

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

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

30 JUNE 2019

Wirilu-Murra Yindjibarndi Aboriginal Corporation
Financial Report
30 June 2019

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

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

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

The financial statements were authorised for issue by the Directors on 22 October 2019. The Directors have the power to amend and reissue the financial statements.

**Wirilu-Murra Yindjibarndi Aboriginal Corporation
Directors' Report
For the year ended 30 June 2019**

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Wirilu-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 2019.

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 October 2018)
Allery Sandy - (Re-appointed October 2018)
Jill Tucker – (Re-appointed October 2018)
John Sandy – (Re-appointed October 2018)
Rodney Adams – (Chairperson reappointed October 2018)
Michelle Adams – (Re-appointed October 2018 – resigned December 2018)
Jolleen Hicks – (Independent Director – Re-appointed October 2018)
Jessica Wilson – Appointed October 2018 – resigned December 2018)

2. Directors' Meetings

The Directors held meetings on the following dates:

16 July 2018; 24 August 2018; 19 October 2018; 23 November 2018, 12 December 2018; 17 January 2019; 18 February 2019; 15 March 2019; 18 April 2019, 3 May 2019 and 12 June 2019.

3. Distributions paid to members during the year:

There were no distributions paid to members.

4. Secretary

Ms. Jolleen Hicks was appointed as Secretary on the October 2018, Ms. Jolleen is qualified to carry out the duties of Secretary from her experience in business development and administration in positions she previously held.

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

Wirilu-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; 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.

**Wiru-Murra Yindjibarndi Aboriginal Corporation
Directors' Report
For the year ended 30 June 2019**

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 – Wiru-Murra Joint Venture: During the period, the Enterprise in conjunction with its joint venture partner Eastern Guruma continuous to undertake Mining Services Contracts involving road maintenance works and tailings storage facility. These projects provide employment opportunities and benefits to the Yindjibarndi community. In January 2019, the JV secured a 5-year contract extension to 22 January 2024.

Solomon Bus Hire Contract: The Enterprise secured a new contract for the provision of bus hire to Fortescue Solomon Mine Site commencing from August 2019 to 30 June 2024. The Enterprise has purchased 10 55 BCI buses as part of the new contract.

Master Maintenance Service Agreement – WMYAC owned Enterprise secured a 5 year contract to 30 June 2023 in its own right to provide trade resources for the Non-process Infrastructure and bus drivers at Fortescue Solomon Mine Site. 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 continues 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 significant 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 114 FTE's with 32% 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.

WMYAC is currently going through the process with the assistance of its external legal & tax advisors to wind-up Wirlu-Murra Tableland Heritage Pty Ltd, and Wirlu-Murra Yindjibarndi Contracting No 1 Pty Ltd as part of the new restructure. These three entities ceased operating as of October 2018 and Wirlu-Murra Yindjibarndi Services Pty Ltd should be wound up by the end of the 2019 calendar year, any remaining assets and liabilities will be transferred 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

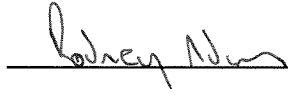
No applications have been made under section 169-5 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006, and none were granted.

**Wirru-Murra Yindjibarndi Aboriginal Corporation
Directors' Report
For the year ended 30 June 2019**

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: 22nd October 2019

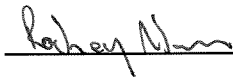
**Wirru-Murra Yindjibarndi Aboriginal Corporation
Directors' Declaration
For the year ended 30 June 2019**

The Directors of Wirru-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 2019 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: 22nd October 2019
Perth, WA



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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Wirru-Murra Yindjibarndi Aboriginal Corporation for the year ended 30 June 2019, 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.

RSM
RSM AUSTRALIA PARTNERS

A Whyte
ALASDAIR WHYTE
Partner

Perth, WA
Dated: 22 October 2019

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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 2019, 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 2019 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.



