

LOCK THE GATE ALLIANCE LIMITED
ABN 33 156 099 080

Annual Report - 30 June 2013

Lock The Gate Alliance Limited

Directors' report

30 June 2013

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2013.

Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Mr Graham Bassett (appointed 01/10/12)
Ms Penny Blatchford (appointed 01/10/12)
Mr Simon Clough (appointed 01/10/12)
Mr Scott Collins (ceased 01/10/12)
Mr Peter Firminger (ceased 01/10/12)
Ms Jacinta Green
Mr Drew Hutton (ceased 17/12/12)
Mr Robert McCreath (appointed 01/10/12)
Ms Cassie McMahon (ceased 01/10/12)
Mr Michael McNamara
Ms Sarah Moles (appointed 01/10/12)
Mr Robert Tulloch (appointed 08/08/12)

Objectives

Lock the Gate alliance is a national coalition of community groups from across Australia who are uniting to protect our common heritage - our land, water and future - from reckless coal and gas expansions.

Principal activities

The principal activities of Lock the Gate Alliance Limited are the education and empowerment of all Australians to demand sustainable solutions to food and energy production

Meetings of directors

The number of meetings of the company's Board of Directors held during the year ended 30 June 2013, and the number of meetings attended by each director were:

	Board of Directors Meetings	
	Attended	Held
Graham Bassett	4	7
Penny Blatchford	5	7
Simon Clough	7	7
Scott Collins	0	0
Peter Firminger	0	0
Jacinta Green	4	7
Drew Hutton	3	3
Robert McCreath	6	7
Cassie McMahon	0	0
Sarah Moles	6	7
Robert Tulloch	5	7

Held: represents the number of meetings held during the time the director held office or was a member of the relevant committee.

Contributions on winding up

In the event of the company being wound up, each member is required to contribute a maximum of \$10 towards meeting any outstanding obligations of the company.

The total amount that members of the company are liable to contribute if the company is wound up is \$80, based on 8 current members.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors



Robert Tulloch

17 October 2013

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
LOCK THE GATE ALLIANCE LIMITED**

We declare, that to the best of our knowledge and belief, during the year ended 30 June 2013 there have been:

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

Name of Firm : Blackwood Clarke
Chartered Accountants

Name of Partner : 

Address :

Dated this 2nd day of October 2013

Lock The Gate Alliance Limited
Financial report
For the year ended 30 June 2013

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General information

The financial report covers Lock The Gate Alliance Limited (the company) as an individual entity. The financial report is presented in Australian dollars, which is the company's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the directors' declaration.

Lock The Gate Alliance Limited is a not-for-profit unlisted public company limited by guarantee.

The financial report was authorised for issue, in accordance with a resolution of directors. The directors have the power to amend and reissue the financial report.

Lock The Gate Alliance Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2013

	Note	2013 \$	2012 \$
Revenue from continuing operations	3	540,884	87,909
Other income	3	16,249	-
Accountancy expenses		(1,513)	(4,947)
Advertising expenses		(11,427)	(1,357)
Auditors' remuneration		-	-
Cost of sales		(292,531)	(1,340)
Fundraising expenses		(2,575)	-
Other expenses		(58,846)	(36,334)
		<hr/>	<hr/>
Net Surplus for the year		190,241	43,931
		<hr/>	<hr/>
Surplus for the year attributable to the members of Lock The Gate Alliance Limited	7	190,241	43,931
Other comprehensive income for the year		-	-
		<hr/>	<hr/>
Total comprehensive income for the year attributable to the members of Lock The Gate Alliance Limited		<u>190,241</u>	<u>43,931</u>

Lock The Gate Alliance Limited
Statement of financial position
As at 30 June 2013

