

**HIGHWAYS AND BYWAYS LTD**  
**ABN 87 622 436 551**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2019**

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**HIGHWAYS AND BYWAYS LTD**  
**ABN 87 622 436 551**

**DIRECTORS' REPORT**

The Directors present their report together with the financial statements of Highways and Byways Ltd for the financial year ended 30 June 2019 and the auditor's report thereon.

**Patrons**

Bishop Bill Morris, *Bishop Emeritus of Toowoomba*  
Bishop Pat Power, *Auxiliary Bishop Emeritus of Canberra and Goulburn*  
Mary Wagner AM  
Clare McShane

The Directors' report as follows:

**Directors**

The names of the Directors in office at any time during the financial year and until the date of this report are set out below:

Sr. Bernadette Madden mss  
Mr. Martin Allen  
Mr. Jeffery Byrne  
Sr. Corrie van den Bosch mss  
Sr. Bernadette Wallis mss  
Mr. Brian Lennon  
Ms. Joan Donoghue *Resigned 1 February 2019*  
Ms. Deidre O'Donnell *Resigned 1 February 2019*

**Directors' meetings**

There were five meetings of Directors held during the year and the number of meetings attended by each Director is shown on the table below:

<b>Director</b>	<b>Eligible</b>	<b>Attended</b>
Sr. Bernadette Madden mss	5	5
Mr. Martin Allen	5	4
Mr. Jeffery Byrne	5	3
Sr. Corrie van den Bosch mss	5	4
Sr. Bernadette Wallis mss	5	5
Mr. Brian Lennon	5	3
Ms. Joan Donoghue	1	1
Ms. Deidre O'Donnell	1	-

**Members' guarantee**

The Company is limited by guarantee. The liability of the members is limited to a maximum of \$10 each. The Company has one member (2018: one member).

**Principal activities**

During the financial year, the principal activities of the Company were:

- the administration of a national Small Grants Program, which directly assists the development of the potential of people and communities on the margins of society - geographically, economically, culturally, socially or spiritually, particularly those in rural and regional communities.
- develop specific programs in rural locations which will be managed and conducted by the Company in partnership with local community organisations.

There have been no significant changes in the nature of these activities during this year.

## **DIRECTORS' REPORT** *(continued)*

### **Operating and financial review**

#### ***Organisational overview***

Founded by the Missionary Sisters of Service to facilitate the continuation and expansion of the services provided by the John Wallis Foundation, the Company continues to live out their vision and spirit with a preferential option for people on the margins, particularly those in rural and regional communities.

Through our national Small Grants Programs and the ongoing development of specific, directed longer term programs, the Company seeks to open doors for people to be empowered to live life to the full, creating a more inclusive society that celebrates diversity and respect for all peoples, and supports the formation of individuals and groups for leadership for a more just and compassionate world.

#### ***Results for the year***

The surplus for this, our first year of operations, is \$700,152. The result is due to several key factors as the Company strives to establish itself in the sector. Firstly, the Company has been the beneficiary of the transfer of cash assets from the John Wallis Foundation as it continues to wind down its operations, and secondly, we have received several large gifts totalling \$750,000 from the Missionary Sisters of Service Property Trust.

The Company has also established a large and growing supporter base from which we have received donations in excess of \$85,000 (including donations from John Wallis Foundation) this financial year.

During the year, our national Small Grants Programs distributed \$60,530 for twenty six Programs in Queensland, New South Wales, Victoria and Tasmania. Work has also commenced on the development of longer term programs.

#### **Events subsequent to reporting date**

In July and August 2019, the Company received transfers of cash and equities valued at \$583,234 from John Wallis Foundation as they continue to wind down their operations.

Other than the matter disclosed above, there has not arisen in the interim between the end of the financial year and the date of the report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations, the results of those operations, or the state of affairs of the Company, in future financial years

#### **Likely developments**

There are no likely developments or foreshadowed developments that have not otherwise been disclosed in this report.

#### **Environmental regulation and performance**

The Company is not subject to significant environmental regulations under the laws of the commonwealth and state.

#### **Indemnification and insurance of Directors and officers**

##### ***Indemnification***

The Company has not indemnified or made a relevant agreement for indemnifying against a liability any person who is or has been an officer or auditor of the Company.

