

#CHANGINGLIVESPROJECT LTD

A company limited by guarantee

ABN 82 605 982 205

FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2016



PREPARED BY
DFK HIRN NEWAY PTY LTD
PO BOX 183
NUNDAH QLD 4012

#CHANGINGLIVESPROJECT LTD
ABN 82 605 982 205

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#CHANGINGLIVESPROJECT LTD
ABN 82 605 982 205

DIRECTORS' REPORT

Your directors present their report on the Company for the financial period from 1 July 2015 to 30 June 2016

Directors

The names of each person who has been a director during the period and to the date of this report are:

Miss Mandy Colgan			
Miss Shea Tucker			
Miss Hemma Kearney		Resigned	7 October 2015
Miss Lana Perrin	Appointed 7 October 2015;	Resigned	3 December 2015

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

Principal Activities

The principal activity of the company during the period was to provide housing to Brisbane's homeless youth through employment, mentorship and education.

The company's short-term and long-term objectives are to:

- Provide assisted housing to Brisbane's homeless youth through providing employment, mentorship and education for those at risk.
- Utilize the activities within projects to raise money for homeless assistance packages and to run a Hostel to assist Brisbane's homeless youth.

To achieve these objectives, the company has adopted the following strategies:

- Provide mentorship and education to help youth find permanent employment
- Runnign Work for The Dole activities that both empowers the participants, and creates solutions for at risk youth in the Brisbane greater region.

Review of Operations and Results

The company recorded a net profit for the year of \$3,543. The company is in it's first year of operation.

Information on Directors

Miss Mandy Colgan

Experience	Social sector experience as a case worker
Special Responsibilities	Chairperson

Miss Shea Tucker

Qualifications	Bachelor of Applied Science
Experience	Recruitment experience
Special Responsibilities	Marketing, Social media, HR and Recruitment

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DIRECTORS' REPORT

Information on Directors (continued)

Miss Hemma Kearney

Qualifications Bachelor of Film and Television
Experience Filmography experience and Bond university lecturer

Miss Lana Perrin

Experience Recruitment experience
Special Responsibilities General management

Meetings of Directors

During the financial year, 4 meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Miss Mandy Colgan	4	4
Miss Shea Tucker	4	4
Miss Hemma Kearney	3	3
Miss Lana Perrin	2	2

The company is incorporated under the Corporations Act 2001 and is a company 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 30 June 2016, the total amount that members of the company are liable to contribute if the company is wound up is \$10

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

DocuSigned by:
Mandy Colgan
4494CEB5A7D74C9

Director:

Dated this day of 2017
11/5/2017 | 3:41:10 PM AEST

#CHANGINGLIVESPROJECT LTD
ABN 82 605 982 205

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Revenue	2	642,672	-
Other income	2	6,227	-
Other expenses	3	(645,356)	-
Profit (loss) before income tax		3,543	-
Income tax expense		-	-
Loss for the year		3,543	-
Other comprehensive income		-	-
Total comprehensive income for the year		3,543	-
Total comprehensive income attributable to members of the company		3,543	-

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

#CHANGINGLIVESPROJECT LTD
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BALANCE SHEET
AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash and cash equivalents	4	630	-
Trade and other receivables	5	49,130	-
TOTAL CURRENT ASSETS		<u>49,760</u>	<u>-</u>
NON CURRENT ASSETS			
Property, plant and equipment	7	3,506	-
TOTAL NON CURRENT ASSETS		<u>3,506</u>	<u>-</u>
TOTAL ASSETS		<u><u>53,266</u></u>	<u><u>-</u></u>
CURRENT LIABILITIES			
Trade and other payables	6	49,723	-
TOTAL CURRENT LIABILITIES		<u>49,723</u>	<u>-</u>
TOTAL LIABILITIES		<u><u>49,723</u></u>	<u><u>-</u></u>
NET ASSETS (LIABILITIES)		<u><u>3,543</u></u>	<u><u>-</u></u>
EQUITY			
Contributed equity		-	-
Accumulated surplus (deficit)		3,543	-
TOTAL EQUITY (DEFICIT)		<u><u>3,543</u></u>	<u><u>-</u></u>

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#CHANGINGLIVESPROJECT LTD
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016

	Contributed Equity \$	Retained Earnings \$	Total \$
Balance at 30 June 2015	-	-	-
Profit (Loss) for the year	-	3,543	3,543
Balance at 30 June 2016	-	3,543	3,543

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CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers and donations		659,430	-
Cash payments to suppliers and employees		(655,581)	-
Interest received		287	-
Income tax paid		-	-
Net cash provided by (used in) operating activities		<u>4,136</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(3,506)	-
Net cash provided by (used in) investing activities		<u>(3,506)</u>	<u>-</u>
Net increase (decrease) in cash held		630	-
Cash at beginning of financial year		-	-
Cash at end of financial year	4	<u><u>630</u></u>	<u><u>-</u></u>

The accompanying notes form part of these financial statements.