	Note	2013 \$	2012 \$
Assets			
Current assets			
Cash and cash equivalents	4	247,866	45,704
Trade and other receivables	5	-	4,432
Total current assets		<u>247,866</u>	<u>50,136</u>
Total assets		<u>247,866</u>	<u>50,136</u>
Liabilities			
Current liabilities			
Trade and other payables	6	7,970	610
Total current liabilities		<u>7,970</u>	<u>610</u>
Total liabilities		<u>7,970</u>	<u>-</u>
Net assets		<u>239,896</u>	<u>49,526</u>
Equity			
Reserves			
Retained surpluses	7	239,896	49,526
Total equity		<u>239,896</u>	<u>49,526</u>

Lock The Gate Alliance Limited
Statement of changes in funds
For the year ended 30 June 2013

	Retained Surpluses	Total Equity
	\$	\$
Balance at 1 July 2011	5,595	5,595
Surplus for the year	43,931	43,931
Other comprehensive income for the year		
	<hr/>	<hr/>
Total comprehensive income for the year	43,931	43,931
Balance at 30 June 2012	49,526	49,526

	Retained Surpluses	Total Equity
	\$	\$
Balance at 1 July 2012	49,526	49,526
Surplus for the year	190,370	190,370
Other comprehensive income for the year		
	<hr/>	<hr/>
Total comprehensive income for the year	190,370	190,370
Balance at 30 June 2013	239,896	239,896

Lock The Gate Alliance Limited
Statement of cash flows
For the year ended 30 June 2013

	Note	2013 \$	2012 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		270,111	84,244
Grant received		294,091	-
Interest received		129	-
Payments to suppliers and employees (inclusive of GST)		(362,168)	(45,208)
		<hr/>	<hr/>
Net cash from operating activities		202,163	39,036
		<hr/>	<hr/>
Net (decrease)/increase in cash and cash equivalents		202,163	39,036
Cash and cash equivalents at the beginning of the financial year		45,704	6,668
		<hr/>	<hr/>
Cash and cash equivalents at the end of the financial year	4	247,867	45,704
		<hr/> <hr/>	<hr/> <hr/>

Note 1. Corporate Information

The financial statements of the not-for-profit company, Lock The Gate Alliance Limited, (the company) for the year ended 30 June 2013 were authorised for issue in accordance with a resolution of the directors. Lock The Gate Alliance Limited is a company limited by guarantee, incorporated and domiciled in Australia. If the company is wound up, the Memorandum and Articles of Association state that each member is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the company.

The nature of the operations and principal activities of the company are described in the directors' report.

Note 2. Summary of Accounting Policies

(A) Basis of Preparation

These general purpose financial statements have been prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standards – Reduced Disclosure Requirements, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board, as appropriate for not-for-profit entities. These financial statements do not comply with International Financial Reporting Standards as issued by the International Accounting Standards Board (IASB).

The directors have elected under Section 334(5) of the *Corporations Act 2001* to apply the following Accounting Standards in advance of their effective dates:

AASB 1053, Application of Tiers of Australian Accounting Standards; and
AASB 2010-2 Amendments to Australian Accounting Standards arising from reduced disclosure requirements
AASB 13 Fair value measurement.

AASB 1053 and AASB 2010-2

These Accounting Standards are not required to be applied until annual reporting periods beginning on or after 1 July 2013.

AASB 1053 establishes a differential financial reporting framework consisting of two tiers of reporting requirements for general purpose financial statements:

Tier 1 – Australian Accounting Standards
Tier 2 – Australian Accounting Standards – reduced disclosure requirements

AASB 2010-2 makes amendments to each standard and interpretation, indicating the disclosures not required to be made by Tier 2 entities or inserting RDR paragraphs requiring simplified disclosures for Tier 2 entities.

The company complies with Australian Accounting Standards – reduced disclosure requirements as issued by the Australian Accounting Standards Board.

The adoption of these standards has resulted in significantly reduced disclosures throughout the notes to the financial statements. There was no impact on the reporting financial position and performance of the company.

Note 2. Summary of Accounting Policies (continued)

(A) Basis of Preparation (continued)

AASB 13 Fair value measurement

The effective date of AASB 13 is annual reporting periods beginning on or after 1 January 2013. AASB 13 clarifies the definition of fair value and requires highest and best use to be used in determining the value of any non-financial assets.