**DIRECTORS' REPORT** *(continued)*

**Indemnification and insurance of Directors and officers** *(continued)*

***Insurance***

During the financial year the Company has paid premiums in respect of directors' and officers' liability and legal expenses insurance contracts for the year ended 30 June 2019. Such insurance contracts insure against certain liability (subject to specific exclusions) persons who are or have been directors or executive officers of the Company. The directors have not included details of the nature of the liabilities covered or the amount of the premium paid in respect of the directors' and officers' liability and legal expenses insurance contracts, as such disclosure is prohibited under the terms of the contract.

**Non-audit services**

Lawsons did not provide any non-audit services to the Company during the year.

**Auditor's independence declaration**

The auditor's independence declaration as required under the *Australian Charities and Not-for-profits Commission Act 2012* is included on page 20.

This report is made with a resolution of the Directors.

**Bernadette Madden**  
Director

**Brian Lennon**  
Director

Dated at Melbourne on this 21st day of October 2019.

**HIGHWAYS AND BYWAYS LTD**  
**ABN 87 622 436 551**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	Note	2019 \$	2018 \$
Revenue	2	835,782	-
Personnel expenses	3	(75,112)	-
Grant expenses	3	(60,530)	-
Other expenses	3	(8,530)	-
<b>Surplus/(Deficit) from operating activities</b>		<b>691,610</b>	<b>-</b>
<b><i>Other comprehensive income</i></b>			
Changes in fair value of financial assets designated as at fair value not taken through profit or loss		8,542	-
<b>Other comprehensive income for the period</b>		<b>8,542</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE SURPLUS FOR THE PERIOD</b>		<b>700,152</b>	<b>-</b>

The accompanying notes form part of these financial statements

**HIGHWAYS AND BYWAYS LTD**  
**ABN 87 622 436 551**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019**

	Note	2019 \$	2018 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	418,969	-
Trade and other receivables	5	479	-
<b>TOTAL CURRENT ASSETS</b>		<b>419,448</b>	-
<b>NON-CURRENT ASSETS</b>			
Financial assets	6	357,182	-
Formation expenses		2,560	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>359,742</b>	-
<b>TOTAL ASSETS</b>		<b>779,190</b>	-
<b>CURRENT LIABILITIES</b>			
Trade and other payables	7	79,038	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>79,038</b>	-
<b>TOTAL LIABILITIES</b>		<b>79,038</b>	-
<b>NET ASSETS</b>		<b>700,152</b>	-
<b>EQUITY</b>			
Reserves	9	8,542	-
Accumulated surplus		691,610	-
<b>TOTAL EQUITY</b>		<b>700,152</b>	-

The accompanying notes form part of these financial statements

**HIGHWAYS AND BYWAYS LTD**  
**ABN 87 622 436 551**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	Accumulated Surplus \$	Investment Revaluation Reserve \$	Total \$
<b>Balance at 1 July 2017</b>	-	-	-
Surplus for the year	-	-	-
<b><i>Other comprehensive income</i></b>			
Net change in fair value financial assets	-	-	-
Total other comprehensive income	-	-	-
Total comprehensive surplus	-	-	-
<b>Balance at 30 June 2018</b>	-	-	-
<b>Balance at 1 July 2018</b>	-	-	-
Surplus for the year	691,610	-	691,610
<b><i>Other comprehensive income</i></b>			
Net change in fair value financial assets	-	8,542	8,542
Total other comprehensive income	-	8,542	8,542
Total comprehensive surplus	691,610	8,542	700,152
<b>Balance at 30 June 2019</b>	<b>691,610</b>	<b>8,542</b>	<b>700,152</b>

The accompanying notes form part of these financial statements



**HIGHWAYS AND BYWAYS LTD**  
**ABN 87 622 436 551**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	Note	2019 \$	2018 \$
<b>Cash flows From Operating Activities:</b>			
Cash receipts from operating activities		835,303	-
Cash paid to program suppliers, other suppliers and employees		(67,694)	-
<b>Net cash provided by operating activities</b>	<b>8 (b)</b>	<b>767,609</b>	<b>-</b>
<b>Cash flows From Investing Activities:</b>			
Acquisition of investments		(348,640)	-
Proceeds from sale of property, plant and equipment and other assets		-	-
Acquisition of property, plant and equipment		-	-
<b>Net cash used in investing activities</b>		<b>(348,640)</b>	<b>-</b>
Net increase/(decrease) in cash and cash equivalents		418,969	-
Cash and cash equivalents at the beginning of the financial year		-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>8 (a)</b>	<b>418,969</b>	<b>-</b>

