

**WESTERN RESEARCH INSTITUTE LIMITED**  
ABN 76 090 089 991  
(A COMPANY LIMITED BY GUARANTEE)

**FINANCIAL STATEMENTS**  
For the year ended 31 December 2017

**WESTERN RESEARCH INSTITUTE LIMITED**

ABN 76 090 089 991

(A COMPANY LIMITED BY GUARANTEE)

**DIRECTORS' REPORT**

For the year ended 31 December 2017

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In accordance with the Corporations Act 2001, we, the Directors of Western Research Institute Limited, report as follows:

**OPERATING RESULTS**

The deficit of the company for the year ended 31 December 2017 amounted to \$30,961. (2016 surplus: \$54,643)

**SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS**

There were no significant changes in the state of affairs of the company.

**PRINCIPAL ACTIVITIES**

The principal activity of the company continues to be the provision of research services.

**EVENTS AFTER THE REPORTING PERIOD**

The company is not aware of any matters or circumstances that have arisen since 31 December 2017 that have significantly affected or may significantly affect:

- ♦ the operations of the company;
- ♦ the results of operations; and
- ♦ the state of affairs of the company in subsequent years.

**DIVIDENDS**

Under its constitution the company is prohibited from paying dividends.

**OPTIONS**

No options over issued shares or interests in the company were granted during or since 31 December 2017 and there are no options outstanding as at the date of this report.

**ENVIRONMENTAL**

The operations of the company are not regulated by any significant environmental regulation under the law of the Commonwealth or State or Territory

**INDEMNIFICATION OF OFFICERS**

During 2017, no Director of Western Research Institute Limited has received or has become entitled to receive, a benefit because of a contract made by Western Research Institute Limited, a related company, with the Director, or with a firm of which the Director is a member, or an entity in which the Director has a substantial financial interest. The Directors are covered by the following insurance policy:

Directors' & Officers' Liability Protection Member or Affiliate Reimbursement Protection  
AIG Australia Limited  
Policy No: 9609 233 PVE  
Expiry Date: 31st October 2018

**WESTERN RESEARCH INSTITUTE LIMITED**

ABN 76 090 089 991

(A COMPANY LIMITED BY GUARANTEE)

**DIRECTORS' REPORT**

For the year ended 31 December 2017

**PROCEEDINGS ON BEHALF OF THE COMPANY**

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the past year.

**DIRECTORS**

The names of the Company Officers at the date of this report, together with their qualifications, experience and special responsibilities are as follows:

NAME	OTHER INFORMATION	QUALIFICATIONS	PERIOD AND OTHER RESPONSIBILITIES	NUMBER OF MEETINGS DURING THE PERIOD 01/01/2017 to 31/12/2017	
				HELD WHILST A DIRECTOR	ATTENDED
<b>DIRECTORS</b>					
Catherine Baxter	Regional General Manager, TAFE NSW	Bachelor of Social Work (Hons), University of Sydney Masters of Social Administration, Flinders University Master of Education, University of Technology Grad Dip Counselling, MCAE Grad Dip VET, Charles Sturt University	Director since 2011 Secretary since 2016 Resigned 2017	1	0
Mark Burdack	Director, Cultivate Solutions.	BA, BLegS (Hon), Macquarie University GAICD	Director 2009-2015 Resigned July 2015 Elected as Chair 2016 Resigned 2017	5	5
Juliet Lee Duffy	Director, Regional Enviroscience Pty Ltd	MSM University of Sydney MAICD	Director since 2005 Secretary since 2007 Deputy Chair since 2016 Elected Chair 2017	6	6

