

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

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**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**DIRECTORS' REPORT**

Your directors present their report on the company for the year ended 31 December 2014.

**Directors**

The names of the directors in office at any time during or since the end of the year are:

Joan Armitage (appointed 16 May 2014)  
Stephen Brissenden (resigned 5 February 2015)  
Peter Crimmins (resigned 10 February 2014 / appointed 17 September 2014)  
Alyn Doig (appointed 4 December 2014)  
Jefferson Godfrey (resigned 12 September 2014)  
Jon Hunt-Sharman  
David Whitem (appointed 16 May 2014)  
Greg Zwajgenberg

Directors have been in office since the start of the year to the date of this report unless otherwise stated.

**Operating Results**

The profit of the company for the year amounted to \$1,677,365 (2013: profit of \$1,329,232).

**Review of Operations**

A review of the operations of the company during the year and the results of those operations found that during the year, the company continued to engage in its principle activity, the results of which are disclosed in the attached financial statements.

**Significant Changes in State of Affairs**

No significant changes in the state of affairs of the company occurred during the year.

**Principle Activity**

The principle activity of the company during the year was to provide Christian education.  
No significant change in the nature of these activities occurred during the year.

**After Balance Date Events**

No matter or circumstances have arisen since the end of the year, which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future years.

**Likely Developments**

The company expects to maintain the present status and level of operation at its Lyneham Campus. The company commenced operation of K-4 Primary Campus in Charnwood which opened in January 2014 which will continue to grow.

**Key Performance Measures**

The company measures its performance including revenues, expenses and cash flows to budget.



**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**DIRECTORS' REPORT (Cont.)**

**Environmental Issues**

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

**Information on Directors**

The information on directors is as follows:

**Joan Armitage**

(appointed 16 May 2014)  
Qualifications: Teacher's Registration, UK.

Position: - Director

**Stephen Brissenden**

Qualifications: - AIE., ACS., MAIM.

Position: - Director

**Peter Crimmins**

(resigned 10 February 2014 / appointed 17 September 2014)

Qualifications: - T.C., B.A., M.Ed.

Position: - Director

**Alyn Doig**

(appointed 4 December 2014)

Qualifications: LLB, CPLS

Position: - Director

**Jefferson Godfrey**

(resigned 12 September 2014)

- B.Arch, B.App Sci (Environmental Design)

(ACT Registration No. 1088)

Class A - Energy Efficiency Builder Assessor Lic No. 2011194

Position: - Director

**Jon Hunt-Sharman**

Qualifications: - Federal Agent, Australian Federal Police  
Rank: Detective Sergeant 3465

Position: - Director

Special Responsibilities: - Company Chairman

**David Whitem**

(appointed 16 May 2014)

Qualifications: Dip Theology, Real Estate Sales, Real Estate Agent, Real Estate Management, Agent's Licence ACT and NSW.

Position: - Director

**Greg Zwajgenberg**

Position: - Director

Rachael Axford was appointed secretary in March 2013.

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**DIRECTORS' REPORT (Cont.)**

**Meetings of Directors**

DIRECTORS	DIRECTORS' MEETINGS	
	Number eligible to attend	Number attended
Joan Armitage (appointed 16 May 2014)	6	4
Stephen Brissenden	8	8
Peter Crimmins (resigned 10 February 2014 / appointed 17 September 2014)	3	3
Alyn Doig (appointed 4 December 2014)	-	-
Jon Hunt-Sharman	8	8
Jefferson Godfrey (resigned 12 September 2014)	5	5
David Whitem (appointed 16 May 2014)	6	6
Greg Zwajgenberg	8	8

**Indemnification of Officer or Auditor**

No indemnities have been given or insurance premiums paid, during or since the end of the year for any person who is or has been an officer or auditor of the company.

**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 or all or any part of those proceedings.

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

A copy of the auditors' independence declaration as required under Division 60 of the Australian Charities and Not-for-profits Commission *Act 2012* is set out on page 4.