The accompanying notes form part of these financial statements

**HIGHWAYS AND BYWAYS LTD**  
**ABN 87 622 436 551**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

**Note 1 SIGNIFICANT ACCOUNTING POLICIES**

**General information**

Highways and Byways Ltd. ("HBL") is a Company limited by guarantee (*refer Note 1 (l)*), incorporated under the *Corporations Act 2001 (Commonwealth)* on 24 October 2017, and is domiciled in Australia. The Company commenced commercial operations on 1 November 2018

The company's registered office and its principal place of business are as follows:

**Registered office**

Unit 1, 20 Premier Avenue  
Vermont VIC 3133  
Tel: (03) 9873 5520

**Principal place of business**

Unit 1, 20 Premier Avenue  
Vermont VIC 3133  
Tel: (03) 9873 5520

**Statement of compliance**

These financial statements are general purpose financial statements which have been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards and comply with other requirements of the law.

The Financial Statements were approved by the Board of Directors on 21 October 2019.

**Basis of preparation**

These financial statements have been prepared on the basis of historical cost. Cost is generally based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

For the purposes of preparing these financial statements, the company is a not-for-profit entity.

**Critical accounting judgements and key sources of estimation uncertainty**

The directors of the company are required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources.

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. 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.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied unless otherwise stated.

**(a) Revenue recognition**

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

**Sale of goods**

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and can be measured reliably. Risks and rewards are considered passed to the buyer at the time of delivery and/or control of the goods has passed to the buyer.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2019

**Note 1 SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

**(a) Revenue recognition** *(continued)*

**Government grants**

Grants are principally of a recurrent or capital nature and intended to fund ongoing operations or asset acquisitions. Government grants are recognised as revenue when the company gains control of the funds.

Income from grants is measured at the fair value of the contributions received or receivable and only when all the following conditions have been satisfied:

- the company obtains control of the grant funds or the right to receive the grant funds;
- it is probable that the economic benefits comprising grants will flow to the company; and
- the amount of the grant can be measured reliably.

**Donations and bequests**

Revenue or capital assets arising from donations and bequests is recognised when control is obtained, as it is impossible for the company to reliably measure these prior to this time. For example, cash donations are recognised when banked and other donations are recognised when title of possession transfers to the company.

**Rendering of services**

Revenue or capital assets arising from donations and bequests is recognised when control is obtained, as it is impossible for the company to reliably measure these prior to this time. For example, cash donations are recognised when banked and other donations are recognised when title of possession transfers to the company.

**Dividend and interest income**

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably).

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the company and the amount of revenue can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

**(b) Income tax**

The company is exempt under the provisions of the *Income Tax Assessment Act 1997*, and as such is not subject to income taxes at this time. Accordingly, no income tax has been provided for the company in these financial statements.

**(c) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash balances and call deposits with maturities of three months or less from the acquisition date that are subject to an insignificant risk of changes in their fair value, and are used by the Company in the management of its short-term commitments.

For the purposes of the statements of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

**(d) Financial assets**

Investments are recognised and derecognised on trade date where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value, net of transaction costs.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2019

**Note 1 SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

**(d) Financial assets** *(continued)*

***Loans and receivables***

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment.

Interest income is recognised by applying the effective interest rate.

***Impairment of financial assets***

Financial assets are assessed for indicators of impairment at the end of each reporting period. Financial assets are impaired where there is objective evidence that as a result of one or more events that occurred after the initial recognition of the financial asset that estimated future cash flows of the investment have been impacted.

For financial assets carried at amortised cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate.

The carrying amount of financial assets including uncollectible trade receivables is reduced by the impairment loss through the use of an allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

**(e) Goods and services tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except:

- i. where the amount of GST incurred is not recoverable from the taxation authority it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- ii. For receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the consolidated statements of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified within operating cash flows.

**(f) Property, plant and equipment**

Plant and equipment and leasehold improvements are stated at cost less accumulated depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition or construction of the item. In the event that the settlement of all or part of the purchase consideration is deferred, cost is determined by discounting the amounts payable in the future to their present value as at the date of acquisition.