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**DIRECTORS' REPORT**

For the year ended 31 December 2017

NAME	OTHER INFORMATION	QUALIFICATIONS	PERIOD AND OTHER RESPONSIBILITIES	NUMBER OF MEETINGS DURING THE PERIOD 01/01/2016 to 31/12/2016	
				HELD WHILST A DIRECTOR	ATTENDED
Lesa Dunn	Director, North Western NSW Asset Management Unit NSW Department of Education and Training	Bachelor of Business (Banking & Finance) Charles Sturt University	Director since 2015 Resigned 2017	3	3
Andrew Everett	Director, NSW Department of Industry	Bachelor of Law, Sydney University Bachelor of Economics, Macquarie University	Director since 2016 Elected Deputy Chair 2017	6	6
Jo-Anne Strader	Financial Controller, DSM Nutritional Products Australia Pty Ltd	Bachelor of Commerce (Hons), Queens University, Canada	Director since 2016	6	6

**WESTERN RESEARCH INSTITUTE LIMITED**

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**DIRECTORS' REPORT**

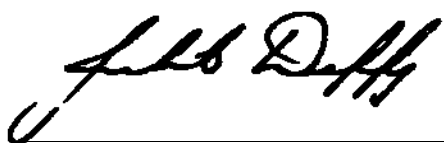
For the year ended 31 December 2017

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**AUDITOR'S INDEPENDENCE DECLARATION**

The Auditor's Independence Declaration as required under section 307C of the Corporations Act is set out on page 6 and forms part of the directors report for the year ended 31 December 2017.

Signed in accordance with a resolution of the Board:



Juliet Duffy  
Chair

Dated at Bathurst this 27th day of March 2018



Andrew Everett  
Deputy Chair

Dated at Bathurst this 27th day of March 2018

**WESTERN RESEARCH INSTITUTE LIMITED**

ABN 76 090 089 991

(A COMPANY LIMITED BY GUARANTEE)

**STATEMENT OF COMPREHENSIVE INCOME**

For the year ended 31 December 2017

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	Note	2017 \$	2016 \$
<b>REVENUE</b>			
Consulting	2	554,401	594,892
Interest Income		4,286	3,859
Membership			-
Other		10,210	800
<b>TOTAL REVENUE</b>		<b>568,896</b>	<b>599,551</b>
<b>EXPENSES</b>			
Administration Expenses		121,646	102,778
Consulting Expense		170,830	92,713
Employee Benefits Expense	3	307,381	345,431
Depreciation & Amortisation			3,986
<b>TOTAL EXPENSES</b>		<b>599,857</b>	<b>544,908</b>
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		<b>-30,961</b>	<b>54,643</b>

(A COMPANY LIMITED BY GUARANTEE)

**STATEMENT OF FINANCIAL POSITION**

For the year ended 31 December 2017

	Note	2017 \$	2016 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash & Cash Equivalents	4	255,307	328,320
Trade and Other Receivables	5	15,689	145,841
Other Assets	6	46,429	22,949
<b>TOTAL CURRENT ASSETS</b>		<b>317,425</b>	<b>497,110</b>
<b>NON-CURRENT ASSETS</b>			
Property, Plant & Equipment	7	8,174	12,181
Financial Assets	8	10	10
<b>TOTAL NON-CURRENT ASSETS</b>		<b>8,184</b>	<b>12,191</b>
<b>TOTAL ASSETS</b>		<b>325,609</b>	<b>509,301</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	9	13,663	30,486
Provisions	10	14,846	28,047
Income in Advance	5	8,089	109,486
<b>TOTAL CURRENT LIABILITIES</b>		<b>36,598</b>	<b>168,019</b>
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>36,598</b>	<b>168,019</b>
<b>NET ASSETS</b>		<b>289,011</b>	<b>341,282</b>
<b>EQUITY</b>			
Accumulated Funds		341,283	286,640
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		<b>(30,961)</b>	<b>54,643</b>
Prior Years Adjustment		(21,311)	-
<b>TOTAL EQUITY</b>		<b>289,011</b>	<b>341,283</b>

The Statement of Financial Position should be read in conjunction with the accompanying notes.  
Reference Number: 33232\_1

**WESTERN RESEARCH INSTITUTE LIMITED**

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(A COMPANY LIMITED BY GUARANTEE)