Signed in accordance with a resolution of the Board of Directors:

Director \_\_\_\_\_

Director \_\_\_\_\_

Dated this ..... day of ..... 2015

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF  
BRINDABELLA CHRISTIAN EDUCATION LTD UNDER DIVISION 60 OR THE  
AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2014 there have been no contraventions of any applicable code of professional conduct in relation to the

THOMAS DAVIS & CO.

J. G. Ryan                      Partner

Chartered Accountants

Sydney  
..... 2015

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	<b>Notes</b>	<b>2014</b>	<b>2013</b>
		<b>\$</b>	<b>\$</b>
Revenue	<b>3</b>	11,834,953	10,580,628
Employee benefits expenses		(7,231,325)	(6,565,175)
Depreciation and amortisation expenses	<b>4</b>	(630,398)	(573,805)
Finance costs	<b>4</b>	(35,551)	(147,993)
Other expenses		<u>(2,260,314)</u>	<u>(1,964,423)</u>
<b>Profit/(loss) before income tax</b>	<b>13</b>	1,677,365	1,329,232
Income tax expense	<b>1(g)</b>	<u>-</u>	<u>-</u>
<b>Profit/(loss) for the year</b>	<b>13</b>	<u><u>1,677,365</u></u>	<u><u>1,329,232</u></u>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<u><u>1,677,365</u></u>	<u><u>1,329,232</u></u>
<b>Total comprehensive income attributable to members of the entity</b>		<u><u>1,677,365</u></u>	<u><u>1,329,232</u></u>

The accompanying notes form part of these financial statements



**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**STATEMENT OF CHANGES IN MEMBERS' FUNDS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	<u>Reserves</u>	<u>Retained Earnings</u>	<u>Total Equity</u>
	\$	\$	\$
<b>Changes in members' funds</b>			
Balance at 1 January 2013	1,173,978	6,513,294	7,687,272
<b>Profit/(loss) for the year</b>	-	1,329,232	1,329,232
Total other comprehensive income for the year	-	-	-
<b>Balance at 31 December 2013</b>	1,173,978	7,842,526	9,016,504
<b>Profit/(loss) for the year</b>	-	1,677,365	1,677,365
Total other comprehensive income for the year	-	-	-
<b>Balance at 31 December 2014</b>	<u>1,173,978</u>	<u>9,519,891</u>	<u>10,693,869</u>

The accompanying notes form part of these financial statements

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2014**

	Notes	2014 \$	2013 \$
<b>CURRENT ASSETS</b>			
Cash & cash equivalents		813,087	677,872
Trade & other receivables	5	557,648	523,270
Other	6	234,757	162,103
<b>TOTAL CURRENT ASSETS</b>		<u>1,605,492</u>	<u>1,363,245</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant & equipment	7	<u>11,495,605</u>	<u>11,045,851</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<u>11,495,605</u>	<u>11,045,851</u>
<b>TOTAL ASSETS</b>		13,101,097	12,409,096
<b>CURRENT LIABILITIES</b>			
Interest bearing liabilities	9	524,224	524,224
Trade & other payables	8	249,833	351,417
Other	10	750,089	602,060
Provisions	11	429,324	434,000
<b>TOTAL CURRENT LIABILITIES</b>		<u>1,953,470</u>	<u>1,911,701</u>
<b>NON-CURRENT LIABILITIES</b>			
Interest bearing liabilities	9	151,553	1,203,004
Other	10	100,058	106,457
Provisions	11	202,147	171,430
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>453,758</u>	<u>1,480,891</u>
<b>TOTAL LIABILITIES</b>		<u>2,407,228</u>	<u>3,392,592</u>
<b>NET ASSETS</b>		<u><u>10,693,869</u></u>	<u><u>9,016,504</u></u>
<b>MEMBERS' FUNDS</b>			
Reserves	12	1,173,978	1,173,978
Retained Earnings	13	9,519,891	7,842,526
<b>TOTAL MEMBERS' FUNDS</b>		<u><u>10,693,869</u></u>	<u><u>9,016,504</u></u>