RSM AUSTRALIA PARTNERS

ALASDAIR WHYTE
PartnerPerth, WA
Dated: 22 October 2019

Wirilu-Murra Yindjibarndi Aboriginal Corporation
Consolidated Statement of Profit or Loss and Comprehensive Income
For the year ended 30 June 2019

	NOTE	2019 \$	2018 \$
Revenue			
Service Income	2	22,950,692	23,868,506
Other Income	2	148,188	1,961,066
Expenses			
Cost of Sales	3	(17,436,487)	(20,060,907)
Consulting Expenses	3	(694,291)	(669,720)
Employee Expenses	3	(511,036)	(562,916)
Other Expenses	3	(1,920,355)	(2,175,695)
Profit Before Taxes		2,536,711	2,360,334
Income Tax Benefit		-	-
Profit after Income Taxes for the year attributable to the members of Wirilu-Murra Yindjibarndi Aboriginal Corporation		2,536,711	2,360,334
Other Comprehensive Income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the members of Wirilu-Murra Yindjibarndi Aboriginal Corporation		2,536,711	2,360,334

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 2019

	NOTE	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	4	8,641,129	6,093,576
Trade and Other Receivables	5	3,234,870	3,866,182
Prepayments		103,021	163,009
TOTAL CURRENT ASSETS		<u>11,979,020</u>	<u>10,122,767</u>
NON-CURRENT ASSETS			
Other Receivables	5	-	100,000
Property, Plant, and Equipment	6	3,961,634	664,191
TOTAL NON-CURRENT ASSETS		<u>3,961,634</u>	<u>764,191</u>
TOTAL ASSETS		<u><u>15,940,654</u></u>	<u><u>10,886,958</u></u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	7	3,087,621	3,674,455
Employee Benefits	8	729,414	316,490
Interest Bearing Liabilities	9	651,482	210,000
TOTAL CURRENT LIABILITIES		<u>4,468,517</u>	<u>4,200,945</u>
NON-CURRENT LIABILITIES			
Interest Bearing Liabilities	9	3,254,413	1,005,000
TOTAL NON-CURRENT LIABILITIES		<u>3,254,413</u>	<u>1,005,000</u>
TOTAL LIABILITIES		<u><u>7,722,930</u></u>	<u><u>5,205,945</u></u>
NET ASSETS		<u><u>8,217,724</u></u>	<u><u>5,681,013</u></u>
EQUITY			
Retained Earnings		<u>8,217,724</u>	<u>5,681,013</u>
TOTAL EQUITY		<u><u>8,217,724</u></u>	<u><u>5,681,013</u></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 2019

	Retained Earnings \$	Total \$
Balance at 30 June 2017	3,320,679	3,320,679
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>2,360,334</u>	<u>2,360,334</u>
Balance at 30 June 2018	<u>5,681,013</u>	<u>5,681,013</u>
Profit after income tax expense for the year	2,536,711	2,536,711
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year	<u>2,536,711</u>	<u>2,536,711</u>
Balance at 30 June 2019	<u>8,217,724</u>	<u>8,217,724</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 2019

	NOTE	2019 \$	2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts for services (inclusive of GST)		23,524,265	24,435,954
Payments to suppliers and employees (inclusive of GST)		(20,298,306)	(22,346,878)
Payments for community support		(316,248)	(896,038)
Interest received		79,734	18,252
Interest and other finance costs paid		(7,490)	(13,208)
Refunds from Taxation Authority		126,193	1,488,213
Net cash provided by operating activities	10	3,108,148	2,686,295
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments of property, plant, and equipment		(3,351,490)	(120,747)
Net cash used in investing activities		(3,351,490)	(120,747)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from borrowings		2,690,895	-
Repayment of borrowings		-	(251,202)
Loans provided		100,000	-
Net cash (used in) / provided by financing activities		2,790,895	(251,202)
Net increase in cash held		2,547,553	2,314,346
Cash at beginning of the year		6,093,576	3,779,230
CASH AT END OF THE YEAR	4	8,641,129	6,093,576

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 Wirru-Murra Yindjibarndi Aboriginal Corporation and its controlled entities ("consolidated entity").

The financial report was authorised for issue on 22nd October 2019 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 12.

Principles of Consolidation

A controlled entity is any entity over which Wirru-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 11 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 in particular AASB 9 Financial Instruments and AASB15 Revenue from contracts with customers. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

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

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

The consolidated entity recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Rendering of services

Revenue from a contract to provide services is recognised over time as the services are rendered based on either a fixed price or an hourly rate.

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.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Other revenue

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

Wirru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

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.

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.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

<i>Class of Fixed Asset</i>	<i>Depreciation rate</i>
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Wirilu-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

Buildings depreciated over 20 years	5%
Motor Vehicles	18.75% - 20%
Office Furniture and Equipment	10.25% – 33.33%
Buses	20%

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.

