable to the ATO	554,262	415,231
Other payables	250,000	250,000
Total trade and other payables	3,674,455	3,563,693

NOTE 9. EMPLOYEE BENEFITS

Employee Benefits	316,490	267,119
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NOTE 10. INTEREST-BEARING LIABILITIES

CURRENT

Insurance loan	-	161,202
Loan (i)	210,000	120,000
	210,000	281,202

NON-CURRENT

Loan (i)	1,005,000	1,185,000
	1,005,000	1,185,000

Total interest bearing liabilities	1,215,000	1,466,202
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- (i) Repayment of the loan facility commenced on 1 November 2017, at \$15,000 a month. A fixed interest rate of 15 % per annum is only accrued on missed monthly repayments.

Wiru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2018

NOTE 11. RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH PROFIT AFTER INCOME TAX

	2018	2017
	\$	\$
Net profit	2,360,334	3,558,826
Depreciation expense	33,143	23,991
Movements:		
Decrease/(increase) in receivables	112,847	(1,045,719)
Decrease/(increase) in prepayments	19,838	(26,767)
Decrease in tax liabilities	-	(245,836)
Increase in trade and other payables	160,133	865,487
Net cash provided by operating activities	2,686,295	3,129,982

NOTE 12. CONTROLLED ENTITIES CONSOLIDATED

Subsidiaries of Wiru-Murra Yindjibarndi Aboriginal Corporation:

Subsidiary	Country of Incorporation	Percentage Owned (%)	
		2018	2017
Wiru-Murra Tableland Heritage Pty Ltd	Australia	100%	100%
Wiru-Murra Yindjibarndi Services Pty Ltd	Australia	100%	100%
Wiru-Murra Yindjibarndi Contracting No 1 Pty Ltd	Australia	100%	100%
Wiru-Murra Enterprises Pty Ltd	Australia	100%	100%

Wirru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2018

NOTE 13. PARENT INFORMATION

The following information has been extracted from the books and records of the parent entity and has been prepared in accordance with Australian Accounting Standards.

	2018 \$	2017 \$
STATEMENT OF FINANCIAL POSITION		
ASSETS		
Current assets	2,380,177	564,531
Non-Current assets	105,718	-
TOTAL ASSETS	<u>2,485,895</u>	<u>564,531</u>
LIABILITIES		
Current liabilities	303,151	206,689
Non-Current liabilities	1,005,000	-
TOTAL LIABILITIES	<u>1,308,151</u>	<u>206,689</u>
EQUITY	<u>2,997,608</u>	<u>2,585,928</u>
STATEMENT OF COMPREHENSIVE INCOME		
Total Comprehensive Loss	<u>(149,435)</u>	<u>(234,176)</u>

Guarantees

Wirru-Murra Yindjibarndi Aboriginal Corporation has not entered into any guarantees, in the current or previous financial year, in relation to the debts of its subsidiaries.

Contingent Liabilities

The parent entity had no contingent liabilities as at 30 June 2018 and 2017.

Capital Commitments - Property, Plant, and Equipment

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2018 and 2017.

Wiru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2018

NOTE 14. CAPITAL COMMITMENTS

As at the reporting date, the consolidated entity did not have any contractual capital commitments.

NOTE 15. INTEREST IN JOINT OPERATIONS

The consolidated entity has recognised its share of jointly held assets, liabilities, revenues and expenses of joint operations. These have been incorporated in the financial statements under the appropriate classification. Information relating to joint operations that are material to the consolidated entity are set out below

Name	Principal place of business	Ownership Interest (%)	
		2018	2017
Eastern Guruma Pty Ltd and Wiru-Murra Enterprises Pty Ltd Joint Venture	Australia	50%	50%
Thiess Pty Ltd and Wiru-Murra Enterprises Pty Ltd Joint Venture	Australia	50%	50%
NRW Pty Ltd, Eastern Guruma Pty Ltd and Wiru-Murra Enterprises Pty Ltd Joint Venture	Australia	25%	25%

NOTE 16. CONTINGENT LIABILITIES

Bank Security Deposit Guarantee have been provided by Commonwealth Bank on behalf of the consolidated entity at 30 June 2018: \$73,463 (2017: \$113,019).

NOTE 17. KEY MANAGEMENT PERSONNEL COMPENSATION

The totals of remuneration paid to key management personnel (KMP) of the Group during the year are as follows:

	2018	2017
	\$	\$
Key management personnel compensation	478,367	351,967

Wirlu-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2018

	2018	2017
	\$	\$

NOTE 18. REMUNERATION OF AUDITORS

Audit and assurance services	36,000	36,000
Total	<u>36,000</u>	<u>36,000</u>

NOTE 19. RELATED PARTY TRANSACTIONS

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

NOTE 20. EVENTS AFTER THE REPORTING PERIOD

No matter or circumstance has arisen since 30 June 2018 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.

NOTE 21. CORPORATION DETAILS

The registered office and principal place of business of the corporation is:

Wirlu-Murra Yindjibarndi Aboriginal Corporation
6 Queen Street
ROEBOURNE WA 6178