The accompanying notes form part of these financial statements



**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	2014 \$	2013 \$
<b>Cash flows from operating activities:</b>			
Receipts from customers		11,933,506	10,552,602
Payments to supplier and employees		(9,638,127)	(8,563,282)
Interest received		6,990	15,749
Borrowing costs		<u>(35,551)</u>	<u>(147,993)</u>
Net cash provided by operating activities	2	<u>2,266,818</u>	<u>1,857,076</u>
<b>Cash flows from investing activities:</b>			
Payment for property, plant and equipment		<u>(1,080,152)</u>	<u>(648,305)</u>
Net cash used in investing activities		<u>(1,080,152)</u>	<u>(648,305)</u>
<b>Cash flows from financing activities:</b>			
Proceeds from borrowings		-	-
Repayment of borrowings		(1,051,451)	(1,194,168)
Net cash used in financing activities		<u>(1,051,451)</u>	<u>(1,194,168)</u>
Net increase/(decrease) in cash and cash equivalents		135,215	14,603
Cash and cash equivalents at the beginning of the year		<u>677,872</u>	<u>663,269</u>
Cash and cash equivalents at the end of the year	1	<u><u>813,087</u></u>	<u><u>677,872</u></u>

The accompanying notes form part of these financial statements

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**NOTES TO THE STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**1 Cash and cash equivalents**

Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the statement of cash flows comprise the following amounts:

	<b>December 2014</b>	<b>December 2013</b>
	\$	\$
Cash and cash equivalents	<u>813,087</u>	<u>677,872</u>

**2 Reconciliation of net cash provided/used in operating activities to profit or loss**

Profit/(loss) after income tax	1,677,365	1,329,232
Depreciation and amortisation	630,398	573,805
Changes in assets and liabilities:		
(Increase)/decrease in accounts receivable and prepayments	(107,032)	(126,046)
Increase/(decrease) in accounts payable and other creditors	(107,983)	(88,158)
Increase/(decrease) in grants in advance	148,029	28,922
Increase/(decrease) in provisions	26,041	139,321
Net cash provided by (used in) operating activities	<u>2,266,818</u>	<u>1,857,076</u>

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of preparation**

Brindabella Christian Education Limited applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Standards Board (AASB) and the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act). The Company is a not-for-profit entity for financial reporting purposes under the Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB 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 these financial statements are presented below and have been consistently applied unless otherwise stated.

These financial statements except for the cash flow information have been prepared on an accruals basis and under the historical cost convention and do not take into account changing money values, or, except where stated, current valuations of non-current assets.

**(b) Company details**

The financial statements cover Brindabella Christian Education Limited as an individual entity. The financial report is presented in Australian currency.

Brindabella Christian Education Limited is a company incorporated in Australia. Its registered office and principal place of business is:

136 Brigalow Street  
Lyneham ACT 2602

The financial report was authorised for issue on \_\_\_\_\_ 2015 by the directors.

**(c) Significant judgments and key assumptions**

Judgements made in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements concern the future funding provided by the government and the number of students coming to the school.

The following key assumption has been made concerning the future and other key sources of estimation uncertainty at the balance date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

It is assumed that government funding will be provided to the school for the next 10 years and the number of students coming to Brindabella Christian College will remain constant.

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

**(d) Financial Assets and Financial Liabilities**

Financial assets and financial liabilities are recognised on the balance sheet when the company becomes party to the contractual provisions of the financial instrument.

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by totalling future contractual cash flows.

**(e) Revenue Recognition**

(i) *Sale of Goods*

Revenue from the sale of goods is recognised when all significant risks and rewards of ownership have been transferred to the buyer. In most cases this coincides with the transfer of legal title or the passing of possession to the buyer.

ii) *Rendering of services*

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the services performed.