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.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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.

Wirilu-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

	2019	2018
	\$	\$
NOTE 2. INCOME		
Service Income		
Services & Contracting Income	22,950,692	23,868,506
Heritage Income	-	-
Total Service Income	<u>22,950,692</u>	<u>23,868,506</u>
Other Income		
Interest Income	79,234	52,476
Support Income	68,954	294,184
Refunds from Taxation Authority (i)	-	1,614,406
Total Other Income	<u>148,188</u>	<u>1,961,066</u>
Total Income	<u><u>23,098,880</u></u>	<u><u>25,829,572</u></u>

(i) Refunds from taxation authority consist of franking credit of \$nil (2018: \$1,614,406)

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

Provision of labour	17,276,868
Equipment rental	4,661,592
Maintenance works	768,302
Other	243,930
Total	<u><u>22,950,692</u></u>

All revenue is earned through the provision of services or equipment in Australia.

AASB 15 was adopted using the modified retrospective approach and as such comparatives have not been provided for disaggregation of revenue.

Wirru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

	2019	2018
	\$	\$
NOTE 3. EXPENSES		
Cost of Sales	17,436,487	20,060,907
Consulting Expenses		
Legal Expenses	15,098	50,265
Other Consulting Expenses	679,193	619,455
Total Consulting Expenses	694,291	669,720
Employee Benefits Expenses	511,036	562,916
Other Expenses		
Insurance Expenses	43,156	361,887
Meeting Expenses	93,813	105,436
Rent Expenses	57,858	55,920
Office Expenses	52,003	45,257
Community Support Expenses	945,257	896,038
Depreciation	54,047	33,143
Travel and Accommodation	85,892	106,511
Sitting Fees	-	71,650
Interest and Other Bank Charges	7,490	13,208
Motor Vehicle Expenses	23,491	35,616
Other Expenses	557,348	451,029
Total Other Expenses	1,920,355	2,175,695
Total Expenses	20,562,169	23,469,238

Wirilu-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

	2019	2018
	\$	\$
NOTE 4. CASH AND CASH EQUIVALENTS		
Cash at bank	6,592,603	4,081,375
Cash on deposit	2,048,526	2,012,201
	<u>8,641,129</u>	<u>6,093,576</u>

NOTE 5. TRADE AND OTHER RECEIVABLES

CURRENT

Trade and other receivables	<u>3,219,995</u>	<u>3,866,182</u>
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NON-CURRENT

Other receivables	<u>-</u>	<u>100,000</u>
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NOTE 6. PROPERTY, PLANT, AND EQUIPMENT

Land	674,760	466,185
Buildings	278,546	69,980
Less: accumulated depreciation	(16,385)	(10,301)
Total buildings	<u>936,921</u>	<u>59,679</u>
Motor vehicles and buses - at cost	3,097,336	166,441
Less: accumulated depreciation	(109,841)	(77,583)
Total motor vehicles	<u>2,987,495</u>	<u>88,858</u>
Office equipment - at cost	119,554	116,101
Less: accumulated depreciation	(82,337)	(66,632)
Total office equipment	<u>37,217</u>	<u>49,469</u>
Total property, plant, and equipment	<u>3,961,634</u>	<u>664,191</u>

	Opening Balance	Additions	Disposals	Depreciation	Closing Balance
	\$	\$	\$	\$	\$
Land	466,185	208,571	-	-	674,755
Buildings	59,679	208,571	-	(6,083)	262,166
Motor Vehicles	88,858	2,930,895	-	(32,258)	2,987,455
Office Equipment	49,469	3,453	-	(15,706)	37,257
Total	<u>664,191</u>	<u>3,351,490</u>	<u>-</u>	<u>(54,047)</u>	<u>3,961,634</u>