Historical cost convention

The financial statements have been prepared on the basis of historical cost except for the following:

Available for sale financial assets are measured at fair value.

Cost is based on the fair values of the consideration given in exchange for assets.

Currency and rounding of amounts

The financial statements are presented in Australian dollars, which is the company's functional and presentation currency.

(B) Significant Accounting Judgements, Estimates and Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Significant accounting judgements

Significant accounting estimates and assumptions

The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

(C) Revenue Recognition

Revenue is measured at the fair value of consideration received or receivable. Revenue is recognised net of the amounts of goods and services tax (GST) payable to the Australian Taxation Office.

Lock The Gate Alliance Limited
Notes to the financial statements
30 June 2013

Sales Revenue

Revenue from member subscriptions, merchandise sales, event income, donations and grants is recognised when the amount of revenue can be measured reliably and it is probable that it will be received by the Company. Revenue in advance is accounted for when invoices are raised in respect of events occurring in the subsequent financial year.

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.

(D) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Management and administration costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

(E) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(F) Trade and Other Receivables

Other receivables are recognised at amortised cost, less any provision for impairment. An allowance for doubtful debts, if any, is made when there is objective evidence that the company will not be able to collect the debts. Bad debts are written off when identified.

(G) Trade Creditors and Other Payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Note 2. Summary of Accounting Policies (continued)

(H) Taxation

Income tax

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

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 Australian Taxation Office, in which case it is recognised as part of the cost of acquisition of an asset or as part of an item of expense.

Receivables and payables are recognised inclusive of GST.

The net amount of GST recoverable from or payable to the Australian Taxation Office is included as part of receivables or payables.

Cash flow is included in the statement of cash flow on a gross basis. The GST component of cash flow arising from investing and financing activities that is recoverable from or payable to the Australian Taxation Office is classified as operating cash flow.

(I) New Standards and Interpretations not yet adopted

The following standards, amendments to standards and interpretations have been identified as those which may affect the company in the period of initial application.

Standard	Effective date	Impact on the company
AASB 1053 Application of Tiers of Accounting Standards Related standards : <ul style="list-style-type: none"> • AASB 2010-02 • AASB 2011-02 • AASB 2011-11 • AASB 2012-2 • AASB 2012-7 	Annual reporting periods beginning on or after 1 July 2013 (i.e. 30 June 2014 reporting date)	As a not-for-profit entity, the company will be eligible to apply the Tier 2 reporting requirements that are provided in these standards. If the company should decide to do so, this will reduce some disclosure in the notes to the financial statements but will not affect the statements of financial position or comprehensive income. The company has not decided when to adopt these standards.
AASB 119 Employee Benefits Related standard : AASB 2011-10	Annual reporting periods beginning on or after 1 January 2013 (i.e. 30 June 2014 reporting date for the company).	There may be some changes to the reported financial position and performance due to the need to discount annual leave not expected to be paid within 12 months.
AASB 9 Financial Instruments Related standards : <ul style="list-style-type: none"> • AASB 2010-7 • AASB 2012-6 	Annual reporting periods beginning on or after 1 January 2015 (i.e. 30 June 2016 reporting dates for the company).	The impact of this standard has yet to be determined.

Lock The Gate Alliance Limited
Notes to the financial statements
30 June 2013

Note 3. Revenue

	2013	2012
	\$	\$
<i>Sales revenue</i>		
Membership subscriptions	6,983	12,689
Donations	233,882	72,633
Merchandise	4,570	2,537
Event income	1,358	-
	<u>246,793</u>	<u>87,859</u>
<i>Other revenue</i>		
Other income	16,249	50
Interest income	129	-
Grants received	294,091	-
	<u>310,469</u>	<u>50</u>
Revenue	<u><u>557,262</u></u>	<u><u>87,909</u></u>