**CASH FLOW STATEMENT**

For the year ended 31 December 2017

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	Note	2017 \$	2016 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash receipts from Operations		454,105	562,655
Interest Received		4,286	3,859
Payments to Suppliers & Employees		(531,405)	(547,010)
<b>NET CASH FLOWS (USED IN) / FROM OPERATING ACTIVITIES</b>	15	<b>(73,014)</b>	<b>19,504</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of Plant & Equipment		-	-
<b>NET CASH FLOWS USED IN INVESTING ACTIVITIES</b>		<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM OTHER ACTIVITIES</b>			
Cashflows from other activities		-	-
<b>NET CASH FLOWS USED IN OTHER ACTIVITIES</b>		<b>-</b>	<b>-</b>
<b>NET (DECREASE) / INCREASE IN CASH &amp; CASH EQUIVALENTS</b>		<b>(73,014)</b>	<b>19,504</b>
Cash & Cash Equivalents at the beginning of the year		328,321	308,817
Cash & Cash Equivalents at the end of the year	4	<u><b>255,307</b></u>	<u><b>328,321</b></u>



**WESTERN RESEARCH INSTITUTE LIMITED**

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**STATEMENT OF CHANGES IN EQUITY**

For the year ended 31 December 2017

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	Note	2017 \$	2016 \$
<b>TOTAL EQUITY AT THE START OF THE FINANCIAL YEAR</b>		341,282	286,640
Surplus/(Deficit) for the year		(30,961)	54,643
Correct prior period GST errors			
Correct prior period errors		(21,310)	
<b>TOTAL RECOGNISED INCOME AND EXPENSE FOR THE YEAR</b>		<u>(52,271)</u>	<u>54,643</u>
<b>TOTAL EQUITY AT THE END OF THE FINANCIAL YEAR</b>		<u>289,011</u>	<u>341,282</u>

**WESTERN RESEARCH INSTITUTE LIMITED**  
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
For the year ended 31 December 2017

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**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**1 (a) INFORMATION ABOUT REPORTING ENTITY**

Western Research Institute Limited is a not for profit entity incorporated in Australia as a company limited by guarantee on 21 December 1999. In accordance with the Constitution, the liability of each member, in the event of the company winding up, is limited to \$50.00.

The registered office for Western Research Institute Limited is Level 1, 126 William Street, Bathurst NSW.

The principal activity of the company during the year was the provision of research services.

The financial statements have been authorised for issue by the Board of Directors on 26 March 2018.

**1 (b) BASIS OF PREPARATION**

The financial statements are a general purpose financial report and have been prepared in accordance with:

- (i) Australian Accounting Standards and Interpretations;
- (ii) International Financial Reporting Standards;
- (iii) Corporations Act 2001; and
- (iv) Public Finance and Audit Act 1983 and Regulations 2005.

Judgments, key assumptions and estimates management has made are disclosed in the relevant notes to the financial report.

The financial report has been prepared on the basis of accrual accounting and in accordance with historical cost convention. All amounts are expressed in Australian dollars.

**1 (c) PROVISIONS**

- (i) Salaries and Wages, Annual Leave and On-Costs

Liabilities for salaries and wages (including non-monetary benefits) and annual leave that fall due wholly within 12 months of the reporting date are recognised and measured in respect of employees' services up to the reporting date at undiscounted amounts based on the amounts expected to be paid when liabilities are settled.

Long-term annual leave that is not expected to be taken within twelve months is measured at present value in accordance with AASB 119 Employee benefits.

The outstanding amounts of payroll tax, workers' compensation insurance premiums and fringe benefits tax, which are consequential to employment, are recognised as liabilities and expenses where the employee benefits to which they relate have been recognised.

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
For the year ended 31 December 2017

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**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

(ii) Long Service Leave and Superannuation

Long service leave is measured at present value in accordance with AASB 119 Employee Benefits. This is estimated on the basis of certain factors applied to employees with number of years of service, using current rates of pay.

The defined contribution superannuation expense for the financial year is calculated as a percentage of the employees' salary.