(iii) *Interest revenue*

Interest revenue is recognised when received.

**(f) Government Grants**

Government grants, (including non-monetary grants at fair value) are not recognised until there is reasonable assurance that all conditions will be complied with, and the company obtains control over the grant when received.

**(g) Income Tax**

No provision for income tax has been raised as the company is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

**(h) Leases**

A distinction is made between finance leases which transfer from the lessor to the lessee substantially all the risks and rewards incidental to ownership of the leased asset and operating lease under which the lessor retains substantially all the risks and rewards.

Where an asset is acquired by means of a finance lease, the fair value of the leased property or the present value of minimum lease payments, if lower, is established as an asset at the beginning of the lease term. A corresponding liability is also established and each lease payment is apportioned between the finance charge and the reduction of the outstanding liability. Operating lease rentals are expensed on a straight line basis over the lease term.

**(i) Trade and other receivables**

Trade accounts and notes receivable and other receivables represent the principal amounts due less any allowance for doubtful debts.

Collectibility of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the carrying amount of the asset and the total of estimated future cash flows. The amount of the provision is recognised in the income statement.

**(j) Borrowing Costs**

Borrowing costs are recognised as an expense in the period in which they are incurred except borrowing costs that are directly attributable to the acquisition, construction, or production of an asset that necessarily takes a substantial period to get ready for its intended use or sale. In this case the borrowing costs are capitalised as part of the cost of such a qualifying asset.

**(k) Impairment of assets**

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the fair value of an asset less costs to sell and its value in use. As a not-for-profit entity whose future economic benefits of an asset (or class of asset) are not primarily dependent on the asset's ability to generate cash flows and it would be replaced if the company was deprived of it, value in use is the depreciated replacement cost.



**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

**(l) Cash and cash equivalents**

Cash and cash equivalents includes cash on hand and cash held with financial institutions which are subject to an insignificant risk of changes in value.

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

All classes of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the carrying amount of the asset 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 company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Residual values and useful lives of the assets are reviewed, and adjusted if appropriate, at each balance sheet date.

The carrying amount of an asset is written down immediately to its recoverable amount if its carrying amount is greater than its estimated recoverable amount (note 1 (k)).

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement. When revalued assets are sold, it is company policy to transfer the amounts included in other reserves in respect of those assets to retained earnings.

(Refer Note 7 for particulars of revaluations to fair value, movements during the period and the depreciation methods and rates used).

**(n) Trade and other payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year and other amounts which are unpaid. The amounts are unsecured.

**(o) Provisions**

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(p) Comparatives**

Comparative figures when required by Accounting Standards have been adjusted to conform to changes in presentation for the current year.

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

**(q) 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

Revenues and payables are stated inclusive of the amount of GST. The net amount of GST recoverable from or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(r) Events after the Balance Date**

No matter or circumstance has arisen since the end of the financial year which significantly affects or may affect the operation of the entity, the results for the year or the state of affairs of the entity.

**(s) Employee benefits**

The liability for long service leave is recognised in the provisions for employee benefits and are measured at the amounts expected to be paid when the liabilities is settled in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures, periods of service and present value of expected future payments.

**NOTE 2: FINANCIAL RISK MANAGEMENT**

The activities of the company expose it to a variety of financial risks; market risk (including fair value interest rate risk), credit risk, liquidity risk and cash flow interest rate risk. The overall risk management program of the company focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the company.

**(a) Market risk**

*Fair value interest rate risk*

Refer to (d) below.

**(b) Credit risk**

The company has no significant concentrations of credit risk. The company has policies in place to ensure that sales of services are made to customers with an appropriate credit history. The company has policies that limit the amount of credit exposure to any one financial institution.

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 2: FINANCIAL RISK MANAGEMENT (Cont.)**

**(c) Liquidity risk**

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit

**(d) Cash flow and fair value interest rate risk**

As the company has no significant interest-bearing assets, the income and operating cash flows of the company are substantially independent of changes in market interest rates.