Note 4. Current assets - cash and cash equivalents

	2013	2012
	\$	\$
Cheque Account 8600	12,297	43,921
Paypal Account	38,879	-
Cheque Account 4204	2,635	1,193
Bendigo Bank 147806137	160,220	-
Bendigo Bank 147805972	33,835	-
Undeposited Funds	-	590
	<u>247,866</u>	<u>45,704</u>

Note 5. Current assets - trade and other receivables

	2013	2012
	\$	\$
Other debtors	-	3,115
Bankcard	-	550
CSG Sydney (Trust)	-	767
	<u>-</u>	<u>4,432</u>

Note 6. Current liabilities - trade and other payables

Lock The Gate Alliance Limited
Notes to the financial statements
30 June 2013

	2013 \$	2012 \$
CSG Sydney (Trust)	2,635	-
Other payables & accruals	5,335	610
	<u>7,970</u>	<u>610</u>

Note 7. Equity - retained surpluses

	2013 \$	2012 \$
Retained surpluses at the beginning of the financial year	49,526	5,595
Surplus for the year	190,370	43,931
	<u>239,896</u>	<u>49,526</u>
Retained surpluses at the end of the financial year	<u>239,896</u>	<u>49,526</u>

Note 8. Financial instruments

Market risk

Interest rate risk

The company is not exposed to any significant interest rate risk.

Price risk

Other price risk is the risk that the fair value of available for sale financial assets will fluctuate due to changes in market prices, other than those arising from interest rate risk.

Note 9. Key management personnel disclosures

Compensation

None of the Directors received remuneration in the current or previous financial years.

Note 10. Contingent liabilities

The company had no contingent liabilities as at 30 June 2013 and 30 June 2012.

Note 11. Commitments

Lock The Gate Alliance Limited
Notes to the financial statements
30 June 2013

The company had no lease commitments as at 30 June 2013 and 30 June 2012.

Note 12. Related party transactions

The company did not have any transactions with related parties in the year ended 30 June 2013 or the year ended 30 June 2012.

Note 13. Events after the reporting period

No matter or circumstance has arisen since 30 June 2013 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Note 14. Segment Reporting

The company operates predominately in New South Wales with branches in Victoria, ACT, Tasmania, Queensland, Western Australia, Northern Territory and South Australia. The head office is located in New South Wales.


Locked The Gate Alliance Limited
Directors' declaration

In the directors' opinion:

- the attached financial statements and notes thereto comply with the Corporations Act 2001, the Australian Accounting Standards - Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and fair view of the company's financial position as at 30 June 2013 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5) of the Corporations Act 2001.

On behalf of the directors



Treasurer

17 October 2013

Blackwood Clarke

Chartered Accountants

R C Blackwood FCA
G J Clarke FCA

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Independent Audit Report

Report on the Financial Report

We have audited the accompanying financial report of Lock the Gate Alliance Limited, which comprises the statement of financial position as at 30 June 2013 and the statement of comprehensive income, statement of changes in funds and statement of cash flow for the year then ended, notes 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 – Reduced Disclosure Statement 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.

Auditors Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. Except as discussed in the qualification paragraph, we conducted our audit in accordance with Australian Auditing Standards. Those 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 that 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

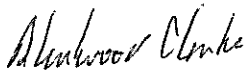
In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Lock the Gate Alliance Limited on 2 October, 2013, would be in the same terms if provided to the directors as at the date of this auditor's report.

Basis for Qualified Opinion

As is normal for an organisation of this size it is impracticable to establish control over the collection of cash donations prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our audit procedures with respect to cash donations had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether cash donations Lock The Gate Alliance Limited recorded are complete.

Qualified Opinion

- a.) In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of Lock the Gate Alliance Limited is in accordance with the *Corporations Act 2001*, including:
- i. Giving a true and fair view of the company's financial position as at 30 June 2013 and of its performance for the year ended on that date; and
 - ii. Complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Act 2001*.



Blackwood Clarke
Chartered Accountants



Roger Blackwood
Partner

Date