(iii) Other Provisions

Other provisions exist when there is a present legal or constructive obligation as a result of a past event. It is probable that an outflow of resources will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

**1 (d) TAXATION**

The Income Tax Assessment Act 1997 under Sub-division 50-B, exempts the Company from income tax. Consequently no provision for income tax is required and the principles of tax effect accounting have not been adopted.

**1 (e) GOING-CONCERN**

The financial report is prepared on a going-concern basis.

**1 (f) FINANCIAL INSTRUMENTS**

Financial instruments give rise to positions that are a financial asset of either the Company or its counterparty and a financial liability (or equity instrument) of the other party. For the Company these include receivables and payables.

In accordance with AASB132 "Financial Instruments: Presentation" and AASB 7 "Financial Instruments :Disclosure" information is disclosed in Note 13 in respect of the risks associated with all financial instruments. All such amounts are carried in the accounts as fair value unless otherwise stated. The specific accounting policy in respect of each class of such financial instrument is stated hereunder.

Classes of instruments recorded at amortised cost comprise:

- ♦ receivables
- ♦ payables

All financial instruments including revenue, expenses or other cash flows arising from instruments are recognised on an accrual basis.

**1 (g) PAYABLES**

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

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
For the year ended 31 December 2017

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**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**1 (h) RECEIVABLES**

Receivables are recognised on an accrual basis initially at fair value and subsequently measured at amortised cost using effective interest method, less allowance for impairment.

**1 (i) REVENUE RECOGNITION**

Income is measured at the fair value of the consideration or contribution received or receivable. Additional comments regarding the specific accounting policies for the recognition of revenue is discussed below.

(i) Grants

Grants are generally recognised as income when the Company obtains control over the assets. Control over grants is normally obtained upon the receipt of cash.

(ii) Consultancy Services

Consultancy service revenue is recognised when the service is provided or by reference to the stage of completion.

(ii) Interest Revenue

Interest revenue is recognised as it accrues.

**1 (j) ACQUISITION OF ASSETS**

The cost method of accounting is used for the initial recording of all acquisitions of assets controlled by the Company. Cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire the asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognised in accordance with the requirements of other Australian Accounting Standards.

Fair value is the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

**1 (k) CAPITALISATION THRESHOLDS**

Plant and equipment and intangible assets costing \$500 and above individually (or forming part of a network costing more than \$500) are capitalised.

**1 (l) REVALUATION OF PLANT AND EQUIPMENT**

Physical non-current assets are reported at fair value in accordance AASB 116 Property, Plant and Equipment.

The Company's plant and equipment is comprised of non-specialised computer and office equipment with short useful lives. The carrying value approximates fair value.

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
For the year ended 31 December 2017

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**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**1(m) DEPRECIATION**

Depreciation is provided on a straight line basis for all depreciable assets so as to write off the depreciable amount of each asset as it is consumed over its useful life to the entity.

The following depreciation rates are used in calculation of depreciation.

Office Equipment	33.3%
Furniture Fittings	10%

**1(n) NEW ACCOUNTING STANDARDS AND INTERPRETATIONS**

(i) The Company did not adopt any of the following standards early in the preparation of its financial report.

- ♦ AASB 2009-11: Amendments to Australian Accounting Standard - Business Combinations among Not-for-Profit Entities.
- ♦ AASB 101: Presentation of Financial Statements, AASB 2007-8: Amendments to Australian Accounting Standards arising from AASB 101, and AASB 2007-10.
- ♦ AASB 123: Borrowing Costs and AASB 2007-6: Amendments to Australian Accounting Standards arising from AASB 123 [AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 and AASB 138 and Interpretations 1 and 12]
- ♦ AASB 2009-2: Amendments to Australian Accounting Standards - Puttable Financial Instruments and Obligations arising on Liquidation [AASB 7, AASB 101, AASB 132 and AASB 139 and Interpretation 2]

It is considered that the adoption of these Standards and Interpretations in future periods will have no material financial impact on the financial report of the Company.