Depreciation is provided on property, plant and equipment, including freehold buildings but excluding land. Depreciation is calculated on a straight-line basis so as to write off the net cost or other revalued amount of each asset over its expected useful life to its estimated residual value. Leasehold improvements are depreciated over the period of the lease or estimated useful life, whichever is the shorter, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each annual reporting period, with the effect of any changes recognised on a prospective basis.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2019

**Note 1 SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

**(f) Property, plant and equipment** *(continued)*

The gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

The following depreciation rates and methods are used in the calculation of depreciation:

<b>Class of property, plant and equipment</b>	<b>Depreciation rates and method</b>
Furniture, Plant & Equipment	7% to 20% straight line
Computer Hardware & Software	33% straight line

**(g) Intangible assets**

Intangible assets are only recognised if they meet the identifiability criteria, that it is separable from the company and arises from contractual or other legal rights. Intangible assets acquired separately are recorded at cost less accumulated amortisation and impairment. Amortisation is charged on a straight-line basis over their estimated useful lives.

**Computer software**

Computer software that is not integral to the operation of a related piece of hardware or plant is classified as an intangible asset (for example, accounting systems software), and is initially recognised at cost. Subsequent to initial recognition, computer software is carried at its cost less accumulated amortisation and impairment losses.

Computer software has a finite life, and is amortised on a systematic basis over its estimated useful life, being on a straight line basis over three years.

**(h) Impairment**

The carrying values of tangible and intangible assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount.

At each reporting date, the directors review a number of factors affecting tangible and intangible assets, including property, plant and equipment, to determine if these assets may be impaired. If an impairment indicator 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 carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed in the Statement of Profit or Loss and Other Comprehensive Income as an impairment expense.

Depreciated replacement cost is defined as the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on the basis of such cost to reflect the already consumed or expired future economic benefits of the asset. The current replacement cost of an asset is its cost measured by reference to the lowest cost at which the future economic benefits of that asset could currently be obtained in the normal course of business.

Impairment losses are recognised in the Statement of Profit or Loss and Other Comprehensive Income.

**(i) Trade and other receivables**

Trade receivables are recognised and carried at original invoice amount less an allowance for any uncollectible amounts. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

**HIGHWAYS AND BYWAYS LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

**Note 1 SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

**(j) Trade and other payables**

Trade and other payables represent unpaid liabilities for goods received by and services provided to the company prior to the end of the financial year. The amounts are unsecured and are normally settled within 30 days.

**(k) Employee benefits**

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave when it is probable that settlement will be required and they are capable of being measured reliably.

Sick leave is non-vesting and has not been provided for.

Liabilities recognised in respect of employee benefits expected to be settled within 12 months, are measured at their nominal values using the remuneration rate expected to apply at the time of settlement.

Liabilities recognised in respect of employee benefits which are not expected to be settled within 12 months are measured at the present value of the estimated future cash outflows to be made by the company in respect of services provided by employees up to reporting date.

**(l) Share capital**

The company is limited by guarantee and does not have any share capital. The liability of the members is limited to \$10 each.

**(m) Comparative figures**

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

**HIGHWAYS AND BYWAYS LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>Note 2 REVENUE AND OTHER INCOME</b>		
<b>(a) Fundraising activities</b>		
Bequests	-	-
Donations	85,244	-
	85,244	-
<b>(b) Government grants</b>		
Local/State Government	-	-
	-	-
<b>(c) Sale of goods</b>		
Sales - merchandise	-	-
	-	-
<b>(d) Finance income</b>		
Interest from bank, term deposits and cheque accounts	538	-
Dividends received	-	-
	538	-
<b>(d) Other revenue</b>		
Gift from Missionary Sisters of Service Property Trust	750,000	-
Sundry income	-	-
	750,000	-
	835,782	-
<b>OTHER INCOME</b>		
<b>(e) Changes in fair value of financial assets designated as held at fair value not taken through profit or loss.</b>	8,542	-
	8,542	-
<b>Note 3 SURPLUS</b>		
<b>Administration</b>		
Personnel expenses	75,112	-
Grant expenses	60,530	-
Bank fees and charges	9	-
Professional fees	1,402	-
Insurance	605	-
Printing/Postage/Office supplies	1,239	-
Training and development	495	-
Travel/Accommodation	-	-
Formation expense	1,280	-
	140,672	-
<b>Auditor's remuneration</b>		
Audit and review of the financial report	3,500	-
Other services	-	-
	3,500	-