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#CHANGINGLIVESPROJECT LTD
ABN 82 605 982 205

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

1 Statement of Significant Accounting Policies

#ChangingLivesProject Ltd is a company limited by guarantee, incorporated and domiciled in Australia. The company is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

Basis of Preparation

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared to meet the requirements of the Corporations Act 2001.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of the members. Such accounting policies are consistent with the previous period unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs unless otherwise stated in the notes. The material accounting policies that have been adopted in the preparation of these financial statements are presented below.

Accounting Policies

a. Revenue

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

c. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the Cashflow Statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

These notes should be read in conjunction with the attached compilation report

#CHANGINGLIVESPROJECT LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

d. Provisions

Provisions are recognised when the Company 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.

e. Comparative Figures

This report is the first year of operation for #ChangingLivesProject, and accordingly there are no comparative figures.

f. Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company during the reporting period that remain unpaid at the end of the reporting period.

The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

#CHANGINGLIVESPROJECT LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
2 REVENUE		
Revenue		
Placement Training	639,717	-
Government subsidy	2,955	-
	<u>642,672</u>	<u>-</u>
Other income		
Interest income	287	-
Donations	4,737	-
Other income	1,203	-
	<u>6,227</u>	<u>-</u>
TOTAL REVENUE	<u><u>648,899</u></u>	<u><u>-</u></u>
3 OTHER EXPENSES		
Accounting and bookkeeping	23,533	-
Bad debts	58,490	-
Office expenses	35,567	-
Employment expenses	373,989	-
Equipment and furniture rental	70,900	-
Marketing and design	11,718	-
Rent	37,379	-
Other miscellaneous expenses	33,780	-
	<u>645,356</u>	<u>-</u>
4 CASH AND CASH EQUIVALENTS		
CURRENT		
ANZ Cheque account	625	-
ANZ Online saver account	5	-
	<u>630</u>	<u>-</u>
5 TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade receivables	99,130	-
Less provision for impairment of receivables	(50,000)	-
Total current trade and other receivables	<u>49,130</u>	<u>-</u>

These notes should be read in conjunction with the attached compilation report

#CHANGINGLIVESPROJECT LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
6 TRADE AND OTHER PAYABLES	2016	2015
	\$	\$
CURRENT		
Accounts payable	30,098	-
Sundry creditors	60	-
GST payable	7,793	-
	<u>49,723</u>	<u>-</u>

7 EVENTS AFTER THE BALANCE SHEET DATE

The directors have received notification from the ACNC in relation to alleged breaches of the Australian Charities and Not-for-profits Commission Act 2012 (Cth) and have been asked to show cause as to why the company's charity registration should not be revoked. The directors are currently seeking legal advice to determine the appropriate actions to be taken to address this matter. Until the matter is resolved, there remains a significant risk to the company as to its future ability to operate in its current capacity.

8 RELATED PARTY TRANSACTIONS

Services were performed by a related party Acorn Group Australia Pty Ltd. There is no money owing in the accounts.

9 COMPANY INFORMATION

The registered office of the business is:

58 Carol-Anne Crescent
NARANGBA, QLD 4504

#CHANGINGLIVESPROJECT LTD
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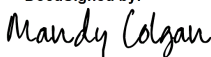
DIRECTORS' DECLARATION

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes , as set out on pages 3 to 11 are in accordance with the *Corporations Act 2001* .
 - i. comply with Accounting Standards; and
 - ii. give a true and fair view of the financial position as at 30 June 2016 and of the performance for the period ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
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.

This declaration is made in accordance with a resolution of the Board of Directors.

DocuSigned by:

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Director:

Dated: 11/5/2017 | 3:41:10 PM AEST

#CHANGINGLIVESPROJECT LTD
ABN 82 605 982 205

COMPILATION REPORT TO
#CHANGINGLIVESPROJECT LTD

We have compiled the accompanying special purpose financial statements of #ChangingLives Project Ltd, as set out on pages 3 to 10. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of Director

The director is solely responsible for the information contained in the special purpose financial statements and has determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet his/her needs and for the purpose that the financial statements were prepared.


Our Responsibility

On the basis of information provided by the director, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the director provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the director of #ChangingLivesProject Ltd. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

DFK Hirn Newey Pty Ltd
Chartered Accountants
1143 Sandgate Road
Brisbane, QLD, 4012

DocuSigned by:

BD5AD09E13754C8...

Director: Paul Fiumara

Brisbane

Dated: 10/5/2017 | 10:58:25 PM PDT