**NOTE 2 CONSULTANCY REVENUE**

	2017	2016
	\$	\$
Business Related	554,401	594,892
<b>TOTAL CONSULTANCY REVENUE</b>	<u>554,401</u>	<u>594,892</u>

**WESTERN RESEARCH INSTITUTE LIMITED**  
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
 For the year ended 31 December 2017

<b>NOTE 3</b>	<b>EMPLOYEE RELATED EXPENSES</b>	2,017		2016
		\$		\$
	Wages	280,004		316,556
	Super	27,377		28,875
	Other	-		-
	<b>TOTAL EMPLOYEE RELATED EXPENSES</b>	<u><u>307,381</u></u>		<u><u>345,431</u></u>
<b>NOTE 4</b>	<b>CASH AND CASH EQUIVALENTS</b>			
	Cash at Bank	252,183		327,743
	Cash on Hand	411		577
	<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<u><u>252,594</u></u>		<u><u>328,320</u></u>
<b>NOTE 5</b>	<b>TRADE AND OTHER RECEIVABLES</b>			
	Trade Debtors	15,689		145,841
	<b>TOTAL TRADE AND OTHER RECEIVABLES</b>	<u><u>15,689</u></u>		<u><u>145,841</u></u>
	<b>INCOME IN ADVANCE</b>			
	Income in Advance	8,089		109,486
	<b>TOTAL INCOME IN ADVANCE</b>	<u><u>8,089</u></u>		<u><u>109,486</u></u>
	The large variance between 2016 and 2017 in Trade Debtors and Income in Advance is a result of outstanding invoices in 2016 for a number of newly commissioned projects, a matching of income and expenses for those projects that are in progress but weren't complete at balance date.			
<b>NOTE 6</b>	<b>OTHER ASSETS</b>			
	Accrued Income	20,088		7,441
	Prepayments	26,341		15,508
	<b>TOTAL OTHER ASSETS</b>	<u><u>46,429</u></u>		<u><u>22,949</u></u>
<b>NOTE 7</b>	<b>PLANT &amp; EQUIPMENT</b>			
	Office Equipment	58,984		57,589
	Less: Accumulated Depreciation	58,031		56,181
	Carrying Amount at Fair Value	<u>953</u>		<u>1,409</u>
	Furniture & Fittings	32,940		32,940
	Less: Accumulated Depreciation	24,324		22,168
	Carrying Amount at Fair Value	<u>8,616</u>		<u>10,772</u>
	Software	15,220		15,220
	Less: Accumulated Amortisation	15,220		15,220
	Carrying Amount at Fair Value	<u>-</u>		<u>-</u>
	<b>TOTAL PLANT &amp; EQUIPMENT</b>	<u><u>9,569</u></u>		<u><u>12,181</u></u>

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
 For the year ended 31 December 2017

**NOTE 7 PLANT & EQUIPMENT (CONTINUED)**

**RECONCILIATIONS**

Reconciliations of the carrying amounts of plant and equipment at the beginning and end of the current and previous financial years are set out below:

	Total Plant & Equipment	Total Plant & Equipment
	\$	\$
	Year Ended	Year Ended
	31-Dec-17	31-Dec-16
Carrying amount at start of year	12,181	16,167
Additions	0	-
Disposals	0	-
Depreciation Expense	4007	3,986
Carrying amount at fair value at end of year	8174	12,181

**NOTE 8 FINANCIAL ASSETS**

	2017	2016
	\$	\$
Shares in Reliance	10	10
<b>TOTAL FINANCIAL ASSETS</b>	<b><u>10</u></b>	<b><u>10</u></b>

**NOTE 9 TRADE AND OTHER PAYABLES**

Trade Creditors	6,314	10,058
Accrued Salaries	-	-
GST Payable	8,067	2,081
Superannuation Payable	723	4,084
PAYG Withholding Payable	(2,389)	3,799
Other Accruals	948	14,626
<b>TOTAL TRADE AND OTHER PAYABLES</b>	<b><u>13,663</u></b>	<b><u>30,486</u></b>