**HIGHWAYS AND BYWAYS LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	2019 \$	2018 \$
<b>Note 4 CASH AND CASH EQUIVALENTS</b>		
<b>CURRENT</b>		
Cash on hand	-	-
Cash deposits with banks	418,969	-
	418,969	-
<b>Note 5 TRADE AND OTHER RECEIVABLES</b>		
<b>CURRENT</b>		
Trade receivables (i)	-	-
GST receivable	479	-
Other receivables and prepayments	-	-
	479	-
<p>(i) The average credit period is 30 days. No interest is charged on overdue amounts. All the trade receivables are considered recoverable and no allowance for doubtful debts is required.</p>		
<b>Note 6 FINANCIAL ASSETS</b>		
<i>'Available-for-sale' (AFS) financial assets carried at fair value through statement of comprehensive income:</i>		
<b>NON-CURRENT</b>		
Shares and Equities in listed corporations	357,182	-
	357,182	-
<b>Note 7 TRADE AND OTHER PAYABLES</b>		
<b>CURRENT</b>		
Trade payables (i)	374	-
Non-trade payables and accrued expenses	78,664	-
	79,038	-

(i) The contractual maturities of trade and other payables are all within 30 days and equal the carrying amount.



**HIGHWAYS AND BYWAYS LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	2019 \$	2018 \$
<b>Note 8 NOTES TO THE STATEMENTS OF CASH FLOWS</b>		
<b>(a) Reconciliation of cash and cash equivalents</b>		
<i>Cash and cash equivalents at the end of the financial period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:</i>		
Cash deposits with banks	418,969	-
<b>Balance per Statement of Cash Flows</b>	<b>418,969</b>	<b>-</b>
<b>(b) Reconciliation of cash flows from operations with surplus for the year</b>		
Surplus for the year	691,610	-
<b>Non-cash flows and non-operating activities in total comprehensive income</b>		
Net gain on sale of property, plant and equipment	-	-
Net gain on disposal of shares in listed corporations	-	-
Net loss arising on disposal of available-for-sale financial assets	-	-
<b>Changes in assets and liabilities</b>		
Decrease/(Increase) in receivables	(479)	-
Decrease/(increase) in prepayments	(2,560)	-
Increase/(decrease) in payables and other liabilities	79,038	-
<b>Cash flows from operations</b>	<b>767,609</b>	<b>-</b>
<b>Note 9 RESERVES</b>		
Investment Revaluation Reserve	<b>8,542</b>	<b>-</b>
Balance at beginning of year	-	-
Net (loss)/gain arising on revaluation of available-for-sale financial assets	8,542	-
Balance at end of year	<b>8,542</b>	<b>-</b>
<i>Represents the cumulative gains and losses arising on the revaluation of available-for-sale financial assets that have been recognised in other comprehensive income.</i>		

**HIGHWAYS AND BYWAYS LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

**Note 10 RELATED PARTY DISCLOSURES**

During the financial year, transactions between related parties were as follows -

1. The Missionary Sisters of Service Properties Trust gifted \$750,000 (2018: \$Nil) to Highways and Byways Ltd.
2. The Missionary Sisters of Service Properties Trust charged \$71,881 (2018: \$Nil) to Highways and Byways Ltd for personnel costs for the six months to 30 June 2019.

**Note 11 REMUNERATION OF AUDITORS**

The remuneration of auditors is disclosed in note 3. No other services were provided during the year.

The auditor of Highways and Byways Ltd is Lawsons Chartered Accountants.

**Note 12 SUBSEQUENT EVENTS**

In July and August 2019, the Company received transfers of cash and equities valued at \$583,234 from John Wallis Foundation as they continue to wind down their operations.

Other than the matter disclosed above, there has not arisen in the interim between the end of the financial year and the date of the report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations, the results of those operations, or the state of affairs of the Company, in future financial years

**Note 13 CONTINGENCIES AND COMMITMENTS**

**(a) Contingent liabilities at 30 June 2019**

There are no contingent liabilities at 30 June 2019

**(b) Commitments at 30 June 2019**

There were no commitments at 30 June 2019

**HIGHWAYS AND BYWAYS LTD**

**ABN 87 622 436 551**

**DIRECTORS' DECLARATION**

The Directors' declare that:

1. in the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
2. in the Directors' opinion, the attached Financial Statements and notes thereto are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* , including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Company.

Signed in accordance with a resolution of the Directors made pursuant to s.60.15 of the *Australian Charities and Not-for-profits Commission regulation 2013*.

**Bernadette Madden**  
Director

**Brian Lennon**  
Director

Dated this 21st day of October 2019

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# **Auditor's Independence Declaration**