Wirru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

	2019 \$	2018 \$
NOTE 7. TRADE AND OTHER PAYABLES		
CURRENT		
Trade payables	964,668	1,498,480
Accrued expenses	1,405,975	1,371,713
Payable to the ATO	466,978	554,262
Other payables	250,000	250,000
Total trade and other payables	<u>3,087,621</u>	<u>3,674,455</u>
NOTE 8. EMPLOYEE BENEFITS		
Employee Benefits	<u>729,414</u>	<u>316,490</u>
NOTE 9. INTEREST-BEARING LIABILITIES		
CURRENT		
Hire purchase liabilities (i)	651,482	-
Loan (ii)	-	210,000
	<u>651,482</u>	<u>210,000</u>
NON-CURRENT		
Hire purchase liabilities (i)	2,279,413	-
Loan (ii)	975,000	1,005,000
	<u>3,254,413</u>	<u>1,005,000</u>
Total interest bearing liabilities	<u>3,905,895</u>	<u>1,215,000</u>

- (i) This balance represents hire purchase commitments incurred for the acquisition of new buses under a facility provided by ANZ. Repayments are made monthly and interest is charged at 4.3%. The facility is a five-year facility.
- (ii) 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.

NOTE 10. RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH PROFIT

	2019	2018
	\$	\$
Net profit	2,536,711	2,360,334
Depreciation expense	54,047	33,143
Movements:		
Decrease/(increase) in receivables	631,312	112,847
Decrease/(increase) in prepayments	59,988	19,838
(Decrease)/increase in trade and other payables	(173,910)	160,133
Net cash provided by operating activities	3,108,148	2,686,295

NOTE 11. CONTROLLED ENTITIES CONSOLIDATED

Subsidiaries of Wirlu-Murra Yindjibarndi Aboriginal Corporation:

Subsidiary	Country of Incorporation	Percentage Owned (%)	
		2019	2018
Wirlu-Murra Tableland Heritage Pty Ltd	Australia	100%	100%
Wirlu-Murra Yindjibarndi Services Pty Ltd	Australia	100%	100%
Wirlu-Murra Yindjibarndi Contracting No 1 Pty Ltd	Australia	100%	100%
Wirlu-Murra Enterprises Pty Ltd	Australia	100%	100%

Wirilu-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

NOTE 12. 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.

	2019	2018
	\$	\$
STATEMENT OF FINANCIAL POSITION		
ASSETS		
Current assets	2,253,880	2,380,177
Non-Current assets	492,748	105,718
TOTAL ASSETS	<u>2,746,628</u>	<u>2,485,895</u>
LIABILITIES		
Current liabilities	26,766	303,151
Non-Current liabilities	975,000	1,005,000
TOTAL LIABILITIES	<u>1,001,766</u>	<u>1,308,151</u>
EQUITY	<u>1,744,862</u>	<u>2,997,608</u>
STATEMENT OF COMPREHENSIVE INCOME		
Total Comprehensive Loss	<u>(1,436,000)</u>	<u>(149,435)</u>

Guarantees

Wirilu-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 2019 and 2018.

Capital Commitments - Property, Plant, and Equipment

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2019 and 2018.

Wiru-Murra Yindjibarndi Aboriginal Corporation
Notes to the Financial Statements
For the year ended 30 June 2019

NOTE 13. COMMITMENTS

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

As at the reporting date, the consolidated entity had the following operating lease commitments:

	2019	2018
	\$	\$
<i>Lease commitments – operating</i>		
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	23,760	2,000
One to five years	9,900	-
More than five years	-	-
	<u>33,660</u>	<u>2,000</u>

These operating lease commitments relate to the lease for office premises in Perth, Western Australia.

As at the reporting date, the consolidated entity had the following finance lease commitments

Within one year	9	651,482	-
One to five years	9	2,279,413	-
More than five years		-	-
Total commitment		<u>2,930,895</u>	<u>-</u>

These lease commitments relate to the hire purchase financing of buses purchased by the consolidated entity during the year ended 30 June 2019.

NOTE 14. 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 (%)	
		2019	2018
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 15. CONTINGENT LIABILITIES

Bank Security Deposit Guarantee have been provided by Commonwealth Bank on behalf of the consolidated entity at 30 June 2019: \$170,101 (2018: \$73,463).

NOTE 16. KEY MANAGEMENT PERSONNEL COMPENSATION

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

	2019 \$	2018 \$
Key management personnel compensation	583,323	561,392

2019 \$	2018 \$
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NOTE 17. REMUNERATION OF AUDITORS

Audit and assurance services	32,500	36,000
Total	32,500	36,000

NOTE 18. 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 19. EVENTS AFTER THE REPORTING PERIOD

No matter or circumstance has arisen since 30 June 2019 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 20. 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