**NOTE 10 PROVISIONS**

Provision for Employee Entitlements - Annual Leave	12,997	17,853
Provision for Employee Entitlements - Long Service Leave		4,070
Provision for Rent Incentive	1,849	6,124
<b>TOTAL PROVISIONS</b>	<b><u>14,846</u></b>	<b><u>28,047</u></b>

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
 For the year ended 31 December 2017

<b>NOTE 11 AUDITOR'S REMUNERATION</b>		2016	
		\$	
	Audit of the Company's Financial Report - GPP Audit Pty Limited	4,000	4,000
	<b>TOTAL AUDITOR'S REMUNERATION</b>	<b>4,000</b>	<b>4,000</b>

**NOTE 12 DIRECTORS REMUNERATION**

The Directors act in an honorary capacity and do not receive remuneration in connection with the management of the affairs of the Company.

**NOTE 13 RELATED PARTIES**

(a) 2016

The names of Directors who have held office during the financial period are:

Catherine Baxter	Jo-Anne Strader
Mark Burdack	Lesa Dunn
Juliet Lee Duffy	Andrew Everett

(b) Remuneration

Information in remuneration of Directors is disclosed in Note 12.

**NOTE 14 FINANCIAL INSTRUMENTS**

The Company's principal financial instruments are outlined below. These financial instruments arise directly from the company's operations.

The Company's main risks arising from financial instruments are outlined below together with the Company's objectives, policies and processes for measuring and managing risk. The Board of Directors has overall responsibility for the establishment and oversight of risk management reviews and agrees policies for managing each of these risks.

(a) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Company's exposure to market risk are minimal as it has no borrowings or other price risk associated investments. The Company has no exposure to foreign currency risk.



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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
 For the year ended 31 December 2017

**NOTE 14 FINANCIAL INSTRUMENTS (CONTINUED)**

(b) Interest Rate Risk

Interest rate risk is the risk that the value of financial instrument will fluctuate due to changes in market interest rates. The Company's exposure to interest rate risks and the effective interest rates of financial assets and liabilities, both recognised and unrecognised at the balance sheet date are as follows:

2017	<i>Weighted av. Interest rate (p.a.)</i>	Floating interest rate	Non-interest bearing	Total
		\$	\$	\$
<b>FINANCIAL ASSETS</b>				
Cash	1.50%	252,183	-	252,183
Receivables		-	15,689	15,689
<b>TOTAL FINANCIAL ASSETS</b>		<b>252,183</b>	<b>15,689</b>	<b>267,872</b>
<b>FINANCIAL LIABILITIES</b>				
Payables		-	13,663	13,663
<b>TOTAL FINANCIAL LIABILITIES</b>		<b>-</b>	<b>13,663</b>	<b>13,663</b>

2016	<i>Weighted av. Interest rate (p.a.)</i>	Floating interest rate	Non-interest bearing	Total
		\$	\$	\$
<b>FINANCIAL ASSETS</b>				
Cash	3.50%	327,743	-	327,743
Receivables		-	145,841	145,841
<b>TOTAL FINANCIAL ASSETS</b>		<b>327,743</b>	<b>145,841</b>	<b>473,584</b>
<b>FINANCIAL LIABILITIES</b>				
Payables		-	30,486	30,486
<b>TOTAL FINANCIAL LIABILITIES</b>		<b>-</b>	<b>30,486</b>	<b>30,486</b>

(c) Credit Risk

Credit risk is the risk of financial loss arising from another party to a contract or financial position failing to discharge a financial obligation there under. The Company's maximum exposure to credit risk is represented by the carrying amounts of the financial assets and liabilities included in the balance sheet.

(d) Liquidity Risk

Liquidity risk is the risk that the Company will be unable to meet its payment obligations when they fall due. The Company continuously manages risk through monitoring future cash flows. The Company's exposure to liquidity risk is deemed insignificant based on prior periods' data and current assessment of risk.