Interest-rate risk of the company arises from long-term borrowings. Borrowings issued at variable rates expose the company to cash flow interest-rate risk. Borrowings issued at fixed rates expose the company to fair value interest-rate risk.

	<b>December 2014 \$</b>	<b>December 2013 \$</b>
<b>NOTE 3: REVENUE</b>		
Tuition fees	3,518,824	3,157,158
Government grants -recurrent	5,502,699	5,173,778
Capital grants and receipts	173,840	25,200
Interest	6,990	15,749
Other income	2,632,600	2,208,743
	11,834,953	10,580,628

**NOTE 4: ITEMS INCLUDED IN PROFIT/(LOSS)**

Bad & doubtful debts	53,891	18,086
Depreciation	630,398	573,805
Interest paid	35,551	147,993

**NOTE 5: TRADE & OTHER RECEIVABLES**

<b>CURRENT</b>		
Trade debtors	677,648	623,270
Allowance for doubtful debts	(120,000)	(100,000)
	557,648	523,270

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	<b>December 2014 \$</b>	<b>December 2013 \$</b>
<b>NOTE 6: OTHER</b>		
CURRENT		
Prepayments	234,757	162,103
	<u>234,757</u>	<u>162,103</u>

**NOTE 7: PROPERTY, PLANT AND EQUIPMENT**

**LEASEHOLD BUILDINGS & IMPROVEMENTS**

At cost	14,280,271	13,511,210
Less accumulated depreciation	(3,412,522)	(3,009,247)
	<u>10,867,749</u>	<u>10,501,963</u>

The buildings are under a 99-year lease with the ACT Government. The entity had initially acquired the land at no cost.

**PLANT AND EQUIPMENT**

(a) Plant & Equipment

At cost	1,538,348	1,410,335
Less accumulated depreciation	(1,264,741)	(1,189,465)
	<u>273,607</u>	<u>220,870</u>

(b) Furniture, fixtures & fittings

At cost	1,027,168	871,180
Less accumulated depreciation	(748,044)	(624,696)
	<u>279,124</u>	<u>246,484</u>

(c) Low value asset pool

At cost	336,565	309,475
Less accumulated depreciation	(261,440)	(232,941)
	<u>75,125</u>	<u>76,534</u>

Total plant and equipment	<u>627,856</u>	<u>543,888</u>
Total property, plant and equipment	<u>11,495,605</u>	<u>11,045,851</u>

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 7: PROPERTY, PLANT AND EQUIPMENT (Cont.)**

**(a) Movements in carrying amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	<b>Buildings</b>	<b>Plant &amp; equipment</b>	<b>Furniture, fixtures &amp; fittings</b>
	\$	\$	\$
<b>December 2014</b>			
Balance at the beginning of the year	10,501,963	220,870	246,484
Additions	769,061	128,013	155,988
Disposals/Adjustments	-	-	-
Depreciation/Amortisation	(403,275)	(75,276)	(123,348)
Carrying amount at the end of the year	<u>10,867,749</u>	<u>273,607</u>	<u>279,124</u>

	<b>Low value asset pool</b>	<b>Total</b>
	\$	\$
<b>December 2013</b>		
Balance at the beginning of the year	76,534	11,045,851
Additions	27,090	1,080,152
Disposals/Adjustments	-	-
Depreciation/Amortisation	(28,499)	(630,398)
Carrying amount at the end of the year	<u>75,125</u>	<u>11,495,605</u>

**Depreciation**

The straight line method is used to depreciate

- Buildings at 2.5% and 4%
- Plant & Equipment at 10% and 33%
- Furniture, fixtures and fittings at 10%
- Low value asset pool at 20%

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 8: TRADE AND OTHER PAYABLES**

	<b>December 2014</b>	<b>December 2013</b>
	<b>\$</b>	<b>\$</b>
Annual leave	141,675	91,302
Sundry creditors and accruals	108,158	260,115
	<u>249,833</u>	<u>351,417</u>