(e) Sensitivity Analysis

A sensitivity analysis presents the effect on profit and equity due to possible change in interest rate, price and foreign exchange risks. Because the Company is not exposed to any of these risks a sensitivity analysis is not presented in this financial report.

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
 For the year ended 31 December 2017

**NOTE 15 RECONCILIATION OF CASH FLOW FROM OPERATING ACTIVITIES WITH SURPLUS (DEFICIT) FOR THE YEAR**

	2017	2016
	\$	\$
Surplus / (Deficit) for the year	(30,961)	54,643
Depreciation	4,007	3,986
Decrease / (Increase) in Receivables	130,152	(133,841)
Decrease / (Increase) in Other Assets	(23,480)	(4,843)
Increase / (Decrease) in Payables	(16,823)	(816)
Increase / (Decrease) in Payables Adjusted	(21,311)	
Increase / (Decrease) in Provisions	(13,201)	5,638
Increase / (Decrease) in Income in Advance	(101,397)	94,737
<b>Net Cash flows/(used in) from operating activities</b>	<b>(73,014)</b>	<b>19,504</b>

**NOTE 16 COMMITMENTS**

*Operating Lease Commitments*

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

Payable - minimum lease payments

- not later than 12 months	3006	29,289
- between 12 months and five years	0	3,006
	3006	32,295

A new lease was signed in March 2018. The property lease is a non-cancellable lease with an initial two year term, on different premises.

**NOTE 17 CONTINGENT ASSETS OR LIABILITIES**

The Company is not aware of any contingent assets or liabilities existing at 31 December 2017 (2016:Nil)

**NOTE 18 EVENTS AFTER BALANCE SHEET DATE**

There have not been any significant events in the interval between the end of the financial year and the date of this report that may effect the operations, the results of the Company, or require disclosures.

**END OF FINANCIAL STATEMENTS**

**WESTERN RESEARCH INSTITUTE LIMITED**

ABN 76 090 089 991

(A COMPANY LIMITED BY GUARANTEE)

**DIRECTORS' DECLARATION**

For the year ended 31 December 2017

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In accordance with a resolution of the Directors of Western Research Institute Limited and pursuant to the Corporations Act 2001, we, the Directors of the Western Research Institute Limited state that:

- 1 The attached general purpose financial statements and notes present a true and fair view of the financial position and performance of the Company at 31 December 2017 and the results of its operations and transactions of the Company for the year then ended;
- 2 The financial statements and notes have been prepared in accordance with the provisions of Corporations Act 2001;
- 3 The financial statements and notes have been prepared in accordance with Australian Accounting Standards and Interpretations;
- 4 We are not aware of any circumstances which would render any particulars included in the financial reports to be misleading or inaccurate; and
- 5 There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

For and on Behalf of the Board in accordance with its resolution:



Juliet Duffy  
Chair



Andrew Everett  
Deputy Chair

Dated at Bathurst this 27th day of March 2017

Dated at Bathurst this 27th day of March 2017

## Independent Auditor's Report

To the Members of Western Research Institute Limited

We have reviewed the accompanying financial report of Western Research Institute Limited, which comprises the balance sheet as at 31 December 2017, the income statement, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' report.

### *Directors' Responsibility for the Financial Report*

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine are necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report is not fairly presented, in all material respects, in accordance with the *Corporations Act 2001*. As the auditor of Western Research Institute Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

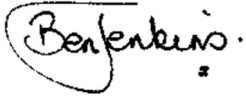
A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### *Independence*

In conducting our audit, we have complied with the independence requirements of the Accounting Professional and Ethical Standards Board.

*Conclusion*

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of Western Research Institute Limited does not present fairly, in all material respects, the financial position of the company as at 31 December 2017, and of its financial performance and its cash flows for the year ended on that date, in accordance with the *Corporations Act 2001*.



**Benjamin Jenkins**  
**Director**  
**GPP Audit Pty Limited**  
**Chartered Accountants**

Dated this 27<sup>th</sup> day of March 2018