**NOTE 9: INTEREST BEARING LIABILITIES**

**Current:**

Bank bills / loans (secured)	<u>524,224</u>	<u>524,224</u>
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**Non-current:**

Bank bills / loans (secured)	<u>151,553</u>	<u>1,203,004</u>
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**NOTE 10: OTHER**

**Current:**

Grants received in advance	<u>750,089</u>	<u>602,060</u>
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**Non-current:**

Deposits	<u>100,058</u>	<u>106,457</u>
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**NOTE 11: PROVISIONS**

**Current:**

Employee benefits	<u>429,324</u>	<u>434,000</u>
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**Non-current:**

Employee benefits	<u>202,147</u>	<u>171,430</u>
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**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 12: RESERVES AND RETAINED PROFITS (ACCUMULATED LOSSES)**

	December 2014 \$	December 2013 \$
<b>Reserves</b>		
General reserve	<u>1,173,978</u>	<u>1,173,978</u>

(a) The general reserve was used in prior years to record amounts set aside to fund the future expansion of the company.

**NOTE 13: RETAINED EARNINGS**

Retained earnings at the beginning of the year	7,842,526	6,513,294
Total recognised income and expense for the year	<u>1,677,365</u>	<u>1,329,232</u>
Retained earnings at the end of the year	<u>9,519,891</u>	<u>7,842,526</u>

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 14: FINANCIAL RISK MANAGEMENT**

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable, and borrowings.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	<b>Note</b>	<b>December 2014</b>	<b>December 2013</b>
<b>Financial Assets</b>			
Cash and Cash equivalents		813,087	677,872
Trade and Other Receivables	5	<u>557,648</u>	<u>523,270</u>
<b>Total Financial Assets</b>		<u>1,370,735</u>	<u>1,201,142</u>
<b>Financial Liabilities</b>			
Trade and Other Payables	8	249,833	351,417
Borrowings	9	<u>675,777</u>	<u>1,727,228</u>
<b>Total Financial Liabilities</b>		<u>925,610</u>	<u>2,078,645</u>



**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 15: FINANCING ARRANGEMENTS**

	<b>December 2014</b>	<b>December 2013</b>
	\$	\$

Unrestricted access was available at balance date to the following line of credit:

**Bank bill / loan facilities**

Total facilities	4,063,664	4,587,888
Used at balance date	<u>675,777</u>	<u>1,727,228</u>
Unused at balance date	<u>3,387,887</u>	<u>2,860,660</u>

Facilities available consisted of a bank loan of \$4,587,888. Net amount of \$1,051,451 was repaid during the year.

At balance date the bank loan amounting to \$675,777 has a variable interest rate of 5.95% per annum and the facility expires in March 2020.

**NOTE 16: CAPITAL COMMITMENTS**

	<b>December 2014</b>	<b>December 2013</b>
	\$	\$

Payable:

- not later than 1 year	-	-
- between 1 year and 5 years	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

**NOTE 17: LEASE COMMITMENTS**

Commitments in relation to leases contracted for at the reporting date but not recognised as liabilities,

Within one year	163,237	167,541
Later than one year but not later than five years	505,593	603,830
Later than five years	<u>780,000</u>	<u>845,000</u>
	<u>1,448,830</u>	<u>1,616,371</u>

Representing:

Non-cancellable operating leases	<u>1,448,830</u>	<u>1,616,371</u>
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**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 18: CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

The company is limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the company. At 31 December 2014, the number of members were 6 (2013: 5)

**NOTE 19: RELATED PARTY TRANSACTIONS**

The Principal of the College was a director of the company until her resignation and acted on normal terms and conditions of employment.

**Key management persons**

<b><u>Name of each key Management person</u></b>	<b><u>Position</u></b>	<b><u>Date(s) of period of responsibility when less than reporting period</u></b>
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Joan Armitage	Director (appointed 16 May 2014)	
Stephen Brissenden	Director	
Peter Crimmins	Director (resigned 10 February 2014 / appointed 17 september 2014)	
Alyn Doig (appointed 4 December 2014)		
Jefferson Godfrey (resigned 12 September 2014)		
Jon Hunt-Sharman	Director / Chairman	
David Whitem	Director (appointed 16 May 2014)	
Greg Zwajgenberg	Director	

**Key management personnel compensation**

The compensation paid to key management personnel comprises remuneration paid to the principal consisting of an annual base salary and private expenses paid by the company on behalf of the Principal as agreed by the Board. The Principal has also been given the right to use a motor vehicle leased by the school.

No other directors received any compensation during the year.

Key management personnel compensation for the years ended 31 December 2014 and 2013 is set out below.

	Short - term benefits	Post-employment benefits	Other long-term benefits	Termination benefits	Share - based payments	Total
	\$	\$	\$	\$	\$	\$
<b>2014</b>	257,053	30,910	10,740			298,703
<b>2013</b>	238,502	26,905	10,343			275,750

Key management personnel compensation amounts in the above table includes increases in employee provisions which are charged to the income statement for the year but are expected to be paid in future periods.



**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTE 20: AUDITORS' REMUNERATION**

	<b>December 2014</b>	<b>December 2013</b>
	\$	\$
Audit of financial reports	<u>5,900</u>	<u>5,600</u>

**NOTE 21: ECONOMIC DEPENDENCY**

The company is dependent upon Government subsidies on a per student basis for two thirds of its income.

**NOTE 22: SEGMENT INFORMATION**

The company is a provider of Christian Education and operated in the Christian education segment in Australia.

**NOTE 23: CONTINGENT LIABILITIES**

**CAPITAL GRANTS**

Total grants received amounted to \$2,170,000 from BER funding and \$2,144,092 from other BGA funding. The grants were received in 2007, 2009, 2010, 2011 and 2014. The School constructed the canteen/café in 2014 and \$155k BGA capital income for this was received in Dec 2014 with the balance of \$20k being received in Feb 2015.

A proportion of a capital grant will be repayable to the Commonwealth if the Association ceases to operate a registered school in the buildings funded by these

**NOTE 24: EVENTS AFTER THE REPORTING DATE**

No material events have occurred since 31st December 2014.

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**DIRECTORS' DECLARATION**

The directors of the company declare that:

- 1 The financial statements and notes, as set out on pages 5 to 23 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act):
  - (a) comply with Accounting Standards - Reduced Disclosure Requirements; and
  - (b) give a true and fair view of the financial position as at 31 December 2014 and of the performance for the period ended on that date of the company.
  
- 2 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.

The declaration is made in accordance with a resolution of the directors.

Director \_\_\_\_\_

Director \_\_\_\_\_

Dated this ..... day of ..... 2015

**BRINDABELLA CHRISTIAN EDUCATION LIMITED**  
**ABN 21 100 229 669**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF**  
**BRINDABELLA CHRISTIAN EDUCATION LIMITED**

We have audited the accompanying financial report of Brindabella Christian Education Limited, which comprises the statement of financial position as at 31 December 2014, and the statement of profit or loss and other comprehensive income, statement of changes in members' funds and statement of cash flows for the year ended on that date, a summary of significant accounting policies, 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 Requirements and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) 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.

*Auditor's Responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. 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 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 judgment, 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.



**BRINDABELLA CHRISTIAN EDUCATION LIMITED  
ABN 21 100 229 669**

**DISCLAIMER TO THE MEMBERS OF  
BRINDABELLA CHRISTIAN EDUCATION LIMITED**

The additional financial data presented in the following pages is in accordance with the books and records of Brindabella Christian Education Limited (the Company) which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 31 December 2014.

It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given.

Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than the Company) in respect of such data, including errors or omissions therein however caused.

**THOMAS DAVIS & CO.**

J G Ryan                      Partner

Chartered Accountants

Sydney  
..